REPUBLIC OF KENYA

OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-BELGUT CONSTITUENCY

FOR THE YEAR ENDED 30 JUNE, 2024

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

BELGUT CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED 30th JUNE 2024

Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS)

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1. Acronyms and Definition of Key Terms

A. Acronyms

AIE	Authority to Incur Expenditure
ARMC	Audit and Risk Management Committee
DCC	Deputy County Commissioner
IPSAS	International Public Sector Accounting Standards.
FAM	Fund Account Manager
NG-CDFB	National Government Constituencies Development Fund Board
NG-CDF	National Government Constituencies Development Fund
NG-CDFC	National Government Constituency Development Fund Committee
NSCA	National Sub-County Accountant
PFM	Public Finance Management
PMC	Project Management Committee
PWD	Persons with Disability
FY	Financial Year

B. Definition of Key Terms

Fiduciary Management - Members of Management directly entrusted with the entity's financial resources.

Comparative Year- Means the prior period.

2. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2023. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At the cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the Fund's general policy and strategic direction.

Mandate

The mandate of the Fund as derived from sec (3) of the NG-CDF Act, 2015 is to:

a) Recognize the constituency as a platform for the identification, performance, and implementation of national government functions.
b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6 (3) of the Constitution;
c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination, and protection of the marginalized pursuant to Article 10(2)(b) of the Constitution;
e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10(2)(d) of the Constitution;
f) Provide a legislative and policy framework pursuant to Article 21(2) of the Constitution for the progressive realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;

i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;

j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;

k) Create a harmonious relationship between citizens and the national government and its officers in local development;

l) Provide a platform for citizens' participation in service delivery;

m) Build local accountability and transparency in the use of resources; and

n) Provide for a public finance system that promotes an equitable society and, in particular, expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201(b)(iii) of the Constitution.

Vision

Equitable Socio-economic development countrywide.

Mission

To provide leadership and policy direction for effective and efficient management of the Fund.

Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work.
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund.
3. **Timeliness** – we adhere to prompt delivery of service.
4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people.
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

Functions of NG-CDF Committee

The Functions of the NG-CDF Committee are as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

The NGCDF Belgut Constituency's day-to-day management is under the following key organs:

i. National Government Constituencies Development Fund Board (NGCDFB)
ii. National Government Constituency Development Fund Committee (NGCDFC

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 20XX and who had direct fiduciary responsibility were:

No	Designation	Name
1.	AIE holder	Sharon Kapto
2.	National Sub-County Accountant	Jonas Kipngeno Rotich
3.	Chairman NGCDFC	Ngenoh Henry Kipsang
4.	Member NGCDFC	Tecler Chepkemoi

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Belgut Constituency. The reports and recommendations of ARMC, when adopted by the NGCDF Board, are forwarded to the Constituency Committee for action. The Board forwards any matters that require policy guidance to the Cabinet Secretary and National Assembly Select Committee.

(e) NGCDF Belgut Constituency Headquarters

P.O. BOX 1 20205
BELGUT NG CDF BUILDING
Next to the DC's office
SOSIOT, KERICHO

(f) NGCDF Belgut Constituency Contacts

Telephone: (254) 720 094558
E-mail: cdfbelgut@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF Belgut Constituency Bankers

1. Bank A. (Operations Account).
   Equity Bank K Ltd
   Kericho Branch
   P. Box 75104
   Kericho
   Account no. 0280284542743

2. Bank B. (Deposit account).
   Co-operative Bank
   Kericho Branch
   P.O. Box
   Kericho
   Account no 01101112574001

(h) Independent Auditor

Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

3. NG-CDFC Chairman's Report

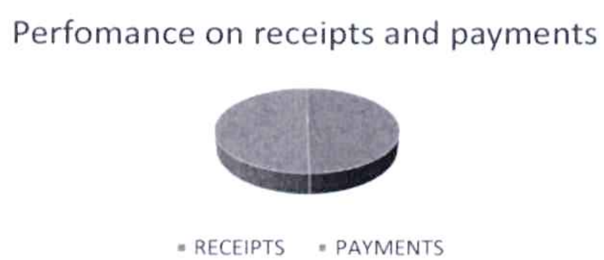
Mr. Ngenoh Henry Kipsang

CHAIRMAN'S REMARKS

There was a huge decrease in receipt of funds this financial year as compared to last financial year. This can be related to elections since the term of NGCDFCs came to an end after a new parliament term.

1. Performance

The two main categories in the statement of receipts and payments i.e. total amount received and payments made, where the two performed fairly well since the totals received were Ksh. 199,026,482 and total payments were Ksh. 166,212,658 but there was a balance brought forward of Ksh. 2,233,779.27 as at 1st Jul 2023 leading to a closing balance of Ksh. 35,047,604.00 as at 30th June 2024.



2. Achievement

The main achievement for the financial year 2023/2024 was the ability to construct a ramp, complete administration blocks, complete classrooms, pit latrines through emergency kitty and issue bursaries to various needy students. The flagship project of close to Ksh.14.m at Chepkoton Girls Secondary School is 100% complete and equipped it. Another flagship project of Belgut Sub County Head Quarters & Police Station of Ksh 10.3m commenced is now complete and fully furnished. Also the bursary distribution exercise was termed the best ever since the methods used ensured that the neediest have been reached, without forgetting over 180 students at Starehe schools that are fully sponsored by Belgut NGCDF.

Chepkoton Girls Secondary School

Kiletien primary Classroom

3. Emerging issues

The poverty index in rural constituencies is increasing day by day which has an impact on the fund since the constituents cannot supplement the Fund whose main purpose is to alleviate poverty. The people become over dependent on the fund which is already stretched and cannot meet all the needs.

4. Challenges.

There was delayed funding of funds for FY2023/2024. An amount of Ksh. 57,799,293 has not been disbursed from the board. This has affected other operations in the office and commencement/ completion of projects meant for the said allocation. Land projects is also another issue with schools, since most of the land projects proposed by schools have not been succeeded from the owners who passed on.

5. Recommendations.

The board should ensure timely disbursement of funds, to enable constituencies implement projects on time and allow realization of value for money.

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Name; NGENOH HENRY KIPSANG
CHAIRMAN NGCDF COMMITTEE

4. Statement of Performance Against Predetermined Objectives for FY 2023/24

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of the **NGCDF Belgut Constituency** 2018-2023 plan are to:

Progress on the attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Sector	Objective	Outcome	Indicator	Performance
Education	-To increase basic and secondary school completion cycles by liaising with schools administration to improving institutions physical infrastructure	Increased enrolment in primary and secondary schools and better performance in the schools	-Number of physical infrastructure constructed both in primary, secondary institutions	In FY 2023/23 w4 constructed 11 classrooms, @Chebaraa pry, Kabianga Pry, Chepkutbei Pry, Chemoson Pry, Turguito Pry & Kiptenden pry, Simotwo pry, Sinonin Pry, Cheptembe Sec, Teldet Sec and Kaboson pry,

				-completed 3 administration block at Kabungungwo pry, Itanda and Itondo pry -Carried out renovation in 4 primary schools Completed 2 laboratories, and commenced construction of 2 administration block - Bursary beneficiaries at all levels were as per the attached schedules
Security	-To support security agencies for better service delivery through infrastructure development	-reduced number of crime rates in the constituency - improved physical security infrastructure i.e. National Police Service and National Government Administration offices (ACC, Chiefs)	-Number of security infrastructure constructed	In the FY 2023/2024 the NG-CDFC constructed 1 chiefs office, fenced off DCCs residence, constructed pit latrine at chiefs office and furnished police station/ head quarters
Environment	-To enhance sustainable environmental management	-enhanced litter free institutions	-Number of schools with dustbins installed	In FY 23/ constructed drainage at Kaplemeiywet pry school

			Number of schools with harvested water Number of schools with energy saving jikos Number of schools with incinerators	
Sports	-To support youths/schools on sport activities to promote talent, and to purchase sporting equipment & kits for schools and clubs in the constituency	Improved talents in sport activities	-Number of clubs with sporting equipment and kits -Number of persons registered for the marathon	Carry out Belgut Road Race
Emergency	To cater for unseen circumstances in schools and security sectors	Minimize risk caused by uncertainties on the infrastructures of schools an security	Number of physical infrastructure constructed both in primary, secondary institutions Number of security infrastructure constructed	In FY 23/24 we Constructed pit latrines in 13 schools that had sunk and repaired 1 roof blown by the wind

5. Governance Statement

.1 Appointment of NGCDF Members

i. The formation of the NG-CDFC Members is guided by the NG-CDF Act Section 43(1) (2) (3) & (4).
    a. This procedure shall start upon receipt of the guidelines on formation of NG CDFC from the NG CDF Board,
    b. The FAM shall write a letter to the DCC and Constituency Office Manager requesting for the nomination of members of the selection panel as per the guidelines and maintain a record confirming receipt
    c. The DCC shall nominate in writing an officer or his/her representative who will be the chairperson to the NG CDFC selection panel.
    d. The Constituency Office Manager shall nominate in writing two persons of either gender to be members of the selection panel.
    e. The chair shall then convene the first selection panel meeting to document criteria for selection of the four members to the NG-CDFC (Male and female adults, male and female youth) and advertise (the applicants shall be given two weeks to submit their applications).
    f. The FAM shall then write to the Constituency Office Manager requesting for the nomination of two persons of either gender as per the guidelines issued by the NG-CDF Board to be members of the NG-CDFC maintain a record confirming receipt
    g. The Constituency Office Manager shall then nominate in writing the two members to the NG-CDFC.
    h. The FAM shall write to a registered group representing people with disabilities in the constituency as per the guidelines as issued by the NG-CDF Board requesting for nomination of one person with disability to sit in the NG-CDF committee and maintain a record confirming receipt
    i. The PWD organization shall nominate in writing a member to the NG-CDFC.

j. Applications are received at the NG-CDF office and recorded in the application register.

k. Within one week after the closure of the advertisement, the Selection panel shall convene to shortlist the suitable candidates as per the criteria in the advert. The successful candidates shall then be called for interviews within seven days.

l. The Selection panel shall hold the interviews of the invited candidates and come up with the final list of qualified nominees to the NG-CDFC.

m. The FAM shall then submit to the NG-CDF Board the report of the selection panel which includes seven nominees and the Nominee of the Board to the NG-CDFC as per the guidelines within seven days.

n. The FAM shall ensure that the timelines set out in the regulations are adhered to during the process of selection and appointment of NGCDF Committees

ii. The selected members are forwarded to parliament through CEO of the board for purpose of gazzetment

iii. Upon gazzetment the DCC or the FAM shall for the first meeting where the chairperson and secretary are elected

S/N	Name	Category representation	Ward
1	Ngeno H Kipsang	Male (Adult)	Seretut Cheptoriet
2	Dennis Bett	Male (Youth)	Chaik
3	Marylyne Chepngeno	Female(youth)	Seretut Cheptoriet
4	Lilian Maritim	Female (Adult)	Kapsuser
5	Kurgat Evans	PLWD	Kabianga

Nominee of the constituency Office

S/N	Name	Category	occupation	Ward
1	Emily Sawe	Female representative	Farmer	Kabianga
2	Kennedy Bii	Male Representative	Farmer	Waldai

Upon further consultation with the panel and the constituency office, members agreed to recommend for co-option by the NG-CDF Board as per section 43 subsection 2(g) as

S/N	Name	Gender	Ward
1.	Tecler Chepkemoi	Female	Waldai

The list of the selected and recommended members was forwarded to the NG_CDF Board and were further gazetted through a gazette notice dated 15th November,2022.

2 NG-CDFC Handing Over Processes

Paragraph 24(1) of the NG-CDF Regulations 2016 states that the officer of the board seconded to the constituency shall preside over the handover from one Constituency committee to another and shall submit a report on the hand over within fourteen days from the date of the hand over.

3 Removal of members is as in the act 2015 section 13, a, b, c, d, e, f and g

'A member of the Constituency Committee may be removed from office on any one or more of the following grounds-

a) Lack of integrity;
b) Gross misconduct;
c) Embezzlement of public funds;
d) Bringing the committee into disrepute through unbecoming personal public conduct;
e) Promoting unethical practises;
f) Causing disharmony within the committee;
g) Physical or mental infirmity.

4 Roles and function of the committee

a) Build the capacity of PMCs and sensitise the community on operations of the fund
b) Consider project proposals from all wards in the constituency
c) Ensure that all proposed projects that are approved for funding meet the sec 24 of the Act
d) Consult with relevant line ministries in the implementing the projects
e) Ensure adequate funding of the proposed projects
f) Ensure project reports are prepared and forwarded to the board

g) Submit financial reports to the board within stipulated time

5 Induction and Training

The committee on being inaugurated are taken for induction by the Board and subsequent training are done the constituency as per there training plan

6 Meetings

The committee is to have a maximum of 24 meetings and a minimum of 12 in a financial year as per the 2015 Act

The committee members declare conflict of interest in any matter as the procurement and disposal Act by a standard form at the time of the matter

The committee members are remunerated from the fund at Kshs 5,000 for members and 7000 for the chairman.

Schedule of meetings held during the FY 2023/2024

NAME	07/07/23 20/07/23	22/08/23	13/9/23	13/10/23 23/10/23	7/11/23 21/11/23	11/12/23	6/01/24 31/01/24	18/02/24 21/02/24	9/03/24, 23/03/24	17/05/24 28/05/24	03/06/23
NGENOH KIPSANG	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
TECLER CHEPKEMOI	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
MARYLYNE CHEPNGENO	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
KURGAT EVANS	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
DENNIS BETT	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
KENNEDY BII	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
EMILY SAWE	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
LILIAN MARITIM	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔
FRANCISCA KHAYAKI	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔	✔

7 Ethics and Conduct

The Anticorruption sub committee was formed on the first meeting and members have been trained on the same, the conduct of members is also the act as some of the reasons for removing a member from the committee

8 Risk Management

Risk management is a tool by the board to gauge on the risks that the constituency goes though which is attested on monthly basis by the staff. The report is discussed at the meeting by the committee

Five best NG-CDF applicants were selected taking into account age, gender, special interest groups and regional balance in accordance with section43(2)(b)(c) and (d) of the Act

6. Environmental and Sustainability Reporting

Belgut NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

To ensure sustainability of Belgut NG CDF, the committee funds the following key sectors with the following sustainable priorities.

a. **Education and Training**: Belgut Constituency's focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers, thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalized groups, including girls and people living with disabilities.

b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.

c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

2. Environmental performance

The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion

3. Employee welfare

We invest in providing the best working environment for our employees. Belgut constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Belgut constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

Belgut Constituency is committed to fair and ethical market practices.
The Procurement of goods and services is done through a transparent and competitive bidding process that allows equal opportunities to all participants. We support local vendors drawn from the constituency for purposes of uplifting them economically. Our ethical market practises ensure the fund get value for money on all goods and services procured.

We are also committed to healthy relations with our suppliers which is enhanced through organized sensitization forums that relate to the procurement legal framework and ethical subject matters. We are dedicated to honouring all contracts and settling payments promptly.
NGCDF has put in efforts to ensure:

a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption
b) Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
c) Responsible marketing and advertisement
d) Product stewardship by safeguarding consumer rights and interest.

5. **Community Engagements**-

Belgut Constituency has endeavoured to sustain community engagement through CSR as well as appreciating our existence through engaging local contractors and suppliers when necessary. We have also engaged the community through sports and community projects.

Public Participation in Project Identification and Implementation and Monitoring

Belgut Constituency deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long-term, was submitted to the NG CDF Board in accordance with the Act.

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.
The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.
Belgut Constituency has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

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Name: Sharon Kapto
Fund Account Manager.

7. Statement of Management Responsibilities

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the NGCDF-Belgut Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2024. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Belgut Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the constituency's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2024, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Belgut Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Belgut Constituency confirms that the constituency has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the constituency 's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Belgut Constituency financial statements were approved and signed by the Accounting Officer on 21|9| 2024.

....	....
Name: Ngenoh Kipsang	**Name: Sharon Kapto**
Chairman – NGCDF Committee	**Fund Account Manager**

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

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REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – BELGUT CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

I draw your attention to the contents of my report which is in three parts:

A. Report on Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements;

B. Report on Lawfulness and Effectiveness in the Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose; and,

C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund – Belgut Constituency set out on pages 1 to 54 which comprise the statement of assets and liabilities as at 30 June, 2024, statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund-Belgut Constituency as at 30 June, 2024, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act of 2015 (Revised in 2023) and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Undisbursed Funds from the Board

Note 19.3 to the financial statements reflects Kshs.92,846,897 in respect of unutilized funds as detailed in Annex 3 to the financial statements which includes comparative amount of Kshs.71,010,262 in respect to funds unutilized during the previous year 2022/2023.

A reconciliation of summary statement of appropriation to statement of assets and liabilities at page 5 of the financial statements, indicates undisbursed funds receivable from the board as at 30 June, 2024 amounted to Kshs.57,799,293. Analysis of the details of unutilized fund in annex 3 however revealed undisbursed funds from the Board totaled Kshs.66,573,202 resulting in variance of Kshs.8,773,909. The table below shows the status of the unutilized as per annex 3.

Status / Comments on the Un utilized Funds	Amount (Kshs.)
Awaiting Funds	16,366,216.00
Disbursed	5,532,359.00
Undisbursed	66,573,202.00
Procurement stage	600,000.00
Reallocated	3,775,120.00
Totals	**92,846,897.00**

In the circumstances, the accuracy and completeness of Unutilized Funds of Kshs.92,846,897 could not be confirmed.

2. Unsupported Project Management Committee Bank Balances

Note 19.4 to the financial statements reflects Project Management Committee (PMC) bank balances of Kshs.42,918344 in respect of fifty- two (52) project bank accounts. However, the cash books, bank reconciliation statements and certificates of bank balance for the various PMC bank accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the Project Management Committee (PMC) bank balances of Kshs.42,918344 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the Belgut NGCDF Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

1. Budgetary Control and Performance

The statement of appropriation for the year ended 30 June, 2024 reflects final budget receipt and actual on comparable basis of Kshs.259,059,554 and Kshs.199,026,482, respectively, resulting to underfunding of Kshs.60,033,072 or 23% of the budget. Similarly, statement of appropriation for the year ended 30 June, 2024 reflects final budget expenditure and actual on comparable basis of Kshs.259,059,554 and Kshs.166,212,658 resulting to under absorption of Kshs.92,846,898 or 36% of the budget.

The under absorption of funds affected the planned activities and may have impacted negatively on service delivery to the public.

2. Project Implementation Status

Review of the project implementation status report and physical verification of selected projects revealed that for the financial year ended 2023/2024 out of sixty (60) projects with a contract value of Kshs.92,861,190, nine (9) projects with a total estimated budget of Kshs.14,400,000 were ongoing, three (3) projects allocated Kshs.1,200,000 had not started and one (1) project allocated Kshs.3,000,000 was not approved. However, the start dates for the projects were not indicated in the projects implementation status report which made it difficult to determine whether or not the project timelines were adhered to.

In the circumstances, it was not possible to confirm the status of the projects that were not provided for audit review.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

Prior year audit issues remained unresolved as at 30 June, 2024. Management did not provide reasons for the delay in resolving the prior year audit issues as required by the Public Sector Accounting Standards Board and by The National Treasury's Circulars.

Other Information

Management is responsible for the Other Information set out on page ii to xxvi which comprise of the Key constituency information and management, NG-CDF Chairman report, Statement of performance against predetermined objectives, governance statements, environment and sustainability reporting, statement of management responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the, Fund financial statements, my responsibility is to read the Other Information and in doing so, consider whether the Other Information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If based on the work I have performed, I conclude that there is a material misstatement of this Other Information, I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effects of the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Unutilized Funds of the Project Management Committees

Note 19.4 to the financial statements reflects Project Management Committee bank balances of Kshs.42,918,344.28 in respect of fifty- two (52) project bank accounts.

Review of projects expenditure returns revealed that the projects were completed but the unutilized balances were not transferred to the CDF main account. This is contrary to Section 12(8) of the National Government Constituencies Development Fund Act, 2015 which states that, all unutilized funds of the Project Management Committee shall be returned to the Constituency account.

In the circumstance, Management was in breach of the law.

REPORT ON THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.
In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention to cease operations.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements comply with the authorities which govern them, and that public resources are applied in an effective way.

Those Charged with Governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The Standards requires that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/. This description forms part of my auditor's report.

FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

30 December, 2024

9. Statement of Receipts and Payments for the Year Ended 30th June 2024

	Note	2023-2024 Kshs	2022-2023 Kshs
RECEIPTS			
Transfers from NGCDF Board	1	199,026,482	87,000,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	177,000
TOTAL RECEIPTS		**199,026,482**	**87,177,000**
PAYMENTS			
Compensation of employees	4	3,939,547	2,947,164
Committee expenses	5	6,863,478	4,895,389
Use of goods and services	6	7,207,424	3,692,949
Transfers to Other Government Units	7	78,005,000	31,970,000
Other grants and transfers	8	70,197,209	46,813,444
Acquisition of Assets	9	-	-
Other Payments	10	-	-
TOTAL PAYMENTS		**166,212,658**	**90,318,946**
SURPLUS/DEFICIT		**32,813,825**	**(3,141,946)**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on 21/9/ 2024 and signed by:

Chairman NG-CDF Committee	**Fund Account Manager**	**National Sub-County Accountant**
Name: Ngenoh Kipsang	**Name: Sharon Kapto**	**Name: Jonas Cheramgoi**

10. Statement of Assets and Liabilities as at 30th June, 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	11A	36,033,626	2,233,779
Cash Balances (cash at hand)	11B	-	-
Total Cash and Cash Equivalents		**36,033,626**	**2,233,779**
Accounts Receivable			
Outstanding Imprests	12	-	-
TOTAL FINANCIAL ASSETS		**36,033,626**	**2,233,779**
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	13	-	-
Gratuity	14	986,022 -	273,894
NET FINANCIAL ASSETS		**35,047,604**	**1,959,885**
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	2,233,779	3,975,725
Prior year adjustments	16	-	1,400,000
Surplus/Defict for the year		32,813,825	(3,141,946)
NET FINANCIAL POSITION		**35,047,604**	**2,233,779**

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NG CDFC on 21/9/2024 and signed by:

………………………………	………………………………	………………………………
Chairman NG-CDF Committee	**Fund Accountant Manager**	**National Sub-County Accountant**
Name: Ngeno Kipsang	**Name: Sharon Kapto**	**Name: Jonas Cheramgoi**

11. Statement Of Cash Flows for the Year Ended 30th June 2024

	Notes	2023-2024	2022-2023
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	199,026,482	87,000,000
Other Receipts	3	-	177,000
Total receipts		**199,026,482**	**87,177,000**
Payments for operating activities			
Compensation of Employees	4	3,939,547	2,947,164
Committee expenses	5	6,863,478	4,895,389
Use of goods and services	6	7,207,424	3,692,949
Transfers to Other Government Units	7	78,005,000	31,970,000
Other grants and transfers	8	70,197,209	46,813,444
Other Payments	10	-	-
Total Payments		**166,212,658**	**90,318,946**
Net cash flow from operating activities		32,813,825	(3,141,946)
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	712,128	-
Prior year Adjustments	16	273,894	1,400,000
Net Adjustments		**986,022**	**1,400,000**
Net cash flow from operating activities		**33,799,847**	**(1,741,946)**
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
Net cash flows from Investing Activities		**-**	**-**
NET INCREASE IN CASH AND CASH EQUIVALENT		**33,799,847**	**(1,741,946)**
Cash and cash equivalent at START of the year	**11**	**2,233,779**	**3,975,725**
Cash and cash equivalent at END of the year		**36,033,626**	**2,233,779**

12. Summary Statement of Appropriation for The Year Ended 30th June 2024

Receipt/Expense Item	Original Budget	Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	186,649,293	2,233,779	70,176,482.	259,059,554	199,026,482	60,033,072	
Proceeds from Sale of Assets				-	-	-	0.0%
Other Receipts				-	-	-	
TOTAL RECEIPTS	**186,649,293**	**2,233,779**	**70,176,482.**	**259,059,554**	**199,026,482**	**60,033,072**	**77.7%**
PAYMENTS							
Compensation of Employees	3,480,220	754,306.00	2,097,759	6,332,285	3,939,547	2,392,738	62.2%
Committee expenses	6,131,395		2,787,565	8,918,960	6,863,478	2,055,482	75.4%
Use of goods and services	6,094,626		2,842,296	8,936,922	7,207,424	1,729,499	82.3%
Transfers to Other Government Units	98,667,483	151,427.00	51,325,000	150,143,910	78,005,000	72,138,910	52.0%
Other grants and transfers	64,425,569	103,830.00	11,123,863	75,653,262	70,197,209	5,456,053	92.8%
Acquisition of Assets	4,350,000	799,216.00		5,149,216	-	5,149,216	0.0%
Other Payments	3,500,000			3,500,000	-	3,500,000	0.0%
AIA		425,000.00		425,000.00		425,000	
TOTAL	**186,649,293**	**2,233,779**	**70,176,483**	**259,059,555**	**166,212,658**	**92,846,898**	**64.2%**
Surplus For the Period	-	-	-	-	**32,813,825**	**(32,813,826)**	

***Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

Explanatory Notes.

The Final budget is the summation of the original budget, the bank balances brought forward and the funds that were still pending at the board as at closure of the previous financial year.
Under Receipt from NGCDF Board was due to slow disbursement of the funds from the board
Underutilization on Compensation of Employees was due to accrued gratuity
Underutilization on Committee expenses was due to recurrent of expenditure
Under utilizations on Use of goods and services was due to undisbursed fund from the board
Underutilization on Transfers to Other Government Units was due to delays in release of fund
Zero utilization on Acquisition of Assets was to undisbursed amount from board
Zero utilization on Acquisition of other payment was to undisbursed amount from board

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	**Amount**
Budget utilisation difference totals	92,846,898
Less undisbursed funds receivable from the Board as at 30th June 2024	57,799,293
	35,047,605
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	712,128
Add/Less Prior Year Adjustments	273,894
Cash and Cash Equivalents at the end of the 30th June 2024	36,033,626

13. Budget Execution By Sectors And Projects For The Year Ended 30th June 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,480,220	754,306	2,097,759	6,332,285	3,939,547	2,392,738
1.2 Committee allowances	2,991,395		612,178	3,603,573	3,318,837	284,736
1.3 Use of goods and services	4,050,093		1,606,817	5,656,910	4,656,293	1,000,617
Sub-total	**10,521,708**	**754,306**	**4,316,754**	**15,592,768**	**11,914,677**	**3,678,091**
2.0 Monitoring and evaluation						
2.1 Capacity building	1,420,000		781,684	2,201,684	1,991,600	210,084
2.2 Committee allowances	3,140,000		1,850,387	4,990,387	3,219,641	1,770,746
2.3 Use of goods and services	624,533		253,795	878,328	544,531	333,797
Sub-total	**5,184,533**		**2,885,866**	**8,070,399**	**5,755,772**	**2,314,627**
3.0 Constituency Oversight Committee (Itemize as per budget)						
3.1 Travel Costs			60,000	60,000	-	60,000
3.2 Advertising, Awareness and Publicity Campaigns			40,000	40,000	15,000	25,000
3.3 COC Members Allowance			225,000	225,000	225,000	-

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
3.4 Other COC expenses			100,000	100,000	100,000	-
3.5 Refined Fuels and Lubricants for Transport			100,000	100,000		100,000
Sub-total			**525,000**	**525,000**	**340,000**	**185,000**
4.0 Emergency						
4.0 Emergency	9,229,569		224,730			
4.1 Primary Schools				-		-
4.12 Barmei Primary Sch				770,000	770,000	-
4.13 Kapsoiyo Primary Sch				770,000	770,000	-
4.14 Chepnagai Primary Sch				770,000	770,000	-
4.15 Keben Primary Sch				450,000	450,000	-
4.16 Kabianga Primary Sch				770,000	770,000	-
4.17 Samytuk Primary Sch				450,000	450,000	-
4.18 Kapmaso Primary Sch				770,000	770,000	-
4.19 Machorwa Primary Sch				770,000	770,000	-
4.20 Simotwo Primary Sch				450,000	450,000	-
4.21 Koiwalelach Primary Sch				450,000	450,000	-
4.22 Masarian Primary Sch				770,000	770,000	-
4. 21 Cheronget Pry Sch				91,140	91,140	-
4.2 Secondary Schools						-

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kaborok Girls Sec Sch				216,800	216,800	-
Chemamul Mixed Day Sec Sch				350,000	350,000	-
4.3 Tertiary Institutions				-		-
4.4 Security Projects				-		-
Sub-Total	**9,229,569**		**224,730**	**9,454,299**	**7,847,940**	**1,606,359**
5.0 Bursary and Social Security						
5.1 Primary Schools						
5.2 Secondary Schools	35,000,000		3,324,480	38,324,480	36,736,274	1,588,206
5.3 Tertiary Institutions	16,300,000		1,429,387	17,729,387	16,867,730	861,657
5.4 Universities						
5.5 Education Support Programmes						
5.6 Social Security						
Sub-total	**51,300,000**		**4,753,867**	**56,053,867**	**53,604,004**	**2,449,863**
6.1			2,044,550	2,044,550	2,044,550	-
6.2				-		-
Sub-total			**2,044,550**	**2,044,550**	**2,044,550**	-
7.0 Environment						
7.1 Kaborok Primary Sch	50,000.			50,000		50,000

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
7.2 Kabianga Primary Sch	200,000.		200,000	400,000		400,000
7.3 Kaplemeiywet Pry Sch			400,000	400,000	400,000	-
7.4 Kapchebet B Pry Sch			200,000	200,000		200,000
Sub-total	**250,000**		**800,000**	**1,050,000**	**400,000**	**650,000**
8.0 Primary Schools Projects (List all the Projects)						
8.1 Kapriro Primary School	1,000,000			1,000,000	1,000,000	-
8.2 Kapamaso Milimani Pry Sch	1,300,000			1,300,000	1,300,000	-
8.3 Kapsisiywo Pry Sch	1,000,000			1,000,000	1,000,000	-
8.4 Kesagetiet Pry School	950,000		4,700,000	5,650,000	3,900,000	1,750,000
8.5 Chebungungon Pry Sch	2,000,000			2,000,000	2,000,000	-
8.6 Kiboet Pry School	1,000,000			1,000,000		1,000,000
8.7 Chepkutbei Pry School	1,350,000			1,350,000	1,350,000	-
8.8 St. Mark Chepngetuny Pry Sch	1,000,000			1,000,000		1,000,000
8.9 Cheptororiet Pry School	2,000,000			2,000,000	2,000,000	-
8.11 Seretut Pry School	500,000			500,000	500,000	-
8.12 Cheronget Pry School	1,000,000			1,000,000		1,000,000
8.13 Koitalel Pry School	2,000,000			2,000,000	2,000,000	-
8.14 Kiptenden Pry School	1,350,000			1,350,000	1,350,000	-

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
8.15 Itanda Pry School	1,500,000		1,000,000	2,500,000	2,500,000	-
8.16 Keben Pry School	700,000		2,050,000	2,750,000	900,000	1,850,000
8.17 Kaboson Pry School	2,100,000		2,400,000	4,500,000	2,400,000	2,100,000
8.18 Itondo Pry School	1,500,000		1,000,000	2,500,000	2,500,000	-
8.19 Kabungungwo Pry Sch	1,500,000		1,000,000	2,500,000	2,500,000	-
8.20 Kakiptui Pry School	500,000			500,000	500,000	-
8.21 Kapsoiyo Pry School	1,400,000			1,400,000	1,400,000	-
8.22 Susumwet Pry School	1,200,000			1,200,000		1,200,000
8.23 Simotwo Pry School	300,000			300,000	300,000	-
8.24 Mereonik Pry School	1,000,000		200,000	1,200,000	1,200,000	-
8.25 Simotwo Pry School	1,350,000			1,350,000	1,350,000	-
8.26 Kabianga Pry School	1,350,000			1,350,000	1,350,000	-
8.27 Mobego Pry School	10,000,000		3,000,000	13,000,000	3,000,000	10,000,000
8.28 Turkuito Pry School	2,700,000			2,700,000	2,700,000	-
8.29 Chemoson Pry School	1,500,000			1,500,000	1,500,000	-
8.30 Chyemen Pry School	1,350,000			1,350,000		1,350,000
8.31 Kaptoboiti Pry School	1,637,483			1,637,483		1,637,483
8.32 Kaborok Pry School	350,000			350,000		350,000
8.33 Koiwalelach Primary Sch	1,000,000			1,000,000		1,000,000

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
8.34 Kapchebet B Primary School	1,500,000			1,500,000		1,500,000
8.35 Kipsolu Primary School	2,300,000			2,300,000		2,300,000
8.36 Chepkosilen Primary School	1,800,000			1,800,000		1,800,000
8.37 Kapnandet Primary School	1,350,000			1,350,000		1,350,000
8.30 Klb		950		950		950
8.31 Kiplalmat Pry School			1,300,000	1,300,000	1,300,000	-
8.32 Kapleiymet Primary School			300,000	300,000		300,000
8.33 Kapchebet B Primary School			300,000	300,000	300,000	-
8.34 Simotwo Primary School			1,300,000	1,300,000	1,300,000	-
8.35 Chebaraa Primary School			1,200,000	1,200,000	1,200,000	-
8.38 Sinonin Pry School			1,500,000	1,500,000	1,200,000	300,000
8.39 Kaborok Primary			500,000	500,000	500,000	-
8.40 Chebirirbei Pry School			1,200,000	1,200,000	1,200,000	-
8.41 Chemoset Pry School	408,000			408,000		408,000
Sub-total	**56,745,483**	**950**	**22,950,000**	**79,696,433**	**47,500,000**	**32,196,433**

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
9.0 Secondary Schools Projects (List all the Projects)						
9.1 Chemamul Girls Sec School	5,000,000		3,000,000	8,000,000		8,000,000
9.2 Proposed Kapcheluch Day Sec School	1,850,000			1,850,000		1,850,000
9.3 Cheptembe Day Sec School	5,250,000		3,100,000	8,350,000	3,100,000	5,250,000
9.4 Chepkoton Girls Sec School	1,080,000		3,575,000	4,655,000	4,655,000	-
9.5 Seretut Secondary School	2,200,000			2,200,000	2,200,000	-
9.6 Teldet Sec School	1,350,000		2,700,000	4,050,000	4,050,000	-
9.7 Cheronget Sec School	1,700,000			1,700,000		1,700,000
9.8 Kabianga Girls Sec School	7,200,000		2,000,000	9,200,000		9,200,000
9.9 Chemamul Mixed Day Sec School	1,600,000			1,600,000	1,600,000	-
9.1 Kiptome Sec School	1,600,000			1,600,000	1,600,000	-
9.11 Chepkutung Sec School	2,200,000		2,800,000	5,000,000	2,800,000	2,200,000
9.12 Chepkutung Sec School	10,892,000			10,892,000		10,892,000
9.13 Cheptenye Boys Sec School			4,400,000	4,400,000	4,400,000	-
9.14 Kibingei Girls Sec School			800,000	800,000	800,000	-

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
9.15 Kamaas Secondary School			1,200,000	1,200,000	1,200,000	-
9.16 Cheptororiet Sec School			1,300,000	1,300,000	1,300,000	-
9.17 Kapkitony Sec School			1,000,000	1,000,000	1,000,000	-
9.18 Belgut Taptugen Starehe Centre			1,800,000	1,800,000	1,800,000	-
9.19 Getumbe Sec School			350,000	350,000		350,000
9.20 Borborwet Sec School			350,000	350,000		350,000
Sub-total	**41,922,000**		**28,375,000**	**70,297,000**	30,505,000	**39,792,000**
10.0 Tertiary institutions Projects (List all the Projects)						
10.1 Belgut TTI		150,477		150,477		150,477
Sub-total		**150,477**		**150,477**		**150,477**
11.0 Security Projects						
11.1 Belgut Subcounty Police HQ and Station	2,046,000			2,046,000	1,700,000	346,000
11.2 Kaptoboiti Chiefs Office	1,600,000			1,600,000	1,600,000	-
11.3 Belgut Sub County Police HQ and Station			2,450,715	2,450,715	2,450,715	-
11.4 Seretut Chiefs Office			300,000	300,000		300,000
11.5 Kipkoiyan Chiefs Office			400,000	400,000	400,000	-
11.6 DCC Residence			150,000	150,000	150,000	-

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
13.2 Roads and Bridges		103,830		103,830		103,830
Sub-total	**3,646,000**	**103,830**	**3,300,715**	**7,050,545**	**6,300,715**	**749,830**
12.0 Acquisition of assets						
12.1 Motor Vehicles (including motorbikes)		370,000		370,000		370,000
12.2 Construction and Renovation of CDF office	3,200,000	20,862		3,220,862		3,220,862
12.3 Purchase of furniture and equipment		407,354		407,354		407,354
12.4 Purchase of computers	1,150,000			1,150,000		1,150,000
12.5 Construction of notice board		1,000		1,000		1,000
Sub-total	**4,350,000**	**799,216**		**5,149,216**		**5,149,216**
13.0 Others						
13.1 Strategic Plan	3,500,000			3,500,000		3,500,000
13.2 Innovation Hub				-		-
Subtotals	**3,500,000**	**-**	**-**	**3,500,000**	**-**	**3,500,000**
Funds pending approval**						
Unapproved fund		425,000		425,000		425,000
AIA						
PMC Savings						

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Sub-total	-	**425,000**	-	**425,000**	-	**425,000**
Total	186,649,293	2233779.00	70,176,482	259,059,554	166,212,658	92,846,896

14. Significant Accounting Policies

The principle accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for:

- Receivables that include imprests
- Payables that include gratuity and retentions.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the NGCDF-Belgut Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

The financial statements are presented in Kenya Shillings (Kshs), which is the functional and reporting currency of the Government and all values are rounded to the nearest Kenya Shilling.

4. Recognition of Receipts

The *entity* recognizes all receipts from various sources when the event occurs, and the related cash has actually been received by the Entity.

a. Transfers from the National Government Constituency Development Fund (NG-CDF)

Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

b. Proceeds from the Sale of Assets

Proceeds from the disposal of assets are recognized as and when cash is received in the constituency account.

c. Other receipts

These include Appropriation-in-Aid and relate to receipts such as proceeds from the sale of tender documents, rent receipts, interest earned on bank balances, hire of Plant/Equipment/Facilities, and Unutilized funds from PMCs among others.

d. Unutilized Funds from PMCs.

All unutilized funds of the Project Management Committee (PMC) are returned to the constituency account. Unutilized funds from PMCs are recognised as other receipts upon return to the constituency account.

e. External Assistance

External assistance refers to grants and loans received from local, multilateral, and bilateral development partners. In the year under review, there was no external assistance received.

5. Recognition of payments

The Entity recognises all payments when the event occurs and the related cash has actually been paid out by the entity.

a) Compensation of Employees

Salaries and wages, allowances, and statutory contributions for employees are recognized in the period when the compensation is paid.

b) Use of Goods and Services

Goods and services are recognized as payments in the period when the goods/services are paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

c) Acquisition of Fixed Assets

The payment on the acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

fcA fixed asset register is maintained by each constituency and a summary is provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

6. In-kind contributions

In-kind contributions are donations that are made to the constituency in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment, or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the constituency includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

7. Cash and Cash Equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call, and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. Bank account balances include amounts held at various commercial banks at the end of the financial year.

8. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy.

9. Accounts Payable

For these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending the fulfilment of obligations by the contractor and holding deposits on behalf of third parties. Gratuity earned monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by the National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

10. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the entity at the end of the financial year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

11. Unutilized Fund

Unutilized funds consist of bank balances in the constituency account and funds not yet disbursed by the Board to the constituency at the end of the financial year. These balances are available for use in the subsequent financial year to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(2) of the NGCDF Act, 2015

12. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2023 for the period 1st July 2023 to 30th June 2024 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

13. Comparative Figures

Where necessary, comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

14. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2024.

15. Prior Period Errors

Material prior period errors are corrected retrospectively in the first set of financial statements authorized for issue after their discovery by i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restate the opening balances of assets, liabilities, and net assets/equity for the earliest prior period presented. During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

16. Related Party Transactions

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly or to exercise significant influence over the Entity, or vice versa.

15. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2023-2024	2022-2023
Normal Allocation	Kshs	Kshs
B214217	27,062,603.00	
B214065	12,088,879.30	-
B214602	10,975,000.00	-
B233521	2,050,000.00	
B214655	3,000,000.00	
B233672	30,000,000.00	
B225440	30,000,000.00	
B226371	30,000,000.00	
B233784	13,850,000.00	
B233833	40,000,000.00	
B-185012		7,000,000.00
B-185561		15,000,000.00
B-185311		6,000,000.00
B-185844		5,000,000.00
B-205684		12,000,000.00
B-206295		12,000,000.00
B-205526		15,000,000.00
B-207765		15,000,000.00
TOTAL	199,026,482.30	87,000,000

2. Proceeds From Sale of Assets

	2023-2024	2022-2023
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from sale of office and general equipment		
Receipts from the Sale Plant Machinery and Equipment		
Others (specify)		
Total		

3. Other Receipts

	2023-2024	2022-2023
	Kshs	Kshs
Interest Received		
Rent		
Receipts from sale of tender documents		177,000
Hire of plant/equipment/facilities		
Unutilized funds from PMCs account		
Other Receipts Not Classified Elsewhere *(specify)*		
Total		**177,000**

4. Compensation Of Employees

	2023-2024	2022-2023
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,785,157.50	2,421,077
Personal allowances paid as part of salary		
House Allowance		
Transport Allowance		
Leave allowance		
Gratuity to contractual employees	986,022.00	526,087
Employer Contributions Compulsory national social security schemes	123,517.50	
Employer Contributions Compulsory Housing levy	40,450.00	
Employer contributions to National Industrial Training Authority	4,400.00	
Total	3,939,547.00	2,947,164

5. Committee Expenses

	2023-2024	2022-2023
	Kshs	Kshs
A.NG CDFC		
Sitting allowance	3,760,700.00	3,184,960.00
Other committee expenses	2,777,778.00	1,435,429.00
Sub total	**6,538,478.00**	**4,620,389.00**
B. Constituency Oversight Committee		

Allowances		-
Other committee expenses	325,000.00	275,000
Sub total	325,000.00	275,000.00
Total (A+B)	**6,863,478.00**	**4,895,389.00**

6. Use of Goods and services

	2023-2024	2022-2023
	Kshs	Kshs
Utilities, supplies and services	347,598.00	80,188.00
Communication, supplies and services	150,000.00	198,500.00
Domestic travel and subsistence	1,067,300.00	759,600.00
Printing, advertising and information supplies & services	72,840.00	46,500.00
Rentals of produced assets		-
Training expenses	1,991,600.00	926,800.00
Hospitality supplies and services	590,968.00	184,505.00
Insurance costs		-
Specialised materials and services		-
Office and general supplies and services	603,260.00	357,955.00
Fuel, oil & lubricants	1,250,000.00	703,330.00
Other operating expenses	329,843.00	-
Bank Charges	76,352.57	26,644.00
Security operations		
Routine maintenance - vehicles and other transport equipment	710,162.00	408,927.00
Routine maintenance- other assets	17,500.00	-
TOTAL	**7,207,423.57**	**3,692,949.00**

7. Transfer To Other Government Units

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfers To Primary Schools	47,500,000.00	7,365,000
Transfers To Secondary Schools	30,505,000.00	24,605,000
Transfers To Tertiary Institutions		
Total	**78,005,000.00**	**31,970,000**

8. Other Grants and Other transfers

	2023-2024	2022-2023
	Kshs	Kshs
Bursary – secondary schools	36,736,274	9,550,000
Bursary – tertiary institutions	16,867,730	28,009,370
Bursary – special schools		
Bursary- education support programmes		-
Social Security programmes (NHIF)		-
Security projects	6,300,715	-
Sports projects	2,044,550	-
Environment projects	400,000	1,050,000
Emergency projects	7,847,940	8,204,074
Roads projects	-	
Total	**70,197,209**	**46,813,444**

9. Acquisition Of Assets

	2023-2024	2022-2023
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings		
Purchase of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment		
Purchase of ICT Equipment, Software and Other ICT Assets		
Purchase of Specialized Plant, Equipment and Machinery		
Rehabilitation and renovation of plant, machinery and equipment		
Acquisition of Land		
Acquisition Intangible Assets		
Total		

10. Other Payments

	2023-2024	2022-2023
	Kshs	Kshs
Strategic plan		
ICT Hub		
Others *(specify)*		
Total		

11. Cash and Cash Equivalents

Name of Bank, Account No. & currency	2023-2024	2022-2023
	Kshs (30/6/2024)	Kshs (30/6/2023)
11A: Bank Accounts (Cash Book Bank Balance)		
Equity Bank Kericho,A/C no. Branch (main account) 0280284542743	35,047,604	
Cooperative Bank,A/C no. Kericho Branch . (main)01136077827600		2,233,779
Cooperative Bank,A/C no.(Deposit) Kericho Branch . 01101112574001	986,022	-
Total	**36,033,626**	**2,233,779**
11B: Cash Balances		
Location 1		
Location 2		
Other Locations (*Specify)*		
Total		
[Provide Cash Count Certificates for Each]		

12. Outstanding Imprests

Name of Officer or Institution	*Date Imprest Taken*	*Amount Taken*	*Amount Surrendered*	*Balance (30/6/2024)*
		Kshs	*Kshs*	*Kshs*
Total				

13. Retention

	2023-2024	2022-2023
	KShs	KShs
Retention as at 1st July (A)		
Retention held during the year (B)		
Retention paid during the Year (C)		
Closing Retention as at 30th June D= A+B-C		

Retentions aging analysis.

	2023-2024	% of the total Retention	2022-203	% of the total Retention
Under one year		%		%
1-2 years		%		%
2-3 years		%		%
Over 3 years		%		%
Total				

14. Gratuity

	2023-2024	2022-2023
	KShs	KShs
Gratuity as at 1st July (A)	273,894.00	526,087.00
Gratuity held during the year (B)	712,128.00	273,894.00
Gratuity paid during the Year (C)		526,087.00
Closing Gratuity as at 30th June D= A+B-C	**986,022.00**	**273,894.00**

Gratuity aging analysis

	2023-2024	% of the total Gratuity	2023-2022	% of the total Gratuity
Under one year	**986,022.00**	100		%
1-2 years		0		%
2-3 years		0		%
Over 3 years		0		%
Total	**986,022.00**			

15. Fund Balance B/F

	2023-2024	2022-2023
	Kshs (1/7/2023)	Kshs (1/7/2022)
Bank accounts	2,233,779.27	3,975,725
Cash in hand	-	-
Imprest	-	-
Total	**2,233,779.27**	**3,975,725**
Less		
Payables: - Retention		
Payables - Gratuity		
Fund Balance Brought Forward		

16. Prior Year Adjustments

	" Balance b/f FY 2022/2023 as per Audited Financial statements "	Adjustments	" Adjusted Balance b/f FY 2023/2024 "
Description of the error	**Kshs**	**Kshs**	**Kshs**
Bank account Balances			
Cash in hand			
Imprests			
Retentions			
Gratuity	273,894.00	273,894	273,894
Total	**273,894.00**	**273,894**	**273,894**

During the previous year the balance was not captured in the cashflow statement thus the need to make the adjustment this financial year

17. Changes In Accounts Receivable – Outstanding Imprests

	2023-2024	2022-2023
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)		
Imprest issued during the year (B)		
Imprest surrendered during the Year (C)		
Closing accounts in account receivables D= A+B-C		
Net changes in accounts Receivables D - A		

18. Changes In Accounts Payable – Gratuities and Retentions

	2023-2024	2022-2023
	Kshs	Kshs
Gratuities and Retentions as at 1st July (A)	273,894.00	
Gratuities and Retentions held during the year (B)	712,128.00	

Gratuities and Retentions paid during the Year (C)	-	
Closing account payables D= A+B-C	**986,022.00**	
Net changes in accounts payables D-A	**712,128.00**	

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2023-2024	2022-2023
	Kshs	Kshs
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		
Total		

Aging Analysis for Pending Accounts Payables

	2023-2024	% of the total	2023-2024	% of the total
Under one year		%		%
1-2 years		%		%
2-3 years		%		%
Over 3 years		%		%
Total				

19.2: Pending Staff Payables (See Annex 2)

	2023-2024	2022-2023
	Kshs	Kshs
NGCDFC Staff	986,022	273,894
Others (*specify*)		
Total	**986,022**	**273,894**

Aging Analysis for staff Payables

	2023-2024	% of the total	2022-2023	% of the total
Under one year		%		%
1-2 years		%		%
2-3 years		%		%
Over 3 years		%		%
Total				

19.3: Unutilized Fund (See Annex 3)

	2023-2024	2022-2023
	Kshs	Kshs
Compensation of employees	2,392,738	2,852,065.
Committee expense	2,240,482	
Use of goods and services	1,544,498	5,104,861.31
Amounts due to other Government entities	72,138,910	50,276,427
Amounts due to other grants and other transfers	5,456,053	11,027,693
Acquisition of assets	5,149,216	799,216.00
Other Payments (specify)	3,500,000	
Oversight Committee Expenses		525,000.00
Funds pending approval	425,000.00	425,000.00
Total	**92,846,897**	**71,010,262**

19.4: PMC account balances (See Annex 5)

	2023-2024	2022-2023
	Kshs	Kshs
PMC account balances	42,918,344.28	9,132,939
Total	**42,918,344.28**	**9,132,939**

19.5 Related Party Transactions

	2023-2024	2022-2023
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	3,760,700.00	3,184,960.00
Transaction with the NGCDF Board		
Receipts from the NGCDF Board during the year	199,026,482.30	87,000,000
Total	**202,787,182**	**90,184,960**

16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
Sub-Total					
Construction of civil works					
3.					
4.					
5.					
Sub-Total					
Supply of goods					
6.					
7.					
Sub-Total					
Supply of services					
8.					
Sub-Total					
Grand Total					

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30th June 2024	Comments
NG-CDFC Staff				
1. Dennis Kemboi	Clerk of Works	17th Jan 2023	197,154	Pending Gratuity to date
2. Getrude Chepkorir	Accounts Assistant	17th Jan 2023	180,144	Pending Gratuity to date
3. Florence Chepngetich	Records Officer	17th Jan 2023	141,696	Pending Gratuity to date
4. Wilfridah Chemutai	Clerical Officer	17th Jan 2023	141,696	Pending Gratuity to date
5. Josphat Langat	Driver	17th Jan 2023	141,696	Pending Gratuity to date
6. Ledisha Chepkoech	Support Staff	17th Jan 2023	72,288	Pending Gratuity to date
7. Vincent Kibet	Support Staff	17th Jan 2023	72,288	Pending Gratuity to date
8. . Geoffrey Kibet	Support Staff	17th Jan 2023	39,060	Pending Gratuity to date
Sub-Total			**986,022**	
Grand Total				

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
Compensation of employees		2,392,738	2,852,065	Funds Yet to be Disbursed
Use of goods & services		3,784,981	5,104,861	Funds Yet to be Disbursed
Amounts due to other Government entities				
Amounts due to other Government entities				
Kaplemeiywet Pry School	Land purchase	300,000		Funds Yet to be Disbursed
Sinonin Pry School	Construction of 3 door pit larine	300,000		Funds Yet to be Disbursed
Chemoset Pry School	Construction of 3 door pit larine	408,000		Funds Yet to be Disbursed
KLB		950.00		
Mobego Pry School	Construction of tuition block with 6 classrooms and admin block	10,000,000.		Funds Yet to be Disbursed
Susumwet Pry School	Renovation of classrooms	1,200,000.		Funds Yet to be Disbursed
Keben Pry School	Renovation of classrooms	1,850,000.		Funds Yet to be Disbursed
Kaboson Pry School	Construction of classroom and pit latrine	2,100,000.00		Funds Yet to be Disbursed
Cheronget Pry School	Renovation of classrooms	1,000,000.00		Funds Yet to be Disbursed

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
Kesagetiet Pry School	Completion of Ramp and Construction of Pit latrine	1,750,000.00		Funds Yet to be Disbursed
Kiboet Pry School	Renovation of classrooms	1,000,000.00		Funds Yet to be Disbursed
St. Mark Chepngetuny Pry Sch	Renovation of classrooms	1,000,000.00		Funds Yet to be Disbursed
8.30 Chyemen Pry School	Construction of classroom	1,350,000		Funds Yet to be Disbursed
8.31 Kaptoboiti Pry School	Renovation of classrooms	1,637,483		Funds Yet to be Disbursed
8.32 Kaborok Pry School	Purchase of desks	350,000		Funds Yet to be Disbursed
8.33 Koiwalelach Primary School	Renovation of classrooms	1,000,000		Funds Yet to be Disbursed
8.34 Kapchebet B Primary School	Renovation of classrooms	1,500,000		Funds Yet to be Disbursed
8.35 Kipsolu Primary School	Renovation of classrooms	2,300,000		Funds Yet to be Disbursed
8.36 Chepkosilen Primary School	Renovation of classrooms	1,800,000		Funds Yet to be Disbursed
8.37 Kapnandet Primary School	Construction of classroom	1,350,000		Funds Yet to be Disbursed
9.1 Chemamul Girls Sec School	Construction of Tuition block	8,000,000.00		Funds Yet to be Disbursed
9.2 Proposed Kapcheluch Day Sec School	Purchase of Land	1,850,000.00		Funds Yet to be Disbursed
9.3 Cheptembe Day Sec School	Purchase of Land and construction of classroom	5,250,000.00		Funds Yet to be Disbursed

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
9.7 Cheronget Sec School	Construction of laboratory	1,700,000.00		Funds Yet to be Disbursed
9.8 Kabianga Girls Sec School	Completion of dormitory	9,200,000.00		Funds Yet to be Disbursed
9.11 Chepkutung Sec School	Completion of 6 classroom block	2,200,000.00		Funds Yet to be Disbursed
9.12 Chepkutung Sec School	Purchase of bus	10,892,000.00		Awaiting Funds
9.19 Getumbe Sec School	Bus balances	350,000.00		Reallocated
9.20 Borborwet Sec School	Bus balances	350,000.00		Re-allocated
10.1 Belgut TTI		150,477.00		
Proposed Kaboson Primary school	Construction of 2 classrooms		2,400,000	Disbursed
Proposed Sanga Primary School	Resubmitted to Cheptenye boys		1,000,000	Resubmitted
Simotwo Primary School	Construction of classroom		1,300,000	Disbursed
Chebaraa Primary School	Construction of classroom		1,200,000	Disbursed
Mobego Primary School	Construction of tuition block		3,000,000	Disbursed
Kiplalmat Primary School	Completion of Admin block		1,300,000	Disbursed
Kapleiymet Primary School	Purchase of land		300,000	Disbursed

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
Kapchebet B Primary School	Purchase of land		300,000	Disbursed
Sinonin Primary School	Construction of classroom		1,200,000	Disbursed
Chepkutbei Primary School	Resubmitted to Keben Pry		1,150,000	Resubmitted
Kesagetiet Primary School	Completion of Ramp and tution block		4,700,000	Disbursed
Itanda Primary School	Construction of Admin block		1,000,000	Disbursed
Keben Primary School	Renovations of classrooms		900,000	Disbursed
Kaborok Primary School	Completion of admin block		500,000	Disbursed
Itondo Primary School	Construction of admin block		1,000,000	Disbursed
Kabungungwo Primary School	Construction of admin block		1,000,000	Disbursed
Mereonik Primary School	Purchase of desks		200,000	Disbursed
KLB Books			950	
Proposed Cheptembe Day Secondary School	Construction of classrooms and pit latrine		3,100,000	Reallocated
Proposed Chemamul Girls Secondary School	Construction of tuition block		3,000,000	Yet to be Disbursed
Proposed MasutSotet Day Secondary School	Resubmitted to Cheptenye		1,200,000	Resubmitted
Chepkutung Secondary School	Completion of tution blcok		2,800,000	Disbursed

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
Chepkoton Girls Secondary School	Completion of hall		3,575,000	Disbursed
Cheptenye Boys Secondary School	Completion of dormitory		2,500,000	Disbursed
Kibingei Girls Secondary School	Completion of domitory		800,000	Disbursed
Kamaas Secondary School	Completion of laboratory		1,200,000	Disbursed
Teldet Secondary School	Completion of laboratory		2,700,000	Disbursed
Cheptororiet Secondary School	Completion of library		1,300,000	Disbursed
Kabianga Girls Secondary School	Completion of dormitory		2,000,000	Disbursed
Kapkitony Secondary School	Purchase of land		1,000,000	Disbursed
Belgut Taptugen Starehe Centre	Completion of 3 classrooms		1,800,000	Disbursed
Getumbe Secondary School	Bus balances		350,000	Reallocated
Borboorwet Secondary School	Bus balances		350,000	Reallocated
Belgut TTI			150,477	
Sub-Total		**72,138,910.00**	**50,276,427.45**	
Acquisition of assets				
11.1 Belgut Subcounty Police HQ and Station	Installation of grill, tank and booster pump	346,000.00		Awaiting funds

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
Seretut Chiefs Office	Construction of pit latrine	300,000.00		Awaiting Change of activity
Belgut Sub County Police HQ and Station	Completion of police station		2,056,642	Disbursed
Seretut Chiefs Office	Construction of pit latrine		300,000	Disbursed
Kipkoiyan Chiefs Office	Construction of pit latrine		200,000	Disbursed
DCC Residence	Fencing		150,000	Disbursed
Emergency	Emergency cases	1,606,359	618,804	Disbursed
Sports	Sports Activities		2,044,550	Disbursed
Roads and bridges		103,830	103,830	To be re-allocated
Bursary				
Secondary		1,588,206	3,324,480	**Yet to be disbursed**
Tertiary		861,657	1,429,388	**Yet to be disbursed**
Enviroment				
Kabianga Primary School	Purchase of energy saving Jiko	400,000	200,000	**Procurement stage**
Kaplemeiywet Primary School	Drainage		400,000	**Procurement stage**
Kaborok Pry School	tree planting	50,000		**Awaiting Approval**
Kapchebet B Primary School	Purchase of energy saving Jiko	200,000	200,000	**Procurement stage**

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
		5,456,052.25	**11,027,693.25**	
Others (*specify*)				
Strategic plan		**3,500,000.00**		
Acquisition of assets				
11.1 Motor Vehicles	saving from motor vehicle	370,000	370,000	Re-allocated to motorbike
11.2 Renovation of CDF office	office renovation and perimeter wall	3,220,862	20,862	Awaiting Funds
11.3 Purchase of furniture and equipment	office furniture	407,354	407,354	Awaiting Funds
11.4 Purchase of computers	office computers	1,150,000	-	Awaiting Funds
11.5 construction of Notice Board		1,000	1,000	
		5,149,216	**799,216**	
Oversight Committee Expenses(itemize)				
Travel Costs	To cater for COC expenses		60,000	
Advertising, Awareness and Publicity Campaigns	To cater for COC expenses		40,000	
COC Members Allowance	To cater for COC expenses		225,000	
Other COC expenses	To cater for COC expenses		100,000	
Refined Fuels and Lubricants for Transport	To cater for COC expenses		100,000	

Name	Brief Transaction Description	Outstanding Balance 2023-2024	Outstanding Balance 2022-2023	Comments
Sub-Total			525,000	
Funds pending approval	Unapproved AIA		177,000	
Funds pending approval	Unapproved AIA		248,000	
Funds pending approval	Unapproved AIA	425,000.00		
Grand Total		92,846,897	71,010,263	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost 2022-2023 (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2023-2024
Land	900,000			900,000
Buildings and structures	17,934,101			17,934,101
Transport equipment	10,200,000			10,200,000
Office equipment, furniture and fittings	1,657,050			1,657,050
ICT Equipment, Software and Other ICT Assets	695,700			695,700
Other Machinery and Equipment				
Intangible assets				
Total	**31,386,851**			**31,386,851**

Annex 5 –PMC Bank Balances as at 30th June 2024

Pmc	Bank	Account Number	Bank Balance 2023-2024	Bank Balance 2022-2023
Belgut Taptugen Starehe Boys Centre	Co-Operative Bank	0113960324500	857,469	
Chebirirbei Pry School	Co-Operative Bank	01139053890001	57,545.73	
Chebungungon Primary School	Co-Operative Bank	01139054187901	2,004,125	
Chemamul Mixed Day Sec School	Co-Operative Bank	01139604323400	1,604,230.50	
Chemoson Primary School	Co-Operative Bank	01139604169400	1,545,168.00	
Chepkutbei Primary School	Co-Operative Bank	01139752136700	1,353,508.05	
Chepnagai Primary School	Co-Operative Bank	01139604153600	126,907.55	
Cheptenye Boys Secondary School	Co-Operative Bank	01139753619300	3,765,369.40	
Cheptororiet Primary School	Co-Operative Bank	01141335689700	2,000,315.00	
Cheptororiet Secondary School	Co-Operative Bank	01139335036901	541,696.15	
Cheronget Primary School	Co-Operative Bank	01139054301702	99,746.50	
Itanda Primary School	Co-Operative Bank	01139752190000	867,866.00	
Itondo Primary School	Co-Operative Bank	01139603206900	981,091.00	
Kabianga Primary School	Co-Operative Bank	01139054409701	1,455,670.00	
Kaborok Girls Sec School	Co-Operative Bank	01139335219800	68,907.35	
Kaborok Primary School	Co-Operative Bank	01139752302000	4,828.90	

Pmc	Bank	Account Number	Bank Balance 2023-2024	Bank Balance 2022-2023
Kakiptui Primary School	Co-Operative Bank	01141752353000	564,375.00	
Kamaas Secondary School	Co-Operative Bank	01139603394300	302,807.50	
Kapchebet B Primary School	Co-Operative Bank	01139752069000	3,229.00	
Kapkitony Secondary School	Co-Operative Bank	01139752029500	1,230.00	
Kaplemeiywet Primary School	Co-Operative Bank	01139604997700	107,933.25	
Kapmaso Milimani Primary School	Co-Operative Bank	01139603201200	1,306,192.00	
Kapriro Primary School	Co-Operative Bank	01139078065200	1,002,025.75	
Kapsisiywo Primary School	Co-Operative Bank	01139752135800	1,012,185.00	
Kapsoiyo Primary School	Co-Operative Bank	01139752598800	1,671,474.00	
Keben Primary School	Co-Operative Bank	01139752217300	108,632.00	
Kesagetiet Primary School	Co-Operative Bank	01139474868700	440,656.35	
Kibingei Girls Secondary School	Co-Operative Bank	01139753218500	5,879.00	
Kiplalmat Primary School	Co-Operative Bank	01139604244200	101,829.00	
Kiptome Secondary School	Co-Operative Bank	01139753245200	99,746.00	
Koitalel Primary School	Co-Operative Bank	01141752349500	2,004,030.00	
Koiwalelach Primary School	Co-Operative Bank	01139752218600	210,226.00	
Machorwa Primary School	Co-Operative Bank	01139752275300	260,036.00	
Mereonik Primary School	Co-Operative Bank	01139752145500	1,200,563.00	

Pmc	Bank	Account Number	Bank Balance 2023-2024	Bank Balance 2022-2023
Mobego Primary School	Co-Operative Bank	01139603988900	2,529,320.40	
Samiytuk Primary School	Co-Operative Bank	01139752311700	30,173.30	
Seretut Primary School	Co-Operative Bank	01139752234600	502,691.85	
Simotwo Primary School	Co-Operative Bank	01139603110100	1,880,055.50	
Sinonin Primary School	Co-Operative Bank	01139752474100	472,932.00	
Teldet Secondary School	Co-Operative Bank	01139603255900	1,283,767.00	
Turkuito Primary School	Co-Operative Bank	01141753081800	2,702,010.00	
Barmei Primary School	Kcb Bank	1198686790	205,163.50	
Chebaraa Pry School	Kcb Bank	1183543395	206,732.25	
Chepkoton Girls Sec School	Kcb Bank	1136189696	202,685.00	
Chepkutung Sec School	Kcb Bank	1284329976	10,975.00	
Kabungungwo Pry School	Kcb Bank	1171480369	1,729,012.10	
Kapmaso Primary School	Kcb Bank	1233858327	48,357.00	
Kiptenden B Pry School	Kcb Bank	1286169917	121,007.00	
Masarian Primary School	Kcb Bank	1167628926	367,670.00	
Seretut Secondary School	Kcb Bank	1121502512	2,200,643.00	
Cheptembe Mixed Day Sec School	Equity Bank	280285053856	444,231	
Kaboson Primary School	Equity Bank	0280285263797	243,426.00	
Kaptoboiti Chiefs Office	Equity Bank	0280285504840	0.00	

Pmc	Bank	Account Number	Bank Balance 2023-2024	Bank Balance 2022-2023
Cheronget Primary Sch	Co-Operative Bank	1139054301702		8,607
Kaptebeswet Primary Sch	Co-Operative Bank	1139752316000		11,559
Kiptaldal Primary Sch	Co-Operative Bank	1139603023400		1,998
Chepkoin Primary Sch	Co-Operative Bank	1139603580400		863
Kapmaso Milimani Primary Sch	Co-Operative Bank	1139603201200		34,858
Chepnagai Primary Sch	Co-Operative Bank	1139604153600		797,535
Kapriro Primary School	Co-Operative Bank	1139078065200		53,026
Chemoson Primary Sch	Co-Operative Bank	1139604169400		895,719
Kiptome Primary Sch	Co-Operative Bank	1139752074300		12,535
Sinonin Primary Sch	Co-Operative Bank	1139752474100		1,503,705
Cheronget Secondary Sch	Co-Operative Bank	1139753202701		501,520
Kiletien Primary School	Co-Operative Bank	1141752475300		1,191,433
Cheribo Secondary Sch	Co-Operative Bank	1139077935601		1,650,366
Chepkosilen Secondary Sch	Co-Operative Bank	1141753173400		24,892
Cheptenye Boys High School	Co-Operative Bank	1139753619300		86,499
Kaborok Girls Secondary School	Co-Operative Bank	1139335219800		69,627
Kapchebet Girls Secondary Sch	Co-Operative Bank	1139604141000		1,536
Chemumbe Mixed Day Sec Sch	Co-Operative Bank	1100010902001		1,525,573

Pmc	Bank	Account Number	Bank Balance 2023-2024	Bank Balance 2022-2023
Susumwet Primary Sch	Co-Operative Bank	1139752110500		567,494
Seretut Primary Sch	Co-Operative Bank	1139752234600		2,692
Kaplutiet Primary Sch	Co-Operative Bank	1139753539100		2,790
Sosiot Girls Sec Sch	Kcb Bank	1262685583		840
Kiptenden B Primary Sch	Kcb Bank	1286169917		1,298
Itembe Primary Sch	Kcb Bank	1286020018		3,431
Kapmaso Secondary Sch	Kcb Bank	1212276655		145,607
Kaborok Day Secondary Sch	Kcb Bank	1172102104		20,083
Chebaraa Primary Sch	Kcb Bank	1183543395		16,856
			42,918,344	**9,132,939**

Annex 6: Progress On Follow Up of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor and subsequent progress made on the resolution of the issues.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
	Statement of assets and liabilities reflects net financial assets balance of Kshs 2,233,779 which includes nil balance in respect of gratuity and as disclosed in Note 14B and Annex 2 to the financial statements. Review of Note 14B reflects nil balance gratuity and balance of Ksh. 526,087 in respect off comparative balance which paid out during the year. However, the gratuity paid was not supported with payment vouchers and compensation schedule in respect of the individual gratuity to staff. Further, the human resource and appointment letters revealed that the staffs are on contract terms of engagement	The nil balance is as a result of absence of a deposit account which the constituency is yet to acquire an authority to open it so that monthly gratuity can be deposited in that account. A request letter has been made to the board and a copy of the same has been availed for review. Payment of the gratuity amounting to Ksh. 526,087 was paid vide voucher no. 44 and cheque no 15164 herewith attached. The staff were paid at the end of the contract period since they had a contract that was running from 16th March 2022 to 17th January 2023. Copies of their	Unresolved	December 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
	and the contract had come to an end. This is contrary to Paragraph 14.8 of significant accounting policies adopted in the preparation of the financial statements on accounts payable which recognizes gratuity earned on monthly to be held on behalf of the employee and later paid at the end of the contract period. In the circumstances, the accuracy and completeness of the balance of Kshs. 2,233,779 in respect of net financial assets could not be confirmed	appointment letters are have been availed.		
	The statement of assets and liabilities reflects balance of Kshs.2, 233,779 in respect of cash and cash equivalents and as disclosed in Note12A to the financial statements. However, review of the bank reconciliation statement for the account for the month of 30 June, 2022 reflects unpresented cheques totaling to Kshs.	The above stated amount was part of the retention amount for the aforementioned merchant, who was constructing the police station. These cheques were written to hold the retention safe until the due date for payment. However reversals were made and a new cheque issued to the contractor (attached are copies of	Unresolved	December 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
	13,268,651 out of which Kshs.298, 383 were stale. These cheques had not been reversed in the cashbook and no explanation was provided for the anomaly. In the circumstance, the accuracy and completeness of cash and cash equivalent balance of Kshs.2, 233,779 could not be confirmed	the CB and bank statement. showing the same)		
	The statements of assets and liabilities reflects comparative prior year adjustment of Kshs. 1,400,000 and as disclosed in Note 16 to the financial statements. However, the details and the year the error occurred has not been provided for audit review. This is contrary to the International Public Sector Accounting Standards No 3 which requires that the amount of correction of an error that relates to prior period should be reported by adjusting the opening balance of	These were project cheques that had gone stale and could not be issued in that state. The projects are Chebirirbei Primary School Ksh 1,200,000 and Kipkoiyan Chiefs office Ksh 200,000 however new cheques were issued as per the attached copy of the CB and bank statement. The disclosure has also been made on the financial statement	Unresolved	December 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
	accumulated surplus or deficit or restating the opening balance of assets and liabilities and net assets/equity for the earliest prior period. Further supporting documentations documents including journals were not provided for audit review. In the circumstances, accuracy and completeness of the prior year adjustment of Kshs.1, 400,000 reflected in the statement could not be confirmed			
	The statement of receipts and payments reflects use of goods and services of an amount of Kshs. 3,692,949 that includes an amount of Kshs. 408,927 in respect of routine maintenance-vehicles and other transport equipment and as disclosed in note 6 to the financial statements. However, the payments in respect of vehicle repairs and maintenance were	The voucher may have been miss filed but has availed for audit verification. Work tickets and inspection reports has also been provided for verification	Unresolved	December 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
	not supported with requisition by user department, pre and post inspection reports and work tickets. In the circumstances, the propriety, accuracy and completeness of the expenditure in respect of routine maintenance vehicles and other transport equipment of an amount of Kshs 408,927 could not be confirmed.			
	The statement of receipts and payments reflects use of goods and services of an amount of Kshs. 3,692,949 that includes an amount of Kshs. 703,330 in respect of fuel, oil and lubricants and as disclosed in note 6 to the financial statements. However, the supporting documents including detail orders, fuel	The said documents i.e. detail orders, fuel register, work tickets, fuel statements and Local Purchase Orders has been availed for audit verification.	Unresolved	December 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
	register, work tickets, fuel statements and Local Purchase Orders were not provided for audit review. In the circumstances, the propriety, accuracy and completeness of the expenditure in respect of routine maintenance vehicles and other transport equipment of an amount of Kshs 408,927 could not be confirmed			
	The statement of receipts and payments reflects other grants and transfers of an amount of Kshs. 46,813,444 that includes amounts of Kshs.9,550,000 and Kshs.28,009,370 and and nil amounts in respect of bursary – secondary schools, bursary-tertiary institutions and bursary-special schools respectively as disclosed in Note 8 to the financial statements. However, review of the supporting expenditure schedule revealed	The board has only two categories of bursary i.e. tertiary and secondary schools. This means the special schools had to be treated as secondary schools while reporting on the financial statement	Unresolved	December 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: *(Resolved / Not Resolved)*	Timeframe: *(Put a date when you expect the issue to be resolved)*
	that payments totaling to Kshs. 199,000 relating to bursary special schools were classified as Bursary - Secondary schools. No satisfactory reasons were provided contrary to the reporting template In the circumstances, the accuracy and completeness of the nil amounts in respect of transfers to special schools could not be confirmed.			

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Name Sharon Kapto
Fund Account Manager.