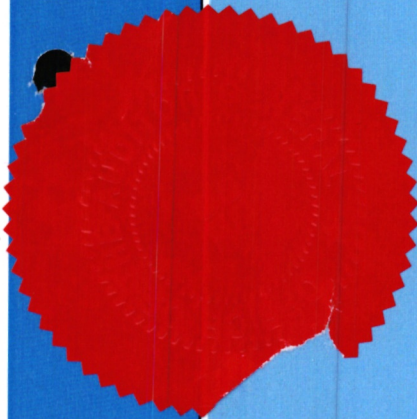


REPUBLIC OF KENYA



Enhancing Accountability



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REPORT

THE NATIONAL ASSEMBLY
PAPERS TAID

DATE: 10 NOV 2021 DAY: Wed AM.

ORDERED BY: Majority Whip Hon Warguë

CLERK-AT THE-TABLE: M. Mado

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND -
KESSES CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2019**

10/10/10



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND -KESSES
CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KESSES, CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

- a) Recognize the constituency as a platform for 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 realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) 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;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KESSES CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

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.

(b) Key Management

The NGCDF KESSES Constituency 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 2019 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Gloria Mwasi
2.	Sub-County Accountant	Mary Waa
3.	Chairman NGCDFC	Joseph Rop
4.	Member NGCDFC	Stephen Kosgei

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NGCDF -KESSES Constituency. The reports and recommendation of ARMC when adopted by the NGCDF Board are forwarded to the Constituency Committee for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

(e) NGCDF KESSES Constituency Headquarters

P.O. Box 6742- 30100
Annex Off Mti Moja Access Road
Eldoret Nakuru Highway
Eldoret, KENYA

(f) NGCDF KESSES Constituency Contacts

Telephone: (254) 777674200
E-mail: cdfkesses@ngcdf.go.ke
Website: www.go.ke

(g) NGCDF KESSES Constituency Bankers

1. Cooperative Bank of Kenya
Eldoret Nakuru Highway
P.O. Box 2948
Eldoret, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

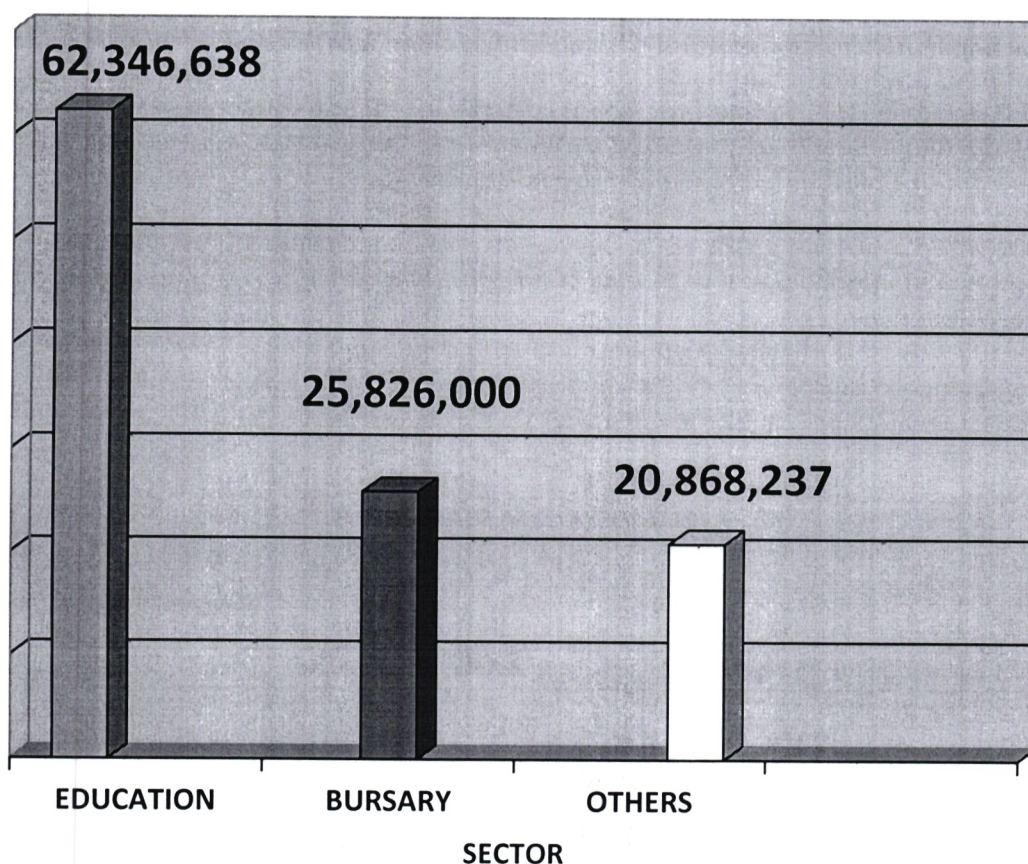
II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

It is with great pleasure to present to you the NG-CDF Kesses financial statements for the year ended 30th June 2019. The 2018/19 financial year has seen many development projects being undertaken in various schools across the constituency. To improve performance of students by ensuring that every learner is in school, the constituency issued bursaries more than Kshs. 40million which was allocation for the last financial year and part of 2017/18 financial year. Schools infrastructure has been improved in many ways, including renovation of existing classrooms, construction of new classrooms, libraries, laboratories and toilets to improve sanitation.

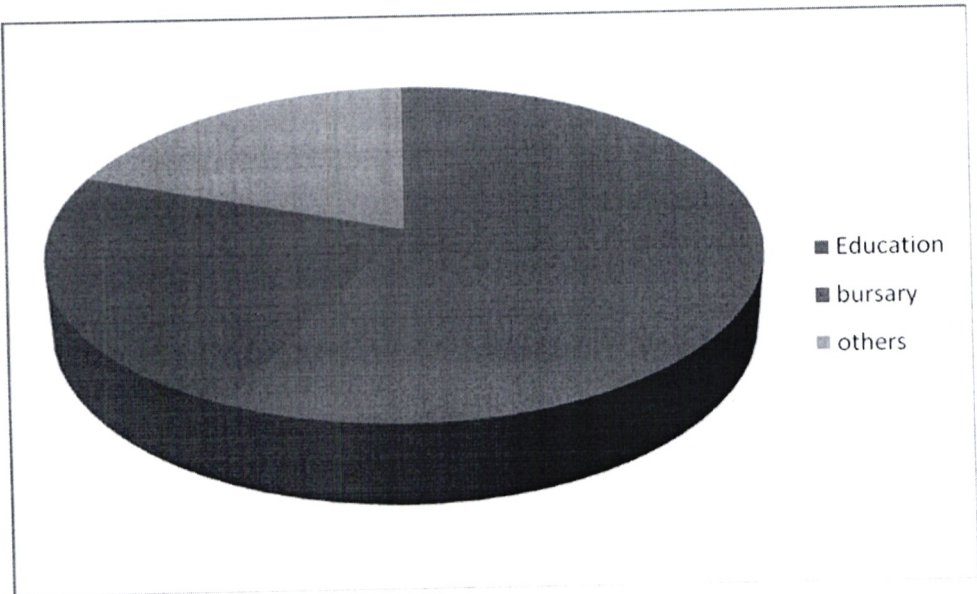
The constituents have really appreciated the work done so far using the NG-CDF funds and wish that the allocation could be increased in future years so that more development can be achieved.

The graph below shows the allocated funds during the financial year in the different sectors

FUNDS ALLOCATED FY2018/19



Funds allocation in 2018/19



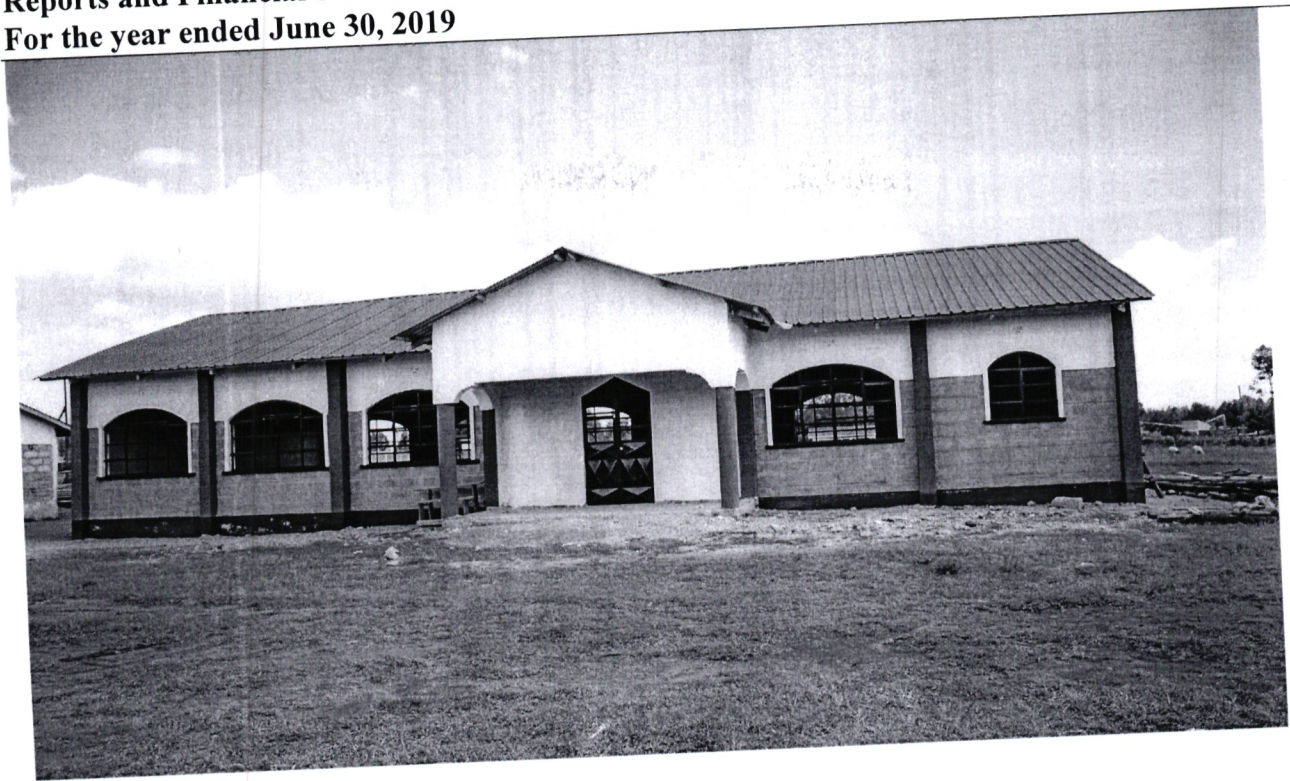
Major Achievements

The entity has been able to achieve a lot during the 2018/19 financial year. Classrooms have been constructed, toilets, libraries, laboratories among others.

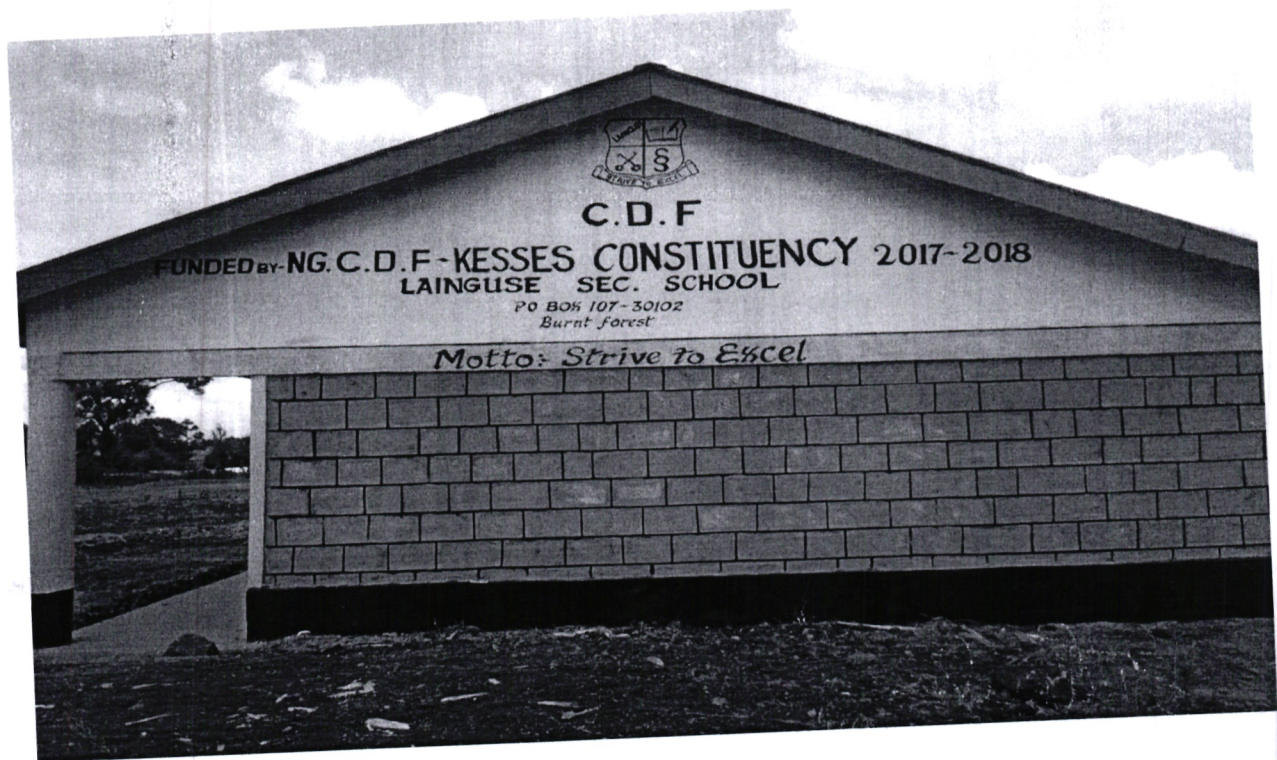


Oasis Primary School Modern toilets for teachers

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KESSES CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**



Oasis Primary School on-going construction of library



Lainguse Secondary School Construction of one classroom

Challenges

Several challenges have been encountered by the entity. First, there has been delay in receipt of funds from NG-CDF Board therefore delaying projects implementation. The delay was occasioned by slow implementation of two major projects being supervised by the NG-CDFC that is NG-CDF Office and strategic plan. Initially the committee had requested for re-allocation of the funds but was declined. However, the committee has been able to develop the plan and launched it in a colourful event. The NG-CDF Office is under construction and is 40% complete.

The constituency is very vast with more than one hundred schools which all need funds for improvement of infrastructure. This has been a challenge since it has seen piece meal allocation of funds so that many of the institutions benefit. With the development and launch of the strategic plan, the NG-CDF committee has now embarked on identifying very needy and priority institutions for funding to ensure that enough funds are given to schools for completion of projects within one or two financial years so that constituents can have a feel of the impact of the projects.

Within the constituency there are some unregistered schools. Non-registration of the schools has delayed in implementation of the projects. However, the committee is working closely with the Sub-county Education office to ensure that the schools are registered.

Sign



CHAIRMAN NGCDF COMMITTEE

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KESSES CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

III. STATEMENT OF ENTITY 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-KESSES 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, 2019. 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-KESSES 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 *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-KESSES Constituency further confirms the completeness of the accounting records maintained for the *entity*, 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.

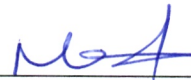
The Accounting Officer in charge of the NGCDF-KESSES Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity'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-KESSES Constituency financial statements were approved and signed by the Accounting Officer on 30/9/2019 2019.



Fund Account Manager
Name: Gloria Wandoe Mwasi

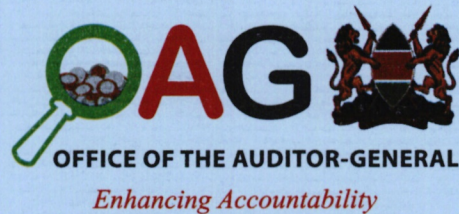


Sub-County Accountant
Name: Mary Kalulu Waa
ICPAK Member Number:7312



REPUBLIC OF KENYA

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Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KESSES CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kesses Constituency set out on pages 9 to 46, which comprise the statement of assets and liabilities as at 30 June, 2019, and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined 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 National Government Constituencies Development Fund - Kesses Constituency as at 30 June, 2019, 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1.0 Unconfirmed Project Management Committee Bank Balances

Note 15.4 to the financial statements reflects project management committee bank account balance of Kshs.22,876,011 in respect of unutilized funds held by project management committees. However, Management did not provide bank reconciliation statements for audit review.

Consequently, the accuracy and completeness of the project management committee bank balances of Kshs.22,876,011 could not be confirmed.

2.0 Unconfirmed Ownership of Motor Vehicle

The statement of receipts and payments reflects acquisition of assets of Kshs.5,469,600 and as shown under Note 8 to the financial statements, in respect to purchase of a motor vehicle. Available records indicate that the CDF Management purchased a Toyota Hilux

Double Cab on 16 January, 2019 vide payment voucher no. 1970 and the vehicle was delivered on 01 February, 2019 after pre-delivery inspection by the Ministry of Transport. However, the motor vehicle registration log book was not provided for audit verification.

In the circumstances, the ownership of the vehicle could not be confirmed.

3.0 Abandoned Motor Vehicle

Included in the summary of fixed assets register figure of Kshs.10,760,685 disclosed under Annex 4 to the financial statement is Kshs.4,800,000 being the cost of a Land Rover Puma which was purchased on 12 May, 2014. Available records indicate that the vehicle developed mechanical problems and was taken for repairs after inspection by the Ministry of Transport on 13 July, 2016. After repairs, the vehicle was released for testing and it again developed a mechanical problem. However, the Management of the garage demanded payment of Kshs. 557,727, being the cost of the initial repairs before any further work could be done. The Complaints Resolution Committee vide minute No. Kesses NGCDFC/02/6 May 2019, based on the estimated cost of repairs of Kshs.3,191,730 by the mechanical inspection, resolved not to pay the garage. The Management cited lack of an LSO and inspection report from the mechanical department for failure to pay.

Further, the motor vehicle registration log book and the last work ticket were not provided for audit verification.

In the circumstances the existence of the vehicle could not be confirmed.

4.0 Inaccuracies in the Fixed Assets Register

Annex 4 to the financial statements reflects a summary of fixed assets register with a historical cost of Kshs.10,760,685 as at 30 June, 2019. However, a review of assets register availed for audit review revealed that fifteen (15) assets did not have their respective cost values indicated. Five (5) of the assets had been transferred from the CDF Board while ten (10) were inherited from former CDF Board.

Consequently, the accuracy and the completeness of the fixed assets cost of Kshs.10,760, 685 as 30 June, 2019 could not confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund - Kesses Constituency in accordance with ISSAI 130 on 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.

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

1.0 Budgetary Control and Performance

During the year under review, Kesses CDF had approved budget of Kshs.191,117,162 comprised of a development budget of Kshs.115,926,130, bursary of Kshs.45,507,046 and recurrent budget of Kshs.29,683,986. The Fund had actual receipts of Kshs.135,676,286, resulting in underfunding of Kshs.55,440,876 or 29%.

During the same period, the Fund incurred an expenditure of Kshs.110,970,130 or 58% of the approved budget of Kshs.191,117,162 resulting to underutilization of Kshs.80,147,032 or 42%.

The under absorption and underutilization of the approved budget is an indication that activities and projects in the annual work plan were not implemented by the CDF Management which negatively affected service delivery to the residents of Kesses Constituency.

2.0 Unresolved Prior Year Matters

2.1 Unsupported Expenditure

As previously reported, transfers to other government units figure of Kshs.50,470,000 comprised of transfers to primary schools' figure of Kshs.27,370,000, transfers to secondary schools amount of Kshs.22,900,000 and to health institutions amount of Kshs.200,000, to fund various projects that were to be implemented by project management committees. However, the actual expenditure returns together with supporting documents and acknowledgement letters from the respective project management committees provided for audit verification accounted for only Kshs.900,000 leaving Kshs.49,570,000 un-supported.

Under the circumstances, it was not possible to confirm whether the total transfers of Kshs.49,570,000 was actually received by the institutions and utilized towards the planned projects during the year under review.

2.2 Renovation of Classrooms at Cheptiret Primary School

As previously reported in 2017/2018, included in the transfers to other government units figure of Kshs.50,470,000 was an amount of Kshs.27,370,000 in respect of transfer to primary schools out of which an amount of Kshs.350,000 was disbursed to Cheptiret Primary School for renovation of 20 classrooms. The works to be done included painting the roofs, plastering floors and replacement of window panes. However, an audit inspection of the project in June 2018 revealed that, although the renovation works were complete, floors of three (3) classrooms had major cracks which was an indication of poor workmanship. In addition, completion certificate and handing over report were not availed for audit review.

Consequently, the propriety of the expenditure of Kshs.350,000 incurred on renovation of the classrooms could not be confirmed.

2.3 Unaccounted for Fuel

As previously reported in the year 2017/2018, an amount of Kshs.389,942 was paid to a petroleum dealer for the supply of fuel in bulk. However, quotations, evaluation and

award minutes, fuel register, supplier statement and work tickets showing how the fuel purchased was utilized were not availed for audit review.

Consequently, the propriety of the expenditure of Kshs.389,942 on fuel could not be confirmed.

2.4 Loan Repayment for School Bus (Queen of Peace High School-Rukuini)

As previously reported, the CDF Committee allocated and disbursed Kshs.1,000,000 for the Construction of a multipurpose dining hall at Queen of Peace High School-Rukuini. Later on, the NG-CDF Board re-allocated the funds to the repayment of an outstanding loan which had been used to purchase a school bus after the school requested for change of activity.

Available information indicated that, the school bus project was a joint project between the parents and NGCDF at a cost of Kshs.6,100,000. The NG-CDF was to contribute Kshs.4,000,000 while parents had already contributed Kshs.1,000,000. Subsequently, the NGCDFC disbursed the funds in two tranches of Kshs.2,000,000 each to the project account.

Further, the school obtained a loan of Kshs.4,100,000 from Family Bank in Eldoret in November, 2014, under the following conditions;

Total cost of the unit (Bus)	Kshs.6,100,000.00
Customer contribution (Down Payment)	Kshs.2,000,000.00
Balance payable by Family Bank	Kshs.4,100,000.00

Although physical verification confirmed that the existence of the bus and in good condition, the following unsatisfactory matters were noted;

- (i) Management of the school obtained a loan of Kshs.4,100,000 although parents had already contributed Kshs.1,000,000 and the NG-CDFC had approved a further disbursement of Kshs.2,000,000 in the following school term.
- (ii) The PMC maintained two bank accounts (Family bank and KCB) contrary to NGCDF Regulations.
- (iii) The expenditure of the last disbursed tranche of Kshs.2,000,000 and Kshs.1,000,000 contributed by parents were not confirmed.
- (iv) The logbook of the school bus is registered jointly in the names of the school and Family bank.
- (v) Repayment of loans is not among the Nation Government functions as defined under Section 24 of the National Government Constituencies Development Fund Act, 2015 and Section11 (1)(e) of the NGCDF Regulation, 2016.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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

1.0 Non-Implementation of Projects

During the year under review, the CDF Management allocated Kshs.115,926,130 for development projects, out of which Kshs.66,171,538 or 57% of the development allocation was not utilized as at 30 June, 2019 as summarized below;

Development Item	Budget (Kshs.)
Construction of Primary Schools	21,524,000
Construction Secondary Schools	29,146,321
CDF Office Construction	9,124,190
Others	6,377,027
Total	66,171,538

The undisbursed funds had been allocated to 48 projects mainly for construction of CDF Office Kshs.9,124,190, construction of Racecourse Secondary School administration block Kshs.7,010,344 and Seiyo Secondary school Kshs.3,012,659. The details of the projects not implemented during the year are shown in **Appendix I**.

Failure to fund the projects to completion means that the purpose for which these projects were intended will not be achieved.

2.0 Bursary to Tertiary Institutions

Included in the other grants and transfers figure of Kshs.51,482,872 and as shown under Note 7 is bursary disbursements to tertiary institutions totalling Kshs.20,289,000, out of which Kshs.10,000,000 was disbursed to Eldoret National Polytechnic for the purpose of training 700 needy youth to acquire specialized skills through vocational and technical training. The details are provided below:

Date	Payee	P.V No.	Cheque. No.	Amount (Kshs.)
11.10.18	Eldoret National Polytechnic	1957	4441	3,040,000
13.03.19	Eldoret National Polytechnic	2015	4793	7,000,000
	Total			10,040,000

According to minute No. Kesses NG-CDFB/02/28 of September 2018, the committee proposed that the scholarships were to be paid partly by the CDF and the balance by Hon. Dr. Swarup Mishra Foundation. Further, it was confirmed that the committee approved and awarded the students bursaries of Kshs.10 million as part payment for the fees for 700 students.

Further, on 9 October 2018 Eldoret National Polytechnic vide Ref. No. TENP/REG/02/Vol.1 requested Kesses CDF Office to pay Kshs.25,888,300 for 700 students who had reported in the college.

However, there was no letter of commitment written by Dr. Swarup Mishra Foundation to the CDF on co funding of the students and showing actual amount the foundation would pay.

Consequently, the Management did not adhere to Section 49 of the NG-CDF Act, 2015 that requires management to define part of the project funded by the NG-CDF to its completion.

3.0 Delayed Completion and Equipping of Laboratory at Chagaiya Secondary

The National Government Constituencies Development Fund Committee (NGCDFC) allocated and disbursed Kshs.300,000 for completion and equipping of the laboratory, including installation of lab fittings, pipes, plastering, shelves, apparatus and painting work. Physical verification of the project revealed that completion works had not started.

Under the circumstances, the objective of the project has not been achieved and no value for money has been obtained.

4.0 Project not Started at Chagaiya Secondary School

The National Government Constituencies Development Fund Committee (NGCDFC) allocated and disbursed Kshs.200,000 for the completion of a 4 door girl's latrine. However, during the physical verification of the project, it was noted that, the works had not started. Under the circumstances, the objective of the project has not been achieved and no value for money has been obtained.

5.0 Purchase of School Bus for Kuiluget Secondary School

As previously reported in 2017/2018, an amount of Kshs.2,250,000 was disbursed to Kuiluget Secondary School towards the purchase of a school bus. As reported in 2016/2017, Kshs.3,000,000 was disbursed to the school for purchase of a school bus bringing the total disbursements to Kshs.5,250,000. The Project Management Committee (PMC) invited quotations for the purchase of a 33 seater luxury body bus and the evaluation done on 26 May 2016. According to the evaluation minutes, four (4) bidders submitted quotations after which the tender was awarded to the second highest bidder to supply the school bus at cost of Kshs.5,020,000 excluding insurance. Subsequently, three (3) instalments of Kshs.995,000 each, all totalling to Kshs.2,985,000 were made to the firm indicated as deposit for the purchase of a 51 seater bus. Available information revealed that on 23 December 2016, the motor company wrote to the school informing the management that the 51 seater bus Isuzu FRR was ready for branding/registration and need to pay the balance of Kshs.3,251,720 out of the price of Kshs.6,236,720 and insurance for one year amounting to Kshs.264,969.

However, the tender documents including, tender opening minutes, notification and acceptance letters, signed contract agreement, and performance bond guarantee were not availed for audit verification.

Further, the Management did not provide any information including CDFC approval of variation from a 33-seater bus costing Kshs.5,020,000 to a 51 seater costing Kshs.6,236,720, a variation of Kshs.1,216,7209 or 24% contrary to Section139(1) (4)(b) of the Public Procurement and Asset Disposal Act, 2015.

Though the management has provided a copy of the log book to confirm ownership of the bus by the school, the log book indicates that the bus is a 33-seater instead of a 51-seater bus. However, the management has not explained this discrepancy.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

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

The audit was conducted in accordance with ISSAI 2315 and ISSAI 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 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 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 sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the Management is aware of the intention to terminate the Fund or to cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

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 are in compliance 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 the entity 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 governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. 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 and weakness 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 addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, 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 accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control 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 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the

National Government Constituencies Development Fund - Kesses Constituency policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern or to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern or to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

01 October, 2021

Appendix I: Unutilized Funds

No	Project name	Activity	Amount (Kshs.)
	Primary Schools		
1	Asururiet Primary School	Renovation of four classrooms	400,000
2	Sugunanga Primary School	Construction of one classroom and four door toilet	1,000,000
3	Sosiani Primary School	Renovation of 6 classrooms; floor repair, plaster, ceiling, windows & doors repair, painting.	2,500,000
4	Oasis Primary School	Construction of modern toilets for pupils with septic tank.	1,680,000
5	Oasis primary School	Electrical wiring of 7 classrooms	294,000
6	Nabkoi Boys Boarding Primary School	Completion of dormitory: Walling, roofing, plaster, floor, doors and windows.	1,000,000
7	Koiluget Primary School	Completion of dormitory; plaster, ceiling, plumbing, electrical works, floor, doors, windows, painting	1,000,000
8	Asururiet Primary School	Construction of one classroom to completion.	800,000
9	Murgor Primary School	Construction of one classroom to completion.	800,000
10	AIC Rev. Mesis Primary School	Construction of one classroom to completion.	800,000
11	AIC Ruman Chebaiwo Primary School	Construction of one classroom to completion.	800,000
12	Kondoo Farm Nine Primary School	Construction of one classroom to completion.	800,000
13	Boror Primary School	Construction of dormitory: foundation, walling, roofing	800,000
14	Tumoge Primary School	Completion of administration block: plastering, windows, doors, floor, ceiling, electrical works painting.	800,000
15	Moi chuiyat Primary School	Completion of administration block: plastering, windows, doors, floor, ceiling, electrical works painting.	1,100,000
16	Chesunet Primary School	Completion of administration block: plastering, floor, ceiling, electrical works painting.	600,000
17	Lingwai Primary School	Completion of 1 classroom; plaster, floor, windows, door, painting	200,000
18	Chuchuniat Primary School	Construction of one classroom to completion.	800,000
19	Kerita Tulwet Primary School	Construction of one classroom to completion.	800,000
20	Rehema Primary School	Construction of one classroom to completion.	800,000
21	Saroiyot Primary School	Construction of one classroom to completion.	800,000

Report of the Auditor-General on National Government Constituencies Development Fund - Kesses Constituency for the year ended 30 June, 2019

No	Project name	Activity	Amount (Kshs.)
	Primary Schools		
22	Kerita Primary School	Renovation of 5 classrooms; floor repair, plaster, ceiling, windows & doors repair, painting.	500,000
23	Kerita Kosyin Primary School	Completion of dormitory; roofing, plaster, ceiling, plumbing, electrical works, floor, doors, windows, painting	1,500,000
24	Chemenei Primary School	Renovation of 5 classrooms; floor repair, plaster, ceiling, windows & doors repair, painting.	500,000
25	Tarakwa Primary School	Completion of dormitory; floor, plaster, wiring, painting	450,000
	Sub-Total		21,524,000
	Secondary Schools		
	Project Name	Activity	Amount
26	Koitebes Secondary School	construction of six door toilet	600,000
27	Racecourse Secondary School	Construction of storey administration block	7,010,344
28	Barekeiwo Secondary School	Completion of administration block; roofing, plaster, windows, doors, ceiling, electrical works	1,450,000
29	Bishop Muge Secondary School	Completion of administration block	2,600,000
30	Tarakwa Secondary School	Completion of dormitory;	2,200,000
31	Matharu Secondary School	Construction of 1 classroom to completion.	800,000
32	Chagaiya Secondary School	Completion of laboratory	1,000,000
33	St. Mark Teldet Secondary School	Completion of twin laboratory; plaster, plumbing, ceiling, electrical works, painting	1,000,000
34	Lingway Secondary School	Completion of laboratory;	1,386,659
35	AIC Tulwet Secondary School	Completion of laboratory	1,000,000
36	Bindura Secondary School	Completion of laboratory; plaster, ceiling, plumbing works, gas piping, painting	1,000,000
37	Chepkoiyo Secondary School	Completion of administration block	1,000,000
38	AIC Kaptumo Secondary School	Completion of laboratory;	1,000,000
39	Kerita Day Secondary School	Completion of library	1,000,000
40	Saroiyot Secondary School	Construction of laboratory; foundation and walling to lintel level	1,000,000
41	AIC Isaac Kosgei Secondary School	Construction of dormitory and ablution block	1,000,000

No	Project name	Activity	Amount (Kshs.)
	Primary Schools		
42	R.C.E.A Seiyo Secondary School	Construction of storey administration.	3,012,659
43	Rehema Secondary School	Construction of laboratory; walling, roofing, plaster, doors, windows	1,086,659
	Sub-Total		29,146,321
	Others		
44	Office Construction		9,124,190
45	Constituency Innovation Hubs		4,677,027
46	Office Furniture		1,350,000
47	Constituency Motorcycle		350,000
	Sub-Total		<u>15,501,217</u>
	Total		66,171,538

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KESSES CONSTITUENCY**


Reports and Financial Statements

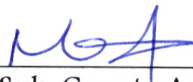
For the year ended June 30, 2019

IV. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED JUNE 30, 2019

	Note	2018 - 2019 Kshs	2017 - 2018 Kshs
RECEIPTS			
Transfers from CDF board	1	108,784,483	83,953,447
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	45,000	-
TOTAL RECEIPTS		108,829,483	83,953,447
PAYMENTS			
Compensation of employees	4	3,234,102	1,316,830
Use of goods and services	5	7,422,068	3,215,402
Transfers to Other Government Units	6	40,546,661	54,516,424
Other grants and transfers	7	51,482,872	4,275,307
Acquisition of Assets	8	5,469,600	
Other Payments	9	2,814,827	
TOTAL PAYMENTS		110,970,130	63,323,963
SURPLUS/DEFICIT		(2,140,647)	20,629,484

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-KESSES Constituency financial statements were approved on 30/9/2019 and signed by:


Fund Account Manager
Name: Gloria Wandoe Mwasi

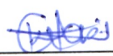

Sub-County Accountant
Name: Mary Kalulu Waa
ICPAK Member Number:7312

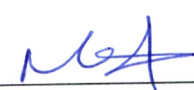
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 KESSES CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

V. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2019

	Note	2018-2019 Kshs	2017-2018 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	24,706,156	26,846,803
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		24,706,156	26,846,803
Current Receivables			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		24,706,156	26,846,803
FINANCIAL LIABILITES			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		-	-
NET FINANCIAL ASSETS		<u>24,706,156</u>	<u>26,846,803</u>
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	26,846,803	4,386,789
Surplus/Deficit for the year		(2,140,647)	20,629,484
Prior year adjustments	14	-	1,830,530
NET LIABILITIES		<u>24,706,156</u>	<u>26,846,803</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-KESSES Constituency financial statements were approved on 30/9/2019 2019 and signed by:


 Fund Account Manager
 Name: Gloria Wandoe Mwasi


 Sub-County Accountant
 Name: Mary Kalulu Waa
 ICPAK Member Number:7312

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KESSES CONSTITUENCY**

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For the year ended June 30, 2019

VI. STATEMENT OF CASHFLOW FOR THE YEAR ENDED JUNE 30, 2019


CASH FLOWS FROM OPERATING ACTIVITIES			2018 - 2019	2017 - 2018
Receipts				
Transfers from CDF Board	1		108,784,483	83,953,447
Other Receipts	3		45,000	
Total Receipts			108,829,483	83,953,447
Payments				
Compensation of Employees	4		3,234,102	1,316,830
Use of goods and services	5		7,422,068	3,215,402
Transfers to Other Government Units	6		40,546,661	54,516,424
Other grants and transfers	7		51,482,872	4,275,307
Other Payments	9		2,814,827	-
Total Payments			105,500,130	63,323,963
Total Receipts Less Total Payments			3,328,953	20,629,484
Adjusted for:				
Outstanding Imprest	11	-		
Retention	12A	-		
Gratuity Payable	12B	-		
Prior Year adjustment	14	-		1,830,530
Net Adjustments			-	-
Net cash flow from operating activities			3,328,953	22,460,014
CASHFLOW FROM INVESTING ACTIVITIES				
Proceeds from Sale of Assets	2		-	-
Acquisition of Assets	8		(5,469,600)	
Net cash flows from Investing Activities				
NET INCREASE IN CASH AND CASH EQUIVALENT			(2,140,647)	22,460,014
Cash and cash equivalent at BEGINNING of the year	13		26,846,803	4,386,789

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KESSES CONSTITUENCY**


**Reports and Financial Statements
For the year ended June 30, 2019**

Cash and cash equivalent at END of the year			24,706,156	26,846,803
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The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-KESSES Constituency financial statements were approved on 30/9/2019 and signed by:



Fund Account Manager
Name: Gloria wandoe Mwasi



Sub-County Accountant
Name: Mary Kalulu Waa
ICPAK Member Number:7312

Reports and Financial Statements

For the year ended June 30, 2019

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	109,040,876	82,031,286	191,072,162	135,631,286	55,440,876	71.0%
Proceeds from Sale of Assets			-		-	
Other Receipts- AIA		45,000	45,000	45,000	-	100.0%
TOTAL RECEIPTS	109,040,876	82,076,286	191,117,162	135,676,286	55,440,876	71.0%
PAYMENTS						
Compensation of Employees	3,460,732	1,778,010	5,238,742	3,234,102	2,004,640	61.7%
Use of goods and services	5,836,436	2,641,300	8,477,736	7,422,068	1,055,668	87.5%
Transfers to Other Government Units	62,346,638	25,970,345	88,316,983	40,546,661	47,770,322	45.9%
Other grants and transfers	35,697,070	29,585,414	65,282,484	51,482,872	13,799,612	78.9%
Acquisition of Assets	1,700,000	14,424,190	16,124,190	5,469,600	10,654,590	33.9%
Other Payments		7,677,027	7,677,027	2,814,827	4,862,200	36.6%
TOTAL	109,040,876	82,076,286	191,117,162	110,970,130	80,147,032	58.1%
SURPLUS/DEFICIT	0	0	0	24,706,156	24,706,156	0

Reports and Financial Statements


For the year ended June 30, 2019


(a) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

- i. Under utilization of funds was brought about by delay in receipt of funds from Ng-cdf Board
- ii. The first tranche of funds received for 2018/19 financial year was allocated to bursary, administration and monitoring and evaluation and little funding for projects hence significant underutilization on transfer to other government entities.
- iii. Underutilization on acquisition of assets is due to delayed procurement process as a result of delayed re-allocation communication.

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

The NGCDF-KESSES Constituency financial statements were approved on 30/9/2019 and signed by:


 Fund Account Manager
 Name: Gloria Wandoe Mwasi


 Sub-County Accountant
 Name: Mary Kalulu Waa
 ICPAK Member Number: 7312

Reports and Financial Statements

For the year ended June 30, 2019

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	2018/2019	2018/2019
	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration					
Employees' Salaries	3,460,732	1,778,010	5,238,742	3,234,102	1,570,070
Goods and Services	1,609,380	1,906,300	3,515,680	3,124,768	390,912
Committee Expenses	1,128,000		1,128,000	1,128,000	-
Sub-Total	6,198,112	3,684,310	9,882,422	7,486,870	1,960,982
2.0 Monitoring and Evaluation					-
Goods and Services					
Committee Expenses	2,010,056	-	2,010,056	1,843,500	166,556
Capacity Building of NG-CDFs/PMCs	1,089,000	735,000	1,824,000	1,325,800	498,200
Sub-Total	3,099,056	735,000	3,834,056	3,169,300	664,756
3.0 Emergency					-
Emergency	5,738,993	1,630,000	7,368,993	2,630,000	4,738,993
Sub-Total	5,738,993	1,630,000	7,368,993	2,630,000	4,738,993

for the year ended June 30, 2019

4.0 Bursary and Social Security Programme					
Bursary Secondary Schools	15,826,000	13,799,660	29,625,660	29,441,200	184,460
Bursary Tertiary Schools	10,000,000	5,681,386	15,681,386	14,737,704	943,682
Bursary Special Schools	-	-	-	-	-
Social Security Programmes - NHIF	-	-	-	-	-
Sub-Total	25,826,000	19,481,046	45,307,046	44,178,904	1,128,142
5.0 Sports					
Tournament	2,066,038	1,736,426	3,802,464	-	3,802,464
Sub-Total	2,066,038	1,736,426	3,802,464	-	3,802,464
6.0 Environment					
hill school pry	71,000		71,000	71,000	
oasis pry	71,000		71,000	71,000	
mogobich pry	71,000		71,000	71,000	
koitebes pry	71,000		71,000	71,000	
kaptumo pry	71,000		71,000	71,000	
cheptiret pry	71,000		71,000	71,000	
lengut pry	71,000		71,000	71,000	
chuchuniat pry	71,000		71,000	71,000	

Reports and Financial Statements

For the year ended June 30, 2019

st mathew central	71,000		71,000	71,000	
ngeny pry	71,000		71,000	71,000	
aic rev mesis	71,000		71,000	71,000	
lelmwokwo pry	71,000		71,000	71,000	
asururiet pry	71,000		71,000	71,000	
aic ruman chebaiywo	71,000		71,000	71,000	
chesunet pry	71,000		71,000	71,000	
sigilai pry	71,000		71,000	71,000	
kapserton pry	71,000		71,000	71,000	
kaplamai pry	71,000		71,000	71,000	
subukia pry	71,000		71,000	71,000	
nabkoi boys	71,000		71,000	71,000	
st cornelius	71,000		71,000	71,000	
timboroa pry	71,000		71,000	71,000	
hill school sec	72,000		72,000	72,000	
isaac kosgei sec	72,000		72,000	72,000	
keringet sec			72,000	72,000	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KESSES CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

	72,000				
lainguse sec	72,000		72,000	72,000	
matharu sec	72,000		72,000	72,000	
koiwoarusen sec	72,000		72,000	72,000	
chagaiya sec	72,038		72,038	72,038	
Environment- kesses sub county office		96,556	96,556		96,556
Kerita pry		96,450	96,450		96,450
Kaptumo pry		96,450	96,450		96,450
Keringet pry		96,450	96,450		96,450
Chepkiting pry		96,450	96,450		96,450
Kapyeimit pry		96,450	96,450		96,450
Kondoo farm pry		96,450	96,450		96,450
Teldet Chuiyat pry		96,450	96,450		96,450
Lelmwoko pry		96,450	96,450		96,450
Chepkoiyo pry		96,450	96,450		96,450
Koitebes pry		96,450	96,450		96,450
All saints kipkigen pry		96,450	96,450		96,450

Reports and Financial Statements

For the year ended June 30, 2019

Cheplosgei pry		96,450	96,450		96,450
Barkeiwo sec		96,450	96,450		96,450
Kapseton pry		96,450	96,450		96,450
Sigilai pry		96,450	96,450		96,450
Rev. mesis pry		96,450	96,450		96,450
Sub-Total	2,066,038	1,639,756	3,705,794	2,066,038	1,639,756
		-			
7.0 Primary School Projects					-
Sosiani primary school	2,500,000.00		2,500,000	-	2,500,000
Oasis primary School	1,700,000.00	500,000	2,200,000	2,200,000	-
Oasis primary School	1,680,000.00		1,680,000	-	1,680,000
Oasis primary School	294,000.00		294,000	-	294,000
Racecourse primary School	400,000.00		400,000	400,000	-
Hill school primary	800,000.00	1,200,000	2,000,000	2,000,000	-
Nabkoi Boys Boarding primary School	1,000,000.00		1,000,000	-	1,000,000
Kapkoi primary School	150,000.00		150,000	150,000	-
St. Mark Teldet primary School	500,000.00	400,000	900,000	900,000	-

**Reports and Financial Statements
For the year ended June 30, 2019**

Koiluget primary School	1,000,000.00	400,000	1,400,000	400,000	1,000,000
Asururiet primary School	800,000.00	800,000	1,600,000	400,000	1,200,000
Murgor primary School	800,000.00		800,000	-	800,000
AIC Rev. Mesis primary School	800,000.00		800,000	-	800,000
AIC Ruman Chebaiywo primary School	800,000.00		800,000	-	800,000
Kondoo farm nine primary School	800,000.00	400,000	1,200,000	400,000	800,000
Boror primary School	800,000.00	600,000	1,400,000	600,000	800,000
Tumoge primary School	800,000.00		800,000	-	800,000
Moi chuiyat primary School	1,100,000.00		1,100,000	-	1,100,000
Chesunet primary School	600,000.00		600,000	-	600,000
Chepkoiyo primary School	400,000.00	200,000	600,000	600,000	-
Lingwai primary School	200,000.00		200,000	-	200,000
Chuchuniat primary School	800,000.00	600,000	1,400,000	600,000	800,000
Emkwen koitebes B primary School	800,000.00	600,000	1,400,000	1,400,000	-
Kerita Tulwet primary School	800,000.00	600,000	1,400,000	600,000	800,000
Rehema primary School	800,000.00		800,000	-	800,000

**Reports and Financial Statements
For the year ended June 30, 2019**

Saroiyot primary School	800,000.00	600,000	1,400,000	600,000	800,000
Kerita primary School	500,000.00		500,000	-	500,000
Kaptumo primary School	500,000.00		500,000	500,000	-
Chesegem primary School	300,000.00		300,000	300,000	-
Kerita Kosyin primary School	1,500,000.00	800,000	2,300,000	800,000	1,500,000
Chemenei primary School	500,000.00		500,000	-	500,000
Keringet primary School	200,000.00		200,000	200,000	-
Tarakwa primary School	450,000.00	400,000	850,000	400,000	450,000
Cheboror primary School	150,000.00	500,000	650,000	650,000	-
Lengut primary School		500,000.00	500,000.00	500,000	-
Mogobich primary School		600,000.00	600,000.00	600,000	-
Tuiyoibei Gaa primary School		600,000.00	600,000.00	600,000	-
Kaplamai primary School		1,000,000.00	1,000,000.00	1,000,000	-
Tinet chebarus primary school		600,000.00	600,000.00	600,000	-
Lainguse primary School		600,000.00	600,000.00	600,000	-
Koiwoarusen primary School		400,000.00	400,000.00	400,000.00	-
Chepkitiny primary School			600,000.00	600,000.00	-

VICTORIA GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KESSES CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2019

		600,000.00			
Sambul primary School		400,000.00	400,000.00	400,000.00	-
Sukunanga primary School		400,000.00	400,000.00	-	400,000.00
Sukunanga primary School		600,000.00	600,000.00	-	600,000.00
Lelmwoko primary School		600,000.00	600,000.00	600,000.00	-
Ngeny primary School		200,000.00	200,000.00	200,000.00	-
St. cornelious tilolwwo primary School		600,000.00	600,000.00	600,000.00	-
Subukia primary School		600,000.00	600,000.00	600,000.00	-
Ngeny primary School		800,000.00	800,000.00	800,000.00	
Timboroa primary School		300,000.00	300,000.00	300,000.00	-
Sub-Total	26,024,000	18,000,000	44,024,000	22,500,000	21,524,000
8.0 Secondary School Projects					-
Racecourse secondary School	7,000,000	1,010,345	8,010,345	1,000,000	7,010,345
Barekeiwo Secondary school	1,450,000	-	1,450,000	-	1,450,000
Bishop Muge Secondary school	2,600,000	-	2,600,000	-	2,600,000
Ndungulu Secondary school	500,000	300,000	800,000	800,000	-
Cengalo Secondary school	686,661	-	686,661	686,661	-
Tarakwa Secondary school	2,200,000	-	2,200,000	-	2,200,000
Chirchir Secondary school	500,000	-	500,000	500,000	-
Lainguse Secondary school	1,600,000	-	1,600,000	1,600,000	-

Reports and Financial Statements**For the year ended June 30, 2019**

Matharu Secondary school	800,000	-	800,000	-	800,000
Chagaiya Secondary school	1,000,000	-	1,000,000	-	100,000
St. Mark Teldet Secondary school	1,000,000	400,000	1,400,000	400,000	1,000,000
Lingway Secondary school	1,386,659	-	1,386,659	-	1,386,659
Queen of peace high school Rukuini	1,300,000	1,000,000	2,300,000	2,300,000	-
Tumoge Secondary school	800,000	-	800,000	800,000	-
AIC Tulwet Secondary school	1,000,000	-	1,000,000	-	1,000,000
Bindura Secondary school	1,000,000	-	1,000,000	-	1,000,000
Chepkoiyo Secondary school	1,000,000	700,000	1,700,000	700,000	1,000,000
Koisagat Gaa Secondary school	600,000	600,000	1,200,000	1,200,000	-
AIC Kaptumo Secondary School	1,000,000	-	1,000,000	-	1,000,000
Kerita Day Secondary School	1,000,000	1,000,000	2,000,000	1,000,000	1,000,000
Saroiyot Secondary School	1,000,000	-	1,000,000	-	1,000,000
AIC Isaac Kosgei Secondary School	1,000,000	-	1,000,000	-	1,000,000
Cheplasgei Secondary School	800,000	1,200,000	2,000,000	2,000,000	-
R.C.E.A Seiyo Secondary School	3,012,659	-	3,012,659	-	3,012,659

**Reports and Financial Statements
For the year ended June 30, 2019**

Rehema Secondary school	1,086,659	-	1,086,659	-	1,086,659
All saints Chepkigen Secondary school	400,000	500,000	900,000	900,000	-
Mkombozi Secondary school	200,000	-	200,000	200,000	-
St. Michael Tulwopngetuny Secondary school	400,000	-	400,000	400,000	-
cheptiret sec		500,000	500,000	500,000	-
koitebes secondary		600,000	600,000	-	600,000
Sosiani sec		1,500,000	1,500,000	1,500,000	-
moi chuiyat sec		360,000	360,000	360,000	-
Sub-Total	36,322,638	9,670,345	45,992,983	16,846,661	28,246,322
9.0 Tertiary institutions projects					-
DEOs office		1,200,000	1,200,000	1,200,000	-
					-
10.0 Security Projects					-
Lainguse chief		1,400,000	1,400,000	1,400,000	
DCC office		1,207,931	1,207,931	1,207,931	-
Sub-Total		2,607,931	2,607,931	2,607,931	-
11.0 Acquisitions of Assets					-

**Reports and Financial Statements
For the year ended June 30, 2019**

NG-CDF Office Constituency motorcycle	350,000		350,000	-	350,000
NG-CDF Office furniture and Equipment	1,350,000		1,350,000	-	1,350,000
Ng-cdf Constituency motor vehicle		5,500,000	5,500,000	5,469,600	30,400
NG-CDF office construction		8,924,190	8,924,190	-	8,924,190
	1,700,000	14,424,190	16,124,190	5,469,600	10,654,590
12.0 Others					-
Strategic Plan		3,000,000	3,000,000	2,814,827	185,173
CIH		4,677,027	4,677,027	-	4,677,027
Sub-Total		7,677,027	7,677,027	2,814,827	
GRAND TOTAL	109,040,876	82,076,286	191,117,162	110,970,130	79,712,462

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the Entity's budgets which are programme based. Ensure that this document is completed to enable consolidation by the National Treasury)

IX. 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; a) receivables that include imprests and salary advances and b) payables that include deposits 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-KESSES 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. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the Entity for all the years presented.

a) Recognition of Receipts

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

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30th June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

b) Recognition of payments

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

Compensation of Employees

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

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.

Acquisition of Fixed Assets

The payment on 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.

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

5. In-kind contributions

In-kind contributions are donations that are made to the Entity 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 Entity 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.

6. 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 insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year.

7. 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. Other accounts receivables are disclosed in the financial statements.

8. Accounts Payable

For the purposes of these financial statements, deposits 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 fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. 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 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 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.

10. 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 NGCDF Act, 2015.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KESSES CONSTITUENCY**

Reports and Financial Statements

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SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are 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 June 2018 for the period 1st July 2018 to 30th June 2019 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. 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 2019.

14. Errors

Material prior period errors shall be 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, restating 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.

15. Related Party Transactions

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 KESSES CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2018-2019	2017-2018
	Kshs	Kshs
AIE NO. B030339	54,784,483.15	
AIE NO. B006268	15,000,000.00	
AIE NO. B042764	10,000,000.00	
AIE NO. B042906	29,000,000.00	
AIE NO. A855851		5,500,000.00
AIE NO. A892556		40,548,275.10
AIE NO. A892953		37,905,172.00
	108,784,483	83,953,447

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019	2017-2018
	Kshs	Kshs
Receipts from sale of Buildings	0	0
Total	0	0

3. OTHER RECEIPTS

	2018-2019	2017-2018
	Kshs	Kshs
Interest Received		
Rents		
Receipts from Sale of tender documents	45,000	
Other Receipts Not Classified Elsewhere		
Total	45,000	0

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. COMPENSATION OF EMPLOYEES

Description	2018-2019	2017-2018
	Kshs	Kshs
Basic wages of contractual employees	1,766,480	1,222,760
Basic wages of casual labour		
Personal allowances paid as part of salary		
House allowance	108,000	
Transport allowance	96,000	
Leave allowance		
Other personnel payments- NHIF	57,200	35,750
Employer contribution to NSSF	129,600	58,320
Gratuity-Paid	1,076,822	
Gratuity-Accrued	-	
TOTAL	3,234,102	1,316,830

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KESSES CONSTITUENCY**

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For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2018-2019	2017-2018
	Kshs	Kshs
Utilities, supplies and services		
Electricity		7,500
Water & sewerage charges		
Office rent		
Communication, supplies and services		
Domestic travel and subsistence	84,100	31,600
Printing, advertising and information supplies & services	114,200	
Rentals of produced assets		
Training expenses	1,325,800	326,000
Hospitality supplies and services		
Other committee expenses	3,716,006	2,182,921
Committee allowance	1,425,000	282,000
Insurance costs	250,292	
Specialised materials and services		
Office and general supplies and services	350,800	131,290
Fuel , oil & lubricants		200,000
Other operating expenses		
Bank service commission and charges	155,870	54,091
Security operations		
Routine maintenance - vehicles and other transport equipment		
Routine maintenance- other assets		
TOTAL	7,422,068	3,215,402

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KESSES CONSTITUENCY**

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For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017-2018
		Kshs	Kshs
Transfers to Primary schools		22,500,000	37,250,000
Transfers to Secondary schools		16,846,661	17,266,424
Transfers to Tertiary institutions		1,200,000	
TIVET			
TOTAL		40,546,661	54,516,424

7. OTHER GRANTS AND OTHER PAYMENTS

Description		2018-2019	2017-2018
		Kshs	Kshs
Bursary -Secondary		23,889,903	2,873,708
Bursary -Tertiary		20,289,000	1,553,079
Bursary-Special schools		0	0
Mocks & CAT		-	0
Security		2,607,931	400,000
Sports		-	0
Environment		2,066,038	96,450
Emergency Projects		2,630,000	0
TOTAL		51,482,872	4,923,237

8. ACQUISITION OF ASSETS

Non Financial Assets		2018-2019	2017-2018
		Kshs	Kshs
Purchase of Vehicles		5,469,600	-
Purchase of Bicycles & Motorcycles		-	-
TOTAL		5,469,600	-

9. OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Strategic plan	2,814,827	0
ICT Hub		
	2,814,827	0

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KESSES CONSTITUENCY**

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For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency		2018-2019	2017-2018
		Kshs	Kshs
Co-operative Bank of Kenya, Eldoret Branch . Kesses NG-CDF	A/C no.1141443590500	24,706,156	26,846,803
10B: CASH IN HAND)			
		2018-2019	2017 - 2018
		Kshs (30/6/2019)	Kshs (30/6/2018)
Location 1		-	-
Other receipts (specify)		-	-
TOTAL		-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KESSES CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
		0	0	

12A. RETENTION

	2018 - 2019	2017-2018
	<i>Kshs</i>	<i>Kshs</i>
Supplier 1	0	0
Total	0	0

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019	2017-2018
	<i>Kshs</i>	<i>Kshs</i>
Total	0	0

13. BALANCES BROUGHT FORWARD

	2018-2019	2017-2018
	(1/7/2018)	(1/7/2017)
	Kshs	Kshs
Bank accounts	26,846,803	4,386,789
Cash in hand		-
Imprest		-
TOTAL	26,846,803	4,386,789

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 KESSES CONSTITUENCY
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14. PRIOR YEAR ADJUSTMENTS

		2018-2019	2017 - 2018
		Kshs	Kshs
Bank accounts		-	-
Cash in hand		-	-
stale cheques reversed		-	1,830,530
TOTAL			1,830,530

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2018-2019	2017-2018
	Kshs	Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
	0	0

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
NGCDFC Staff	0	0
Others (<i>specify</i>)	0	0
	0	0

15.3: UNUTILIZED FUND (See Annex 3)

15.3: UNUTILIZED FUND (See Annex 3)		
	2018-2019	2017 - 2018
	Kshs	Kshs
Compensation of employees	1,553,027	1,778,010
Use of goods and services	1,474,901	2,596,310
Amounts due to other Government entities	50,670,321	25,970,345
Amounts due to other grants and other transfers	10,731,993	29,585,404
Acquisition of assets	10,854,590	14,424,190
Others (<i>specify</i>)	4,862,200	7,677,027
	80,147,032	82,031,286

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KESSES CONSTITUENCY**

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	22,876,011	20,180,889
	22,876,011	20,180,889

NATIONAL GOVERNMENT ENTITY – KESSES CONSTITUENCY
Reports and Financial Statements
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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
11.					
12.					
Sub-Total					
Grand Total					

NATIONAL GOVERNMENT ENTITY – KESSES CONSTITUENCY
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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
		a	b	c	d=a-c	
Senior Management						
1.						
2.						
3.						
Sub-Total						
Middle Management						
4.						
5.						
6.						
Sub-Total						
Unionisable Employees						
7.						
8.						
9.						
Sub-Total						
Others (<i>specify</i>)						
10.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT ENTITY – KESSES CONSTITUENCY
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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land				
Buildings and structures				
Transport equipment- Motor vehicle	4,800,000	5,469,600		10,269,600
Office equipment, furniture and fittings	491,085			491,085
ICT Equipment, Software and Other ICT Assets	-			
Other Machinery and Equipment	-			
Heritage and cultural assets	-			
Intangible assets	-			
Total	5,291,085	5,469,600		10,760,685

NATIONAL GOVERNMENT ENTITY - KESSES CONSTITUENCY

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2019

			2018-2019	2017-2018
PMC	BANK	A/C NO	Kshs	Kshs
Oasis primary School	Co-operative	01141673444100	19,912.50	
Hill school primary	Co-operative	01141880305600	2,001,000.00	
Lengut primary School	Co-operative	01141810260800	498,530.00	
Emkwen koitebes B primary School	Co-operative	01141674518500	621,553.00	
Saroiyot primary School	Co-operative	01141810298600	600,545.00	
Chesegem primary School	Co-operative	01141673751500	63,237.50	
Koitebes primary school	Co-operative	01141440957700	294.00	
Kaptumo primary school	Co-operative	01141880074900	26,649.00	
Cheptiret primary school	Equity	0300264231133	2,469.00	
Tuiyoibei Gaa primary School	Co-operative	01139442147000	583,663.00	
Asururiet primary School	Co-operative	01141440095702	93,235.50	
Kaplamai primary School	SIDIAN	01008030008287	655,606.03	
Boror primary School	Equity	109297628384	602,194.00	
Ngeny primary School	Co-operative	01141443589500	873,269.00	
AIC Rev Mesis primary school	Co-operative	01141672756900	108,378.50	
Lelmwoko primary school	National	01024124445100	214,620.00	
AIC Ruman Chebuywo primary school	Co-operative	01139443844500	152,807.50	
Chesunet primary school	Co-operative	01141443670100	1,325.00	
Sigilai primary school	Co-operative	01139046538001	72,090.25	
Kapserton primary school	Co-operative	01141046298500	72,012.50	
Lainguse primary School	Co-operative	01141440496600	81,413.50	
Koiluget primary School	Equity	0300297864171	37,039.50	
Koiwoarusen primary School	Co-operative	01139441841000	153,032.75	
Chepkitiny primary School	Equity	0300262689113	392,975.00	
Sambul primary School	Co-operative	01139441760601	386,160.00	
Tarakwa primary School	Co-operative	01141086570600	16,759.36	
Cheboror primary School	Co-operative	01141443729000	550,529.00	
St. cornelious tilolwwo primary School	Co-operative	011410445069100	76,220.00	
Subukia primary School	National	01024028222901	582,445.00	
Kapkoi primary School	SIDIAN	01008030007604	1,932.27	
Chereber primary school	Co-operative	01139441123500	200,030.00	
Racecourse Secondary	Transnational	65,231,001	1,052,400.00	

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school				
Hill school Secondary	KCB	1129707407	130,100.50	
All saints chepkigen Secondary school	Co-operative	01141672579400	522,895.50	
Kerita day Secondary school	KCB	1234305291	1,001,054.50	
ACK St. Lukes Cheptiret Secondary school	SIDIAN	01008030005989	500,000.02	
AIC Isaac Kosgei secondary school	National	0102502864070202	6,130.00	
Keringet Secondary school	Co-operative	01141443731900	3,207.11	
Moi chuiyat Secondary school	National	01025027652702	360,150.65	
Koisagat gaa Secondary school	Co-operative	01139443402800	174,977.50	
Chepkoiyo Secondary school	KCB	1157528805	675,593.00	
Queen of peace high school Rukuini	FAMILY	085000070264	58,271.71	
Mkombozi Secondary school	National	01025029093902	200,077.15	
Tumoge Secondary school	National	01025062982302	801,415.00	
Cengalo Secondary school	SIDIAN	01008030005776	690,255.00	
Chirchir Secondary school	National	01025030887001	205,997.00	
Lainguse Secondary school	Co-operative	01141673447700	1,790,177.50	
Ndungulu Secondary school	Co-operative	01139046066802	502,800.00	
Matharu Secondary school	KCB	1236047443	420.00	
Koiwouarusen Secondary school	Co-operative	01141674019700	22,070.00	
Chagaiya Secondary school	Co-operative	01141442714000	604,485.50	
Kesses Sub county education office	Co-operative	01141957165600	1,198,875.00	
Kesses Deputy Commissioners office	Co-operative	01141957273200	1,208,431.00	
Lainguse chief office	Co-operative	01141674116200	1,424,300.00	
			22,876,011.30	

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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. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Time frame: (Put a date when you expect the issue to be resolved)
1.0	Project management committee bank account balances- five PMC with a bank balance of Kshs. 2,109,637 did not provide certificate of bank balance to support the balances.	Five PMCs failed to provide certificate of bank balance but they have been informed once more to provide and the management is committed to providing the certificates within the time frame.	Gloria Mwasi-FAM	Not resolved	December 2019
2.0	Bursary – secondary schools unexplained variance between the supporting schedule and financial statements	The supporting schedule was not conclusive and the same has been rectified.	Gloria Mwasi-FAM	Resolved	
3.0	Unutilized funds – The reported figure of Kshs. 82,031,286 had a variance with summary statement of appropriation figure of Kshs. 39,751,981	The statements were amended to capture the correct figure. Further, Kshs. 1,830,530 represented stale cheques reversed	Gloria Mwasi-FAM	Resolved	