

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 14 AUG 2024

DAY.

WEDNESDAY

TABLED
BY:

HON. OWEN BAYA, MP
DEPUTY LEADER OF THE
MAJORITY PARTY

CLERK-AT
THE-TABLE:

ESTHER NG'ENJO



REPORT

**OF
THE AUDITOR-GENERAL**

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – SOY
CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2023**



SOY CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

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Soy Constituency
National Government Constituencies Development Fund (NGCDF)
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I. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committee

FY-Financial Year

II. 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 2022. 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 cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, 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;

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- 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

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 is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

The Soy Constituency NGCDF 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)

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 202X and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	PHILIP ODIDA
2.	Sub-County Accountant	JACKLINE CHEPKEMOI
3.	Chairman NGCDFC	DAVID KOSKEI
4.	Member NGCDFC	JOHN MUGUN

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of SOY Constituency NGCDF. 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.

(d) SOY Constituency NGCDF Headquarters

P.O. Box 731-30100

NG-CDF Building

At the County Commissioners Compound Uasin-Gishu

ELdoret, KENYA

(e) Soy Constituency NGCDF Contacts

Telephone: (254) 25732332

E-mail: cdsoy@ngcdf.go.ke

Website: www.ngcdf.go.ke

(f) Soy Constituency NGCDF Bankers

Cooperative Bank –Uganda Road
Branch
Account No. 01141458965900
P.O.Box 220-30100
ELDORET.

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

III. NG-CDFC Chairman's Report



MR David Koskei
Soy NG-CDFC chairman

The report and the financial statements represent the true and fair view of the financial position of NG-CDF SOY Constituency for the financial year 2022/2023. I wish to make the following remarks;

a) Budget Performance

Final budget	Total funds spent	Un spent Balance
180,057,942	83,525,289	96,532,653

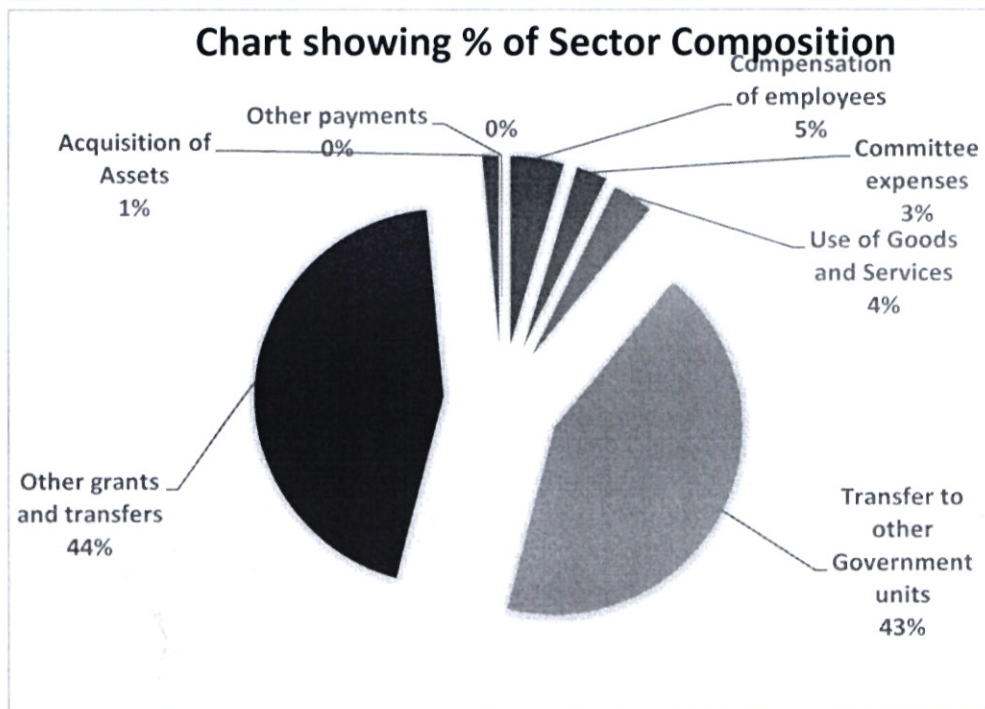
The total expenditure performance decreased to 46% in the financial year 2022/2023 from 91% in the financial year 2021/2022.

The decrease in the expenditure performance in the financial year was caused by the delay in the disbursement of funds from the NG-CDF Board.

SECTORS	Final Budget	Total Budget	Unspent Balance	% of Utilization
Compensation of employees	8,161,091	3,198,717	4,962,374	39%
Committee expenses	4,764,932	3,105,139	1,659,793	65%
Use of Goods and Services	6,243,847	3,366,277	28,775,570	54%
Transfer to other Government units	76,662,849	5,000,000	71,662,849	7%
Other grants and transfers	78,922,899	63,605,166	15,317,733	81%
Acquisition of Assets	250,0000	249,990	10	100%
Unallocated funds (funds pending)	52,324	0	52,324	0%

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Approval				
Other payments	5,000.000	5,000,000	0	100%
Totals	180,057,942	83,525,289	96,532,653	46%



The Constituency carried out public participation as required by the NG-CDF Act section 27 which provides that the chairperson of the constituency committee shall within the first year of a new term of parliament and at least two years thereafter convene an open ward forum in each and every ward within the constituency in order to collect views from members of the public within the constituency on the project proposal for the financial year 2022/2023. This will form the basis for the development of a ward report which will be used in line with the strategic plan for the constituency.



Public Participation for Segero/Barsombe Ward Held at Kiborokwa Ward office on 9/1/2023



Public Participation for Ziwa ward held on 09/01/2023 at st. Ann and Joachim Catholic Church

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PUBLIC PARTICIPATION FOR KIPSOMBA WARD HELD ON 11/01/2023 AT KIPSOMBA CHIEFS OFFICE TARAKWA



PUBLIC PARTICIPATION FOR SOY HELD ON 10/01/2023 AT ACK SINONIN CHURCH



**PUBLIC PARTICIPATION FOR KAPKURES WARD HELD ON 11/01/2023 AT ST. PETERS
KAPKOREN SECONDARY SCHOOL**

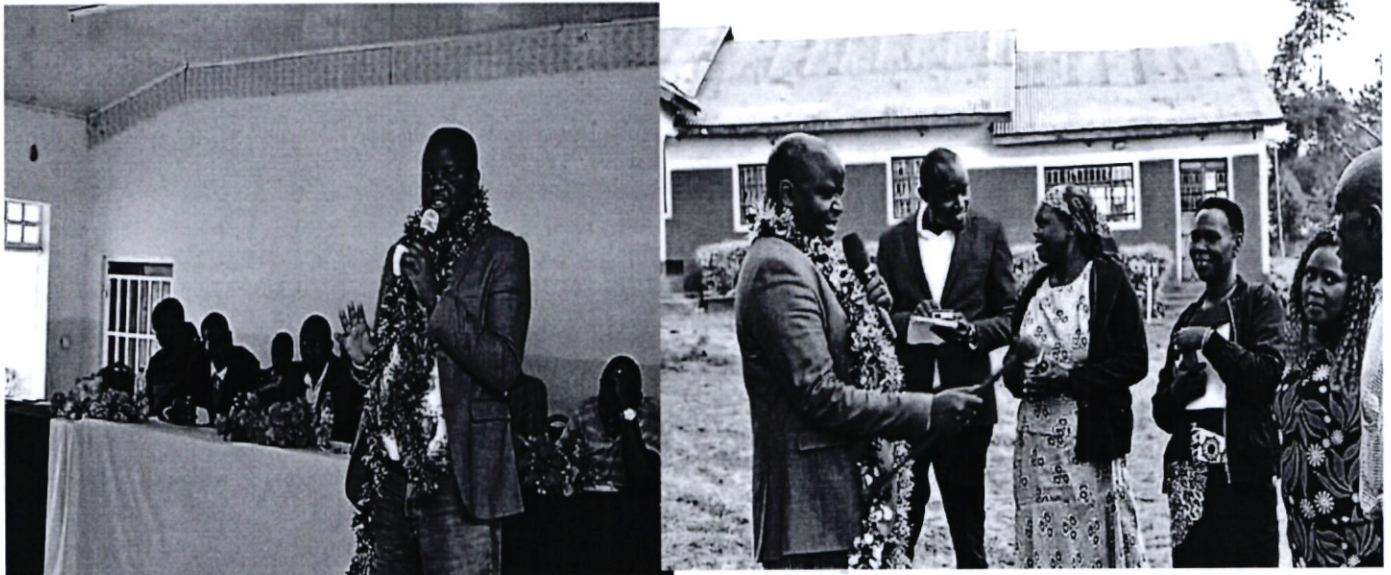


**PUBLIC PARTICIPATION FOR MOI'S BRIDGE WARD HELD ON 11/01/2023 AT
MOISBRIDGE TAC CENTRE**

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PUBLIC PARTICIPATION FOR KUINET/KAPSUSWA WARD HELD ON 10/01/2023 AT GREEN FIELDS PRIMARY SCHOOL.

The low absorption rate/expenditure was occasioned by delay in the release of the allocation table and subsequently delay in release of the funds to the before the closing of the financial year

Upon the approval of the constituency budget proposal and release of some funds, the constituency in its planning process priority was given to the administration and the recurrent expenditures to operationalise the office and much of the finals was directed towards bursary in order to cushion the parents of students from the needy and vulnerable families to acquire education

The NG-CDFC members and the bursary committee conducted vetting in various wards and locations, sub-locations and villages across the constituency

The beneficiaries were vetted and issued with bursary forms which thereafter will and return to the office for processing and subsequent disbursement of bursary funds to various institutions.

The total number of bursary beneficiaries in the financial year 2022\2023 were as follows;

1. Secondary schools 3415 students amounting to Ksh 40,907,354
2. Tertiary institutions 737 students amounting to Ksh 12,021,000

b). Key achievements of the NG-CDFC Soy constituency in the financial year 2022/2023

1. Bursary

- a) Bursaries amounting to Ksh 12,021,000 were paid to the various tertiary institutions in respect of 737 students
- b) Bursary amounting to Ksh 40,907,354 were paid in various secondary schools in respect of 3,415 students

- c) The fund paid NHIF medical insurance over for 1000 vulnerable families with the constituency in the financial year this enables to better health care

2. Emergency

The following projects were funded;

1. Cheukta primary school –Construction of six door pit latrine at Ksh 900,000
2. Aic Mogoon primary school-Construction of three door pit latrine at Ksh 500,000
3. Kapsumbeiywet primary school – Construction of four door pit latrine at Ksh 700,000
4. Cheukta primary school –Construction of six door pit latrine at Ksh 900,000
5. Kipsangui Boys High school –Construction of eight door pit latrine at Ksh 1,200,000

All five emergency projects each has one door being accessible and user friendly to person, with disabilities



Kapsumbeiywet Primary School Construction of four door Pit Latrine



Kipsangui Boys High school Construction of eight door pit latrine

3. Security projects

The following project activities were implemented;

- a) .Kibulgeny chiefs office-Construction of three door flush toilet one door being accessible and user friendly to persons with disability and connecting it to main sewage line purchase of 1,500 liters of water tank and erection of water tank stands at Ksh 700,000
- b) Kongasis chiefs office- Single phase KVA service line installation and metering of the chiefs office at Ksh 122,207

4. Primary school projects;

The following primary schools were implemented;

1. Mikwen primary school-Construction of one classroom to completion and purchase of 40 desks at Ksh 1,200,000
2. Natwana primary school –Purchase of 200 pupils lockers and chairs at Ksh 1,000,000
3. St Vincent tuisuswo primary school-Construction to completion of 4 door pit latrine with one chamber person living with disability at Ksh 1,200,000
4. Kilimani primary school –Construction to completion of a kitchen with terrazzo floor and a water piping at Ksh 1,600,000

c) Emerging issues related to NG-CDFC soy during the year 2022/2023 include;

- i) Delay in disbursement of funds to the constituency leading to delay projects implementation and programs
- ii) Heavy rainfall resulting in pit latrine collapsing in some of the institutions
- iii) Over dependence of funds for the infrastructure expansion and development in primary and secondary schools due to 100% transition
- d). Implementation of the projects and program challenges during the financial year

No	Challenge	Action done to overcome the challenge
1.	High demand of the limited funds for infrastructural expansion due to 100% transition	NG-CDFC allocated funds to the projects according to needs and priorities of the community
2.	Low level of projects management committee capacity and knowledge on procurement procedures	NG-CDFC to train project management committees on procurement laws and regulations
3.	Public works and bills of quantities BQs costs being higher than the allocated funds for the projects by the NG-CDFC	Clerk of works customized the BQs to the allocated funds
4.	Collapsing of pit latrine due to heavy rains and loose of soils in several institutions	NG-CDFC allocated funds to the construction of pit latrines in some schools



NAME; DAVID KOSKEI

CHAIRMAN NG-CDFC COMMITTEE

IV.Statement of Performance Against Predetermined Objectives for FY2022/2023

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 **Soy Constituency** 2022-2025 plan are to:

No	Strategic issue	Strategic Objective	Strategies
1	Education	To ensure access to quality education in the constituency	<ul style="list-style-type: none"> • Providing necessary infrastructural facilities. • Provision of bursary to needy and deserving students. • Engaging other development partners in the education.
2	Security	To foster security and safety of the constituents.	<ul style="list-style-type: none"> • Acquisition and provision of facilities. • Encouraging community policing.
3	Youth & Sports	To harness and promote youth talent development	<ul style="list-style-type: none"> • Promotion of sports in the constituency. • Sensitizing the youth on drug use and abuse. • HIV/AIDS Prevalence
4	Environment	To promote environmental conservation programmed.	<ul style="list-style-type: none"> • Establishing tree planting programme • Support establishment of nurseries • Water harvesting.
5	Project implementation	To strengthened the PMC capacity in project implementation	<ul style="list-style-type: none"> • Capacity building • Development of a consistent technical support system.
5	ICT and communication	To enhance public information on constituency development projects	<ul style="list-style-type: none"> • Provide a platform for utilization of information technology and dissemination of information.

Progress on 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:

ICT and Communication	To enhance public information on constituency development projects	Increased public awareness on constituency development projects. Increase dissemination of information among the public.	Number of people interacting with the website and Online feedbacks On the developments projects. Number of computers and quality of system installed.	Number of computers in Soy NGCDF office to Increased to 5 and two laptop. Availability of internet services and provision of communication services among staff and public access line.
Education	To ensure access to quality education in the constituency.	Develop and enhance schools infrastructure facilities. Increase enrolment and number of students completing Schools and tertiary colleges.	Number of usable physical infrastructure built in primary and secondary. Number of students completed school on bursary both secondary and tertiary.	To construct 21 number of classrooms both primary and secondary schools To renovate 55 number of classrooms in both primary and secondary schools 685 Number of desks to be purchased in primary schools
Security	To foster security and safety of the constituents.	To acquire and improve facilities.	Number of sub-chiefs' offices constructed.	Number of sub-chiefs' offices constructed totalling to 1 and connection of electricity to 1 chiefs office.
Project Implementation	To strengthen the PMC capacity in	To establish training for	Establishment of feedback from	Number of feedbacks from

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			Indicator	Performance
Capacity	project implementation	PMCs and improve capacity building for projects implementation.	PMCs. Reduced outcomes of cases with non-compliance to policies.	PMCs increased. The NG-CDFC is planning to carry out benchmarking in the Kiaru constituency to learn more and improve on project implementation for PMC.
Environment	To promote environmental conservation programmes.	To establish water harvesting programmes in schools	Number of schools funded with water harvesting facilities	Water harvesting to done in 55 number of schools

V. Statement of Governance

Procedure for appointment of members of the National Government constituency Development Fund Committee

National Government Constituency Development Fund Committee

(1) There is established a National Government Constituency Development Fund Committee for every constituency.

(2) Each Constituency Committee shall comprise of—

(a) The national government official responsible for co-ordination of national government functions;
(b) Two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;

(c) Two women nominated in accordance with subsection (3). One of whom shall be a youth at the date of appointment;

(d) One person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);

(e) Two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act; (f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.

(g) One member co-opted by the Board in accordance with Regulations made by the Board. (3) The seven persons referred to in subsection (2) (b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe. (4) The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettment by the Board. (5) The Regulations made under subsection (3) shall be submitted to the National Assembly for approval before publication by the Board. (6) The first meeting of the Constituency Committee shall be convened within one hundred and twenty days of the commencement of a new term of Parliament or the date of the holding of a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency. 19 No. 30 of 2015 National Government Constituencies Development Fund [Rev. 2022] (7) The quorum of the Constituency Committee shall be one half of the total membership. (8) The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board. (9) The Fund account manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election. (10) Whenever a vacancy occurs in the Constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of one hundred and twenty days. (11) The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including

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sub-committee meetings. (12) Deleted by Act No. 24 of 2022, s. 16 (c). (13) A member of the Constituency Committee may be removed from office o

The selection of members shall proceed as follows:

In case of a person living with Disability, the fund Account Manager shall write to a registered group representing persons with disabilities in the constituency requesting for nomination of one person with disability to sit in the NG-CDF committee .The nominating organization shall be required to provide specific description of the kind of disability to enable the board and NG-CDF committee to plan for necessary support to facilitate full participation of the nominee in various activities of the fund .

Invite applications from interested and qualified members of the public for appointment to the constituency committee. The invitation (format annexed here with) shall be widely publicized to reach all parts of the constituency.

The selection panel shall consider the applications and select four suitable persons taking into account age, gender, special interest groups and regional balance.

Obtain from the constituency office Manager via a formal written communication names of two nominees to the NG-CDF Committee, one being of either gender. For avoidance of doubt, the nominees under this paragraph shall not include persons who sat in the selection panel at any point of the current selection process.

Submit the list of seven nominees (for recommended by the selection panel, one nominated by registered group representing persons with disabilities in the constituency office) to the board within seven days of the selection process in the format annexed herewith.

Ensure the original report of the selection panel duly signed by all members of the panel, original letter from the constituency Office Manager forwarding two nominees to the NG-CDF Committee one being of either gender .Original letter and copies of minutes of the meeting of the body nominating person with disability to NG-CDF Committee, copies of national Identity Cards of all the nominees (certified as a true copy of the original by the Fund Account Manager),the long listing and shortlisting criteria ,and three color passport –size photographs of each other respective nominees (Stamped and signed at the Fund Account Manager)are attached to the list submitted to the board.

The final report shall be properly (spiral) bound containing pertinent documents following the sequence of the checklist in Annex III below before submission to the Board, otherwise, the report will not be admissible and shall be returned to the forwarding constituency.

For avoidance of doubt the two persons to be nominated by the constituency Office to sit in the selection panel and the two persons nominated by the same office to sit in the NG-CDF Committee shall be drawn from the community and not serving public officers, Fund Account Managers are required to ensure that this is strictly adhered to.

Removal of NGCDFC Members

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.

(14) A decision to remove a member under subsection (13) shall be made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made.

(15) A vacancy arising as a result of the removal of a member under subsection (13) shall be filled in the manner set out in subsection (10) and minutes of the meeting shall indicate the fact of the removal or appointment of a member. [Act No. 24 of 2022, s. 16.] 44. Dissolution of Constituency Committee (1) A person may present a petition to the Board for the dissolution of a

4. Disclosure of interest

(1) A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter.

(2) A disclosure of interest made under subparagraph (1) shall be recorded in the minutes of the meeting at which it is made.

(3) A member of the committee who contravenes subparagraph (1) shall cease to be a member of the committee.

All the NGCDFC members attended NGCDF Board training in Embu held on 28th April 2023 to 2nd May 2023. The NGCDFC Members have had seven meetings in the financial year 2022/2023

The functions of the NGCDFC are:

- a) Build the capacity of project management committees and Committee; sensitize the community on the operations of the Fund
- b) Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- c) Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
- d) Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans;

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- e) In approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) falls within the functions of the National Government under the Constitution;
- (f) Consult with relevant government departments to ensure that cost estimates for projects are realistic;
- g) In considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects;
- h) Subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- i) Rank projects proposals in order of priority while ensuring that on-going projects take precedence;
- j) Ensure that all projects receive adequate funding and are completed within three years;
- k) Where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- (l) Ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board;
- m) Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;
- n) Ensure that project reports are prepared and submitted to the Board;
- o) Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects;
- p) Ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund;
- q) Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act; Kenya Subsidiary Legislation, 2016 1957
- (r) Collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- (s) Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act;
- (t) Submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain list of all the new projects commenced during the financial year and their completion status; and a list of all projects approved, funded and commenced during previous financial years, and their completion status;
- (u) Enter into performance contracting with the Board on an annual basis;
- (v) In exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution;
- (w) Receive returns from project management committees in accordance with regulation 15;
- (x) Maintain a database of project management committees and reports from the respective committees;
- (y) Ensure that the reports referred to in paragraph (x) are received before funding is released for each phase of the project being implemented;
- (z) Record the names of all the signatories of the accounts of a project management committee as communicated to a Constituency Committee by the project management committee upon assumption of office;
- (a) Receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- (b) Ensure that the committee does not enter into commitments for which funding has not been allocated;
- (c) Ensure projects are labelled in accordance with the guidelines issued by the Board; and
- (d) Perform any other function assigned to it by the Board.

Member's remuneration

The Chairman of the NGCDFC is paid Kshs.7, 000 and other committee members are paid Kshs.5, 000 as sitting allowance for the meetings they hold.

Roles of NG-CDF Committee in Risk management

- a) Coordinate and monitor the implementation of Risk management initiatives within the constituency
- b) Conduct Risk assessment and develop monitoring systems of the risks
- c) Monitoring risks in the constituency

VI. Environmental and Sustainability Reporting

Soy 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 Soy NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Soy NG-CDF 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 marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NG-CDF 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.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- NG-CDFC to carry out water harvesting in 55 number of schools.
- NG-CDFC to Sensitize youth/ community on the impact of drugs.
- NG-CDF to sponsor sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.

3. Employee welfare

We invest in providing the best working environment for our employees. Soy 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. Soy 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-

Soy NG-CDF Constituency is committed to fair and ethical market practises.

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 honoring 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-

Soy NGCDF 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

The NG-CDFC 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.

Soy NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

.....

Name Philip Odida

Fund Account Manager.

VII. 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-Soy 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, 2023. 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.

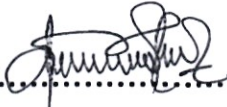
The Accounting Officer in charge of the NGCDF-Soy Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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, 2023, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF- Soy 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 Soy 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- Soy Constituency financial statements were approved and signed by the Accounting Officer on _____ 2024



.....
Name: David Koskei

Chairman – NGCDF Committee



.....
Name: Philip Odida

Fund Account Manager

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - SOY CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

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

- A. Report on the 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 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.
- C. Report on the 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.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the year under review.

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 National Government Constituencies Development Fund - Soy Constituency set out on pages 1 to 57, which comprise of the statement of assets and liabilities as at 30 June, 2023, statement of receipts and payments, statement of cash flows and the summary statement of

Report of the Auditor-General on National Government Constituencies Development Fund - Soy Constituency for the year ended 30 June, 2023

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 - Soy Constituency at 30 June, 2023 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 Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Unsupported Sitting Allowance

The statement of receipts and payments reflects an amount of Kshs.3,105,139 in respect to committee expenses as disclosed in Note 5 to the financial statements. The amount includes sitting allowance of Kshs.1,988,000 out of which Kshs.315,000 was paid for bursary vetting exercise within the wards but the bursary vetting reports were not provided for audit.

In the circumstances, the accuracy and completeness of sitting allowance amount of Kshs.315,000 could not be confirmed.

2. Inaccuracies in Bursary Payments

The statement of receipts and payments reflects an amount of Kshs.63,605,166 in respect to other grants and transfers as disclosed in Note 8 to the financial statements. However, schedules indicating the names and admission numbers of beneficiary students were not provided for audit. In addition, bursary disbursement includes an amount of Kshs.600,000 whose supporting schedule contained duplicate names of beneficiaries and review of school fees statements for fourteen (14) students revealed overpayment by Kshs.238,767 while some students in form four who had already cleared their school fees received bursaries. Further, the amount includes bursary payments to secondary schools and tertiary institutions totalling Kshs.52,582,959 out of which Kshs.111,605 was not supported with the list of beneficiary students and Kshs.8,735,168 was not acknowledged by the respective beneficiary institutions.

In the circumstances, the accuracy and completeness of bursary funds amounting to Kshs.52,582,959 could not be confirmed.

3. Unsupported Project Management Committee Bank Balances

Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balance totalling Kshs.6,021,639. However, the cashbooks, bank reconciliation

statements and certificates of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.6,021,639 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Soy Constituency 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

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on a comparable basis of Kshs.180,057,940 and Kshs.108,200,197 respectively resulting to underfunding of Kshs.71,857,745 or 40% of the budget. Similarly, the Fund spent Kshs.83,525,289 against actual receipts of Kshs.108,200,197 resulting to an under-utilization of Kshs.24,674,908 or 23% of total receipts.

The underfunding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

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

In the audit report of the previous year, several issues were raised under the Report on the Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management has not resolved the issues.

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. Irregular Procurement of Training Services

The statement of receipts and payments reflects an amount of Kshs.63,605,166 in respect to other grants and transfers as disclosed in Note 8 to the financial statements. The amount includes Kshs.11,625,000 bursary to tertiary institutions out of which Kshs.5,060,000 was paid to a driving school for provision of driving classes and licensing fees to two hundred and thirty (230) students procured through request for quotation. This was contrary to Section 105(a) of the Public Procurement and Assets Disposal Act, 2015, which states that a procuring entity may use a request for quotations from the register of suppliers for a procurement if the estimated value of the goods, works or non-consultancy service being procured is less than or equal to the prescribed maximum value for using requests for quotations as prescribed in Regulations. The threshold matrix prescribes maximum amount of Kshs.3,000,000.

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

2. Delayed Completion of Emergency Project

The statement of receipts and payments reflects an amount of Kshs.63,605,166 in respect to other grants and transfers as disclosed in Note 8 to the financial statements. The amount includes emergency projects expenditure of Kshs.4,200,000 out of which Kshs.1,200,000 was for the construction of seven - door pit latrine whose physical inspection in March, 2024 revealed that the project had not been completed and the contractor was not on site.

In the circumstances, value for money on the incomplete project with an expenditure of Kshs.1,200,000 could not be confirmed.

3. Failure to Implement Approved Projects

During the year under review, the Fund had planned to implement fifty-one (51) projects with a budget of Kshs.54,940,000. However, review of the Project Implementation Status report revealed that six (6) or 12% of the projects allocated Kshs.5,940,600 had not started.

In the circumstances, value for money was not obtained from the six (6) projects which had not started.

4. Irregularities in implementation of Rural Electrification Projects

The statement of receipts and payments reflects an amount of Kshs.5,000,000 in respect to other payments as disclosed in Note 11 to the financial statements being payment towards rural electrification. Review of records indicated that the payment was for the installation of electricity transformers and maximization of power in three (3) villages

within the Constituency but no contract documents, Bill of Quantities or report on expected deliverables were provided for audit.

In the circumstances, the value for money for other payments amount of Kshs.5,000,000 could not be confirmed.

5. Unsupported Expenditure on Construction

The statement of receipts and payments reflects an amount of Kshs.5,000,000 in respect to transfers to other Government units as disclosed in Note 7 to the financial statements. The amount includes Kshs.1,200,000 transferred to a primary school for construction of ablution block, four (4) door toilet and a four (4) door bathroom. However, the Bills of Quantities in respect of the project were not provided for audit.

In the circumstances, value for money of Kshs.1,200,000 for the school project could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 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 comply 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, 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

High Turnover of Fund Account Managers

Review of personnel records revealed that the Constituency, had four (4) Fund Account Managers between 04 November, 2022 and 15 January, 2024 resulting to high turnover. As at the time of audit, the Fund Manager who was posted on 15 January, 2024 was also not in office.

In the circumstances, the frequent transfers of Fund Managers may have impacted negatively on the operations of the Fund.

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 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 the 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 continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless 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 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

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 overall 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 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 Management.
- Conclude on the appropriateness of Management's use of the applicable 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 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 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 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 communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

06 June, 2024

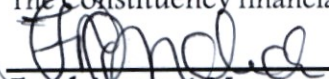
IX. Statement of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	87,000,000	182,177,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	15,324	20,000
TOTAL RECEIPTS		87,015,324	182,197,758
PAYMENTS			
Compensation of employees	4	3,198,717	4,162,597
Committee expenses	5	3,105,139	4,042,100
Use of goods and services	6	3,366,277	4,930,349
Transfers to Other Government Units	7	5,000,000	113,016,500
Other grants and transfers	8	63,605,166	76,348,651
Acquisition of Assets	9	249,990	-
Oversight Committee Expenses	10	-	-
Other Payments	11	5,000,000	-
TOTAL PAYMENTS		83,525,289	202,500,197
SURPLUS/DEFICIT		3,490,035	(20,302,439)

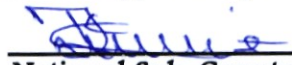
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

Soy Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

The Constituency financial statements were approved by the NGCDFC on _____ 2024 and signed by:



Name: Philip Odida



Name: Jackline Chepkemai
ICPAK M/No: 28780



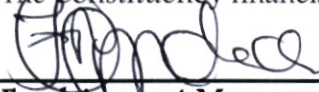
Name: David Koskei

X. Statement Of Assets and Liabilities As At 30th June, 2023


	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	24,674,908	21,184,873
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		24,674,908	21,184,873
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		24,674,908	21,184,873
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		24,674,908	21,184,873
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	21,184,873	41,487,312
Prior year adjustments	16	-	-
Surplus/Defict for the year		3,490,035	(20,302,439)
NET FINANCIAL POSITION		24,674,908	21,184,873

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 _____ 2024 and signed by:


Fund Account Manager

Name: Philip Odida


National Sub-County
Accountant

Name: Jackline Chepkemoi


Chairman NG-CDF Committee

Name: David Koskei

Soy Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

ICPAK M/No: 28780

XI. Statement Of Cash Flows for The Year Ended 30th June 2023

		2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	87,000,000	182,177,758
Other Receipts	3	15,324	20,000
		87,015,324	182,197,758
Payments for operating activities			
Compensation of Employees	4	3,198,717	4,162,597
Committee expenses	5	3,105,139	4,042,100
Use of goods and services	6	3,366,277	4,930,349
Transfers to Other Government Units	7	5,000,000	113,016,500
Other grants and transfers	8	63,605,166	76,348,651
Oversight Committee Expenses	10	-	-
Other Payments	11	5,000,000	-
		83,275,299	202,500,197
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
Net Adjustments		-	-
Net cash flow from operating activities		3,740,025	(20,302,439)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(249,990)	-
Net cash flows from Investing Activities		(249,990)	-

Soy Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

NET INCREASE IN CASH AND CASH EQUIVALENT		3,490,035	(20,302,439)
Cash and cash equivalent at BEGINNING of the year	12	21,184,873	41,487,312
Cash and cash equivalent at END of the year		24,674,908	21,184,873

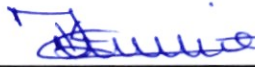
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on _____ 2024 and signed by:



Fund Account Manager

Name: Philip Odida



National Sub-County Accountant

Name: Jackline Chepkemai
ICPAK M/No: 28780



Chairman NG-CDF Committee

Name: David Koskei

XII.Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Util
	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	158,832,745	21,184,873	0	180,017,618	108,184,873	71,832,745	60.1%
Proceeds from Sale of Assets				0	-	-	0.
Other Receipts	40,324	-		40,324	15,324	25,000	38.0%
TOTAL RECEIPTS	158,873,069	21,184,873	0	180,057,942	108,200,197	71,857,745	60.1%
PAYMENTS							
Compensation of Employees	4,764,841	3,396,250		8,161,091	3,198,717	4,962,374	39.2%
Committee expenses	4,764,932			4,764,932	3,105,139	1,659,793	65.2%
Use of goods and services	4,765,122	1,478,725		6,243,847	3,366,277	2,877,570	53.9%
Transfers to Other Government Units	71,662,850	4,999,999		76,662,849	5,000,000	71,662,849	6.5%
Other grants and transfers	67,900,000	11,022,899		78,922,899	63,605,166	15,317,733	80.6%
Acquisition of Assets		250,000		250,000	249,990	10	100.0%

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Funds pending approval	15,324	37,000		52,324	-	52,324	0.0%
Other Payments	5,000,000			5,000,000	5,000,000	-	100.0
TOTAL	158,873,069	21,184,873	0	180,057,942	83,525,289	96,532,653	46.4'

COMMENTARY ON BUDGET UTILIZATION

- (a) There was no AIA realised in the year.
- (b) There was underutilization of funds on employee compensation because of delay in disbursement thus delay in employee recruitment.
- (c) There was under utilization of fund on committee allowance because of delay in disbursement of funds.
- (d) There was underutilization of funds on use of goods and services because of delay in disbursement of funds from the board.
- (e) There was under utilization of transfer of funds to other Government Units because of delay in disbursement
- (f) There was underutilization of transfer of funds to other grants and transfers because of delay in disbursement
- (g) The changes between the original budget and the final budget are because of opening balances and unallocated funds received from PMCs

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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	96,532,653
Less undisbursed funds receivable from the Board as at 30 th June 2023	71,857,745
	24,674,908
Increase/ (decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30 th June 2023	24,674,908

The Constituency financial statements were approved by NG CDFC on _____ 2024 and signed by:



Fund Account Manager

Name: Philip Odida



**National Sub-County
 Accountant**
Name: Jackline Chepkemai
ICPAK M/No: 28780



Chairman NG-CDF Committee

Name: David Koskei

XIII. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference (e = c-d)	% of Utilization(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2022-2023			2022-2023	6/30/2023		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	4,764,841	3,396,250.00		8,161,091	3,198,717	4,962,374	39%
1.2 Committee allowances	2,093,000			2,093,000	1,878,508	214,492	90%
1.3 Use of goods and services	2,672,122	1,478,725.00		4,150,847	1,844,850	2,305,997	44%
Total	9,529,963	4,874,975	-	14,404,938	6,922,075	7,482,863	48%
2.0 Monitoring and evaluation						-	
2.1 Capacity building	960,000			960,000		960,000	-
2.2 Committee allowances	2,512,001			2,512,001	1,226,631	1,285,370	49%
2.3 Use of goods and services	1,292,931			1,292,931	1,521,427	(228,496)	118%
Total	4,764,932		-	4,764,932	2,748,058	2,016,874	58%
3.0 Emergency							
3.1 Primary Schools	3,500,000			3,500,000	2,100,000	1,400,000	60%
3.2 Secondary schools	3,136,190			3,136,190	2,100,000	1,036,190	67%
3.3 Tertiary institutions				-		-	
3.4 Security projects	1,000,000		-	1,000,000		1,000,000	-

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3.5 Unutilized		4,200,690		4,200,690		4,200,690	-
Total	7,636,190	4,200,690		11,836,880	4,200,000	7,636,880	35%
4.0 Bursary and Social Security				-			
4.1 Secondary Schools	41,173,352			41,173,352	40,957,959	215,393	99%
4.2 Tertiary Institutions	13,000,000			13,000,000	11,625,000	1,375,000	89%
4.3 Social Security		6,000,000.00		6,000,000	6,000,000	-	100%
4.4 Special Needs				-	-		
Total	54,173,352	6,000,000	-	60,173,352	58,582,959	1,590,393	97%
5.0 Sports				-		-	
5.1	3,176,654			3,176,654		3,176,654	-
Total	3,176,654			3,176,654		3,176,654	-
6.0 Environment							
Kesogon Primary School	175,331			175,331	-	175,331	-
Teldet Secondary School	175,331			175,331	-	175,331	-
Limnyomoi Primary School	175,331			175,331	-	175,331	-
Moi's bridge Primary School	175,331			175,331	-	175,331	-
Kabianga Primary School	175,331			175,331	-	175,331	-
Mogoon Primary School	100,000			100,000	-	100,000	-
Kipketingwet Primary School	100,000			100,000	-	100,000	-
Sigaon Primary School	100,000			100,000	-	100,000	-
Kapkoren Primary School	100,000			100,000	-	100,000	-
Matunda Primary School	100,000			100,000	-	100,000	-
Ndabarnach Primary School	100,000			100,000	-	100,000	-
Kisabei Primary School	100,000			100,000	-	100,000	-
Kaptait Primary School	100,000			100,000	-	100,000	-
Lalakin Primary School	100,000			100,000	-	100,000	-

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Kaptebengwet Primary School	100,000			100,000	-	100,000	-
Sinomin Primary School	100,000			100,000	-	100,000	-
Vumilia Primary School	100,000			100,000	-	100,000	-
Ngobitwa Primary School	100,000			100,000	-	100,000	-
Kiptanui Primary School	100,000			100,000	-	100,000	-
Chepkongi Primary School	100,000			100,000	-	100,000	-
Shiriki Primary School	100,000			100,000	-	100,000	-
Kapkuis Primary School	100,000			100,000	-	100,000	-
Itigo Secondary School	100,000			100,000	-	100,000	-
Kuinet Primary School	100,000			100,000	-	100,000	-
Greenfield Primary School	100,000.00			100,000	-	100,000	-
Kidiwa Primary School	100,000.00			100,000	-	100,000	-
Nabiswa Primary School	100,000.00			100,000	-	100,000	-
Jabali Primary School	100,000.00			100,000	-	100,000	-
				-		-	
				-		-	
Total	3,176,655	-	-	3,176,655	-	3,176,655	-
7.0 Primary Schools Projects							
Matunda RC Primary School	1,000,000			1,000,000	-	1,000,000	-
Emgwen Gaa Primary School	950,000			950,000	-	950,000	-
Mobet Primary School	480,000			480,000	-	480,000	-
Cheplelaibei Primary School	480,000			480,000	-	480,000	-
Ndalat Simatwo Primary School	950,000			950,000	-	950,000	-
Greenfield Primary School	1,500,000			1,500,000	-	1,500,000	-
Lelboinet Primary Schhool	1,000,000			1,000,000	-	1,000,000	-
St. Stephens Primary School Jabali	950,000			950,000	-	950,000	-
Ngeny Primary School	2,000,000			2,000,000	-	2,000,000	-

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Moi's Bridge Primary School	4,500,000			4,500,000	-	4,500,000	-
Ngeny Primary School	500,000			500,000	-	500,000	-
Lamaon Primary School	550,000			550,000	-	550,000	-
Cheptuon Primary School	950,000			950,000	-	950,000	-
Toror Primary School	1,900,000			1,900,000	-	1,900,000	-
Kapngetuny Primary School	1,000,000			1,000,000	-	1,000,000	-
SDA Segero Primary School	480,000			480,000	-	480,000	-
Lower Moiben Primary School	500,000			500,000	-	500,000	-
Sinonin Primary School	240,000			240,000	-	240,000	-
Ngobitwa Primary School	950,000			950,000	-	950,000	-
Vumilia Primary School	720,000			720,000	-	720,000	-
Lalakin Primary School	480,000			480,000	-	480,000	-
Kimurgoi Primary School	1,500,000			1,500,000	-	1,500,000	-
Chepkigen Primary School	500,000			500,000	-	500,000	-
Chebinyiny Primary School	1,900,000			1,900,000	-	1,900,000	-
St.Patrick's Emdit Primary School	950,000			950,000	-	950,000	-
Kerotet Primary School	1,000,000			1,000,000	-	1,000,000	-
Mlimani Primary School	1,000,000			1,000,000	-	1,000,000	-
Kesogon Primary School	500,000			500,000	-	500,000	-
Nyalilbei Primary School	1,500,000			1,500,000	-	1,500,000	-
Sach Angwan Primary School	720,000			720,000	-	720,000	-
Lamaon Primary School	950,000			950,000	-	950,000	-
Kiborokwa Primary School	480,000			480,000	-	480,000	-
Bondeni Primary School	100,000			100,000	-	100,000	-
Natwana Primary School	100,000			100,000	-	100,000	-
Kwenet Primary School	100,000			100,000	-	100,000	-
Moi's bridge Primary School	100,000			100,000	-	100,000	-

Soy Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023**

Chemororoch Primary School	100,000			100,000	-	100,000	-
Chemoset Primary School	100,000			100,000	-	100,000	-
Kamoiywo Primary School	1,400,000			1,400,000	-	1,400,000	-
Kapsombeiywet Primary School	100,000			100,000	-	100,000	-
Emgwen Primary School	100,000			100,000	-	100,000	-
Sinendet Primary School	100,000			100,000	-	100,000	-
Ndalat Simatwo Primary School	100,000			100,000	-	100,000	-
Cheptuon Primary School	100,000			100,000	-	100,000	-
Chepterit Primary School	100,000			100,000	-	100,000	-
Kiborokwa Primary School	100,000			100,000	-	100,000	-
Ngeny Primary School	100,000			100,000	-	100,000	-
Tegeiyat Primary School	100,000			100,000	-	100,000	-
Kokwet Primary School	100,000			100,000	-	100,000	-
Segero Moiben Primary School	100,000			100,000	-	100,000	-
Kambugu Primary School	100,000			100,000	-	100,000	-
Sach Aagwan Primary School	100,000			100,000	-	100,000	-
Lemoru Primary School	100,000			100,000	-	100,000	-
Legebet Primary School	100,000			100,000	-	100,000	-
Lamaiywet Primary School	100,000			100,000	-	100,000	-
Saniak Primary School	100,000			100,000	-	100,000	-
Kabobo Primary School	100,000			100,000	-	100,000	-
Kipnyigei Primary School	100,000			100,000	-	100,000	-
Nukiat Primary School	100,000			100,000	-	100,000	-
Kapkures Primary School	80,000			80,000	-	80,000	-
Maendeleo Primary School	80,000			80,000	-	80,000	-
Lamaiywet Primary School	80,000			80,000	-	80,000	-
Ziwa Primary School	80,000			80,000	-	80,000	-

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Mafuta Primary School	80,000			80,000	-	80,000	-
Kapkatet Primary School	80,000			80,000	-	80,000	-
Legebet Primary School	80,000			80,000	-	80,000	-
Saramek Primary School	80,000			80,000	-	80,000	-
Ngeny Primary School	200,000			200,000	-	200,000	-
Tegeiyat Primary School	80,000			80,000	-	80,000	-
Makongi Primary School	80,000			80,000	-	80,000	-
Barsombe Primary School	80,000			80,000	-	80,000	-
Bondeni Primary School	80,000			80,000	-	80,000	-
Jabali Primary School	80,000			80,000	-	80,000	-
Kilima Primary School	80,000			80,000	-	80,000	-
Mois Bridge Primary School	80,000			80,000	-	80,000	-
Kuinet Primary School	80,000			80,000	-	80,000	-
Growel Koitebes Primary School	80,000			80,000	-	80,000	-
Kamukunji Primary School	800,000			800,000	-	800,000	-
Teldet Primary School	80,000			80,000	-	80,000	-
Cheplelaibei Primary School	80,000			80,000	-	80,000	-
Kipsomba Primary School	80,000			80,000	-	80,000	-
Kamoiywo Primary School	80,000			80,000	-	80,000	-
Vumilia Primary School	80,000			80,000	-	80,000	-
Soy Primary School	80,000			80,000	-	80,000	-
Kipsangui Primary School	80,000			80,000	-	80,000	-
Chepterit Primary School	80,000			80,000	-	80,000	-
St.Vincent Tuisuswo Primary School	100,000			100,000	-	100,000	-
Nyalilbei Primary School	200,000			200,000	-	200,000	-
Kapchan Primary School	950,000			950,000	-	950,000	-
Limnyomoi Primary School	750,000			750,000	-	750,000	-

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Rimoi Primary School	750,000			750,000	-	750,000	-
Kapteng'wet Primary School	1,000,000			1,000,000	-	1,000,000	-
Taunet Primary School	950,000			950,000	-	950,000	-
MIKWEN PRIMARY SCHOOL		1,200,000		1,200,000	1,200,000	-	-
NATWANA PRIMARY SCHOOL		1,000,000		1,000,000	1,000,000	-	-
ST. VINCENT TUISUSWO PRI		1,200,000			1,200,000		
KILIMA PRIMARY SCHOOL		1,600,000			1,600,000		
Total	44,780,000	5,000,000	-	49,780,000	5,000,000	44,780,000	
8.0 Secondary Schools Projects							-
Loreto Matunda Secondary School	1,900,000			1,900,000		1,900,000	-
Ndabarnach Secondary School	720,000			720,000		720,000	-
St.Peters Kapkoren Secondary School	950,000			950,000		950,000	-
St. Pauls Makongi Secondary School	500,000			500,000		500,000	-
Chepkigen Secondary School	1,200,000			1,200,000		1,200,000	-
Lolkinyei Secondary School	950,000			950,000		950,000	-
St. Michael Kipsombe Secondary School	500,000			500,000		500,000	-
				-		-	
				-		-	
Total	6,720,000		-	6,720,000	-	6,720,000	-
9.0 Tertiary institutions Projects							-
KMTC Ziwa	6,600,000			6,600,000	-	6,600,000	-
Eldoret North Technical Training College	8,400,000			8,400,000	-	8,400,000	-
	15,000,000		-	15,000,000	-	15,000,000	-
10.0 Security Projects							-
Moi's Bridge Chief's Office	500,000			500,000		500,000	-

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KIBULGENY CHIEFS OFFICE		700,000.00		700,000	700,000	-	-
KONGASIS CHIEFS OFFICE		122,207.00		122,207	122,207	-	-
						-	
Total	500,000	822,207	-	1,322,207	822,207	500,000	
11.0 Acquisition of assets		250,000.00		250,000	249,990	10	100%
	-		-	-	-	-	
	-		-	-	-	-	
	-		-	-	-	-	
Total	-	250,000	-	250,000	249,990	10	100%
12.0 Other payments				-		-	
Rural Electrification and Renewable Energy Corporation	5,000,000.00			5,000,000.00	5,000,000	-	100%
Strategic Plan	3,000,000.00			3,000,000.00		3,000,000	-
				-		-	
				-		-	
Total	8,000,000.00	-	-	8,000,000	5,000,000	3,000,000	63%
13.0 unallocated fund						-	
Unapproved projects	1,400,000	37,000.00		1,437,000		1,437,000	-
AIA				-		-	
PMC savings	15,324			15,324		15,324	-
Total	1,415,324	37,000	-	1,452,324	-	1,452,324	-
	158,873,070	21,184,872	-	180,057,942	83,525,289	96,532,653	46%

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

XIV. 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 (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-Soy 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.

Significant Accounting Policies continued

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.

Proceeds from Sale of Assets

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

Other receipts

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

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.

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.

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.

Significant Accounting Policies continued

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 constituency 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 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.

Significant Accounting Policies continued

6. Cash and Cash Equivalent

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 various commercial banks at the end of the financial year.

Significant Accounting Policies continued

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 (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 fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on 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 National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

Significant Accounting Policies continued

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 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.

10. Un utilized 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

11. 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 2022 for the period 1st July 2023 to 30th June 2023 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.

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.

Significant Accounting Policies Continued

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 2023

14. 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, 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

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.

Soy Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023****XV. Notes To the Financial Statements****1. Transfers from NGCDF Board**

Description	2022-2023	2021-2022
Normal Allocation	Kshs	Kshs
AIE NO. B 105283		33,000,000
AIE NO. B 105560		44,000,000
AIE NO. B 105932		22,000,000
AIE NO. B 128702		5,000,000
AIE NO. B 163864		12,000,000
AIE NO. B 154209		12,000,000
AIE NO. B 154431		18,000,000
AIE NO. B 154486		24,088,879
AIE NO. B 089095		12,088,879
AIE NO. B185254	7,000,000	
AIE NO. B206273	26,000,000	
AIE NO. B205602	12,000,000	
AIE NO. B205897	12,000,000	
AIE NO. B207682	15,000,000	
AIE NO. B207917	15,000,000	
TOTAL	87,000,000.00	182,177,758

2. Proceeds From Sale of Assets

Description	2022-2023	2021-2022
	Kshs	Kshs
Receipts from the Sale of Buildings		-
Receipts from the Sale of Vehicles and Transport Equipment		-
Receipts from the Sale Plant Machinery and Equipment		-
Receipts from the Sale of Office and General Equipment		-
TOTAL	-	-

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3. Other Receipts

Description	2022-2023	2021-2022
	Kshs	Kshs
Interest Received		-
Rents		-
Receipts Sale of Tender Documents	-	20,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs		-
Other Receipts Not Classified Elsewhere (specify)	15,323.80	-
TOTAL	15,323.80	20,000

Soy Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023***Notes To the Financial Statements (Continued)***4. Compensation Of Employees**

Description	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,700,136	2,122,758
Personal allowances paid as part of salary		
House allowance	56,000	448,200
Transport allowance	-	400,800
Leave allowance	-	-
Gratuity-contractual employees	338,901	1,156,879
Employer Contributions Compulsory national social security schemes	103,680	33,960
TOTAL	3,198,717	4,162,597

5. Committee Expenses

Sitting allowance	1,988,000	4,042,100
Other committee expenses	1,117,139	0
TOTAL	3,105,139	4,042,100

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6. Use of Goods and services

Description	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	73,315	1,104,142
Communication, supplies and services	638,120	1,217,958
Domestic travel and subsistence	579,000	197,424
Services	-	92,744
electricity	-	16,122
Water & Sewerage Charges	-	-
Hospitality supplies and services	501,000	-
Insurance costs	9,300	71,169
Specialized materials and services	15,000	-
Office and general supplies and services	884,982	-
Fuel, oil & lubricants	449,450	425,020
Other operating expenses	8,000	-
Bank Charges	46,660	66,570
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	161,450	272,150
Training Expenses	-	1,467,050
TOTAL	3,366,277	4,930,349

Soy Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023****Notes To The Financial Statements (Continued)****7. Transfer To Other Government Units**

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to Primary Schools	5,000,000	34,500,000
Transfers to Secondary Schools	-	65,016,500
Transfers to Tertiary Institutions	-	13,500,000
TOTAL	5,000,000	113,016,500

8. Other Grants and Other transfers

Description	2022-2023	2021-2022
	Kshs	Kshs
Bursary - Secondary (see attached list)	40,957,959	35,160,432
Bursary -Tertiary (see attached list)	11,625,000	28,388,313
Bursary- Special Schools	-	-
Mocks & CAT (see attached list)	-	-
Social Security programs (NHIF)	6,000,000	6,000,000
Security Projects (see attached list)	822,207	3,929,906
Sports Projects (see attached list)	-	700,000
Environment Projects (see attached list)	-	-
Emergency Projects (see attached list)	4,200,000	-
Roads Projects	-	2,170,000
TOTAL	63,605,166	76,348,651

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

Non-Financial Assets	2022-2023	2021-2022
	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	249,990	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets		
TOTAL	249,990	0

10. Oversight Committee Expenses

COC Members allowance	-	-
Other COC expenses	-	-
TOTAL	-	-

11. Other Payments

Rural Electrification	5,000,000	-
ICT Hubs	-	-
		-
TOTAL	5,000,000	-

Soy Constituency
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12. Cash Book Bank Balance

Name of Bank, Account No. & currency	2022-2023	2021-2022
	Kshs (30/6/2023)	Kshs (30/6/2022)
<i>Cooperative Bank Uganda Road Eldoret Account No 01141458965900</i>	24,674,907.80	21,184,873
	-	-
	-	-
TOTAL	24,674,907.80	21,184,873

13. Outstanding Imprests

<i>Name of Officer</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>
	Date imprest taken	Kshs	
<i>Nil</i>			
		-	
		-	
		-	
		-	
		-	
		-	
TOTAL		-	

[Include an annex if the list is longer than 1 page.]

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Notes to the Financial Statement Continued

14. Retention and Gratuity

	2022-2023	2021-2022
	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	-	-

	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	2022-2023	2021-2022
	Kshs (1/7/2022)	Kshs (1/7/2021)
Bank accounts	21,184,873	41,487,312
Cash in hand		
Imprest		
TOTAL	21,184,873	41,487,312

[Provide short appropriate explanations as necessary]

16. Prior Year Adjustments

	Balance b/f FY 2021/2022 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2020/2021
Description of the error	Kshs	Kshs	Kshs
Bank accounts balances	-		-
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Others (specify)	-	-	-
Total	-	-	-

** The adjusted balances are not carried down on the face of the financial statement.
(Entity to provide disclosure on the adjusted amounts)

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Closing accounts receivable as at 30th June 2022 (D=A+B-C)	-	-
Net changes in accounts receivables D-A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	Kshs	Kshs
Deposits and Retention as a t 1st July 2019 (A)	-	-
Deposits and Retention held during the year (B)	-	-
Deposits and Retention paid during the year (C)	-	-
Closing accounts payable at 30th June (D=A+B-C)	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
TOTAL	-	-

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDF Staff	-	-
Others (specify)	-	-
	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	4,962,374	3,396,250
Use of goods and services	2,877,570	1,478,725
Amounts due to other Government entities (see attached list)	71,662,849	4,699,999
Amounts due to other grants and other transfers (see attached list)	15,317,733	11,322,899
Acquisition of assets	10	250,000
Committee Expenses	1,659,793	
Others (<i>specify</i>)	-	-
Funds pending approval	52,324.00	37,000
Total	96,532,653.00	21,184,873.00

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18.4: PMC account balances (See Annex 5)

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	6,021,639	48,432,137

XVI. 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.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 20xx	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees		4,962,374	3,396,250	
Use of goods & services		2,877,570	1,478,725	
Amounts due to other Government entities		71,662,849	11,322,899	
Sub-Total		79,502,793.00	16,197,874	
Amounts due to other grants and other transfers		15,317,733	4,699,999	
Sub-Total		15,317,733	4,699,999	
Acquisition of assets		10	250,000	
Others (Adm & services)		1,659,793		
Sub-Total		1,659,803	250,000	

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Funds pending approval		52,32	37,000	
Grand Total		96,532,653	21,184,873	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2021-2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2022-2023
Land	-			-
Buildings and structures	12,057,705		0	12,057,705
Transport equipment	5,236,068		0	5,236,068
Office equipment, furniture and fittings	586,980	249,990	0	836,970
ICT Equipment, Software and Other ICT Assets	554,000		0	554,000
Other Machinery and Equipment	-		0	-
Heritage and cultural assets	-		0	-
Intangible assets	-		0	-
Total	18,434,753	249,990	0	18,684,743

Soy Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023****Annex 5 –PMC Bank Balances As At 30th June 2023**

NO.	PMC NAME PMC	Account number	Bank	DATE A/C OPENED	Bank Balance 2022/23	Bank Balance 2021/22
1	Aic Itigo Secondary School	1141685263700	Cooperative Bank	18/11/2022	1679.5	560
2	Aic Itigo Primary School	1090297878587	Equity Bank	18/11/2022	440.15	440.15
3	Aic Kapsang High school	1141685346100	Cooperative Bank	18/11/2022	103.5	103.5
4	Aic Kabobo Primary School	11415983515000	Cooperative Bank	18/11/2022	45,063.50	47,113.50
5	Aic Kosyin Secondary School	1141686081000	Cooperative Bank	18/11/2022	217	217
6	Aic Mogoon Primary School	6610005784	Eco Bank	18/11/2022	777.5	777.5
7	Aic Mogoon Secondary School	1141443916400	Cooperative Bank	18/11/2022	16752.5	144
8	Aic Moisbridge Primary School	6610005783	Eco Bank	18/11/2022	209.2	100209.2
9	Aic Ndabarnach Sec School	1141685312100	Cooperative Bank	18/11/2022	3426.5	432
10	Aic Saniak Gaa Primary School	1141685231200	Cooperative Bank	18/11/2022	74	74
11	Aic Tamboiyot Pri School	1141686062600	Cooperative Bank	18/11/2022	627	627
12	Aic Tamboiyot Sec School	1141598653300	Cooperative Bank	18/11/2022	627	1547
13	Aic Teldet Sec School	1090297960403	Equity Bank	18/11/2022	565	565

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14	Aic Tenai Primary School	1141685219200	Cooperative Bank	18/11/2022	0.5	17
15	Barsombe Primary School	1141686084800	Cooperative Bank	18/11/2022	956.00	101,281.00
16	Bwayi Primary School	1090280777810	Equity Bank	18/11/2022	615	615
17	Bondeni Primary School	1141686105400	Cooperative Bank	18/11/2022	128	93
18	CCI NABISWA PRIMARY SCHOOL	6610000286	Eco Bank	18/11/2022	940.8	940.8
19	Chelabal Primary School	1141686065200	Cooperative Bank	18/11/2022	865	865
20	Chelabal Primary School	70235045404901	Eco Bank	18/11/2022	865	456
21	Chemororoch Pri School	300262715960	Equity Bank	18/11/2022	412	412
22	Chemoset Primary School	1141685894400	Cooperative Bank	18/11/2022	1,933.00	1,933.00
23	Chemoset Primary School	70235044930601	Eco Bank	18/11/2022	298	298
24	CHEPKIGEN PRIMARY SCHOOL	6610000291	Eco Bank	18/11/2022	1,913.40	801,913.40
25	Chepkoiel Youth Development Group	1134761232700	Cooperative Bank	18/11/2022	41	41
26	Chepkongi Primary School	6610005777	Eco Bank	18/11/2022	2,304.00	1,349.00
27	Chepkongi Primary School	1090262802028	Equity Bank	18/11/2022	2304	100424
28	Cheplelaipei North Sec School	1141598514400	Cooperative Bank	18/11/2022	1,520.00	1,520.00
29	Cheptarit Primary School	1141598653400	Cooperative Bank	18/11/2022	7186.5	858

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30	Cheukta Primary School	1141244594501	Cooperative Bank	18/11/2022	900263	788975
31	Emdin Primary School	1141686980300	Cooperative Bank	18/11/2022	1261	51
32	Emkwen Gaa Primary School	1141244442700	Cooperative Bank	18/11/2022	1,474.00	1,474.00
33	Greenfields Primary School	1141685879700	Cooperative Bank	18/11/2022	2792.5	88
34	Jabali Ass Chiefs Office	1141685113000	Cooperative Bank	18/11/2022	1	1
35	Jabali Primary School	1141685223000	Cooperative Bank	18/11/2022	0.00	1,261.00
36	Kabianga Primary School	6610001658	Eco Bank	18/11/2022	559.2	559.2
37	KABIANGA SISAL PRIMARY SCHOOL	6610006544	Eco Bank	18/11/2022	36,789	36,789
38	Kag Bwayi Sec School	1141598550000	Cooperative Bank	18/11/2022	100	246
39	Kambuku Pri School	1141685295600	Cooperative Bank	18/11/2022	4635.1	35
40	Kambuku Primary School	70235040253201	Eco Bank	18/11/2022	62	62
41	Kamoiywo Primary School	1141046549100	Cooperative Bank	18/11/2022	0	78
42	Kamoiywo Sec School	1141685138700	Cooperative Bank	18/11/2022	845	845
43	Kapchan Primary School	1141685873600	Cooperative Bank	18/11/2022	727	727
44	Kapkatet Primary School	1141686086400	Cooperative Bank	18/11/2022	45	256
45	Kapkoros Gaa Primary School	1141686109200	Cooperative Bank	18/11/2022	325	325
46	Kapkoros Gaa Primary School	70235045190301	Eco Bank	18/11/2022	460	460
47	Kapkorren Primary School	1141685301100	Cooperative Bank	18/11/2022	0.5	102667.5

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48	Kapkuis Primary School	1090262859073	Equity Bank	18/11/2022	0.5	798975
49	Kapkures Primary School	1141685301200	Cooperative Bank	18/11/2022	1,208.00	1,208.00
50	Kapkures Ward Football Tournament	1134244348300	Cooperative Bank	18/11/2022	155.00	2,555.00
51	Kapngetuny Gaa Sec School	1141443749800	Cooperative Bank	18/11/2022	495	495
52	Kapngetuny Primary School	1141686298600	Cooperative Bank	18/11/2022	3881	800275
53	Kapsabul Primary School	6610004491	Eco Bank	18/11/2022	801	783920.4
54	Kapsang Chiefs Office	1134244398300	Cooperative Bank	18/11/2022	475	475
55	Kapsang Secondary School	1141685346100	Cooperative Bank	18/11/2022	103.5	23
56	Kapsumbeiywet Primary School	1090262833161	Equity Bank	18/11/2022	37	37
57	Kaptait Primary School	1141685223200	Cooperative Bank	18/11/2022	432.5	800030.5
58	Kaptebengwet Primary School	1141685266700	Cooperative Bank	18/11/2022	100.5	176
59	Kaptebengwet Sec School	1141598515600	Cooperative Bank	18/11/2022	1,201,374	100,180
60	Kerotet Girls High School	1141685685200	Cooperative Bank	18/11/2022	971.40	2,090,507.40
61	Kerotet Mixed Sec School	1141598638500	Cooperative Bank	18/11/2022	1787.5	788
62	Kesogon Primary School	300295124918	Equity Bank	18/11/2022	20.9	881
63	Kiborokwa Pri. School	300295189678	Equity Bank	18/11/2022	1,348.00	1,348.00

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64	Kiborom Secondary School	1141598547100	Cooperative Bank	18/11/2022	4142.5	143
65	KIBULGENY CHIEFS' OFFICE	1141244594900	Cooperative Bank	18/11/2022	912,012.00	3,458,975.00
66	Kidiwa Primary School	1141686960700	Cooperative Bank	18/11/2022	495	495
67	Kilima Primary School	1141685306800	Cooperative Bank	18/11/2022	14,102.45	1,612,000.00
68	Kipketiengwet Pri School	1141685264700	Cooperative Bank	18/11/2022	48	48
69	Kipsangui Boys Sec School	1141880444000	Cooperative Bank	18/11/2022	1,201,374.00	1,368.00
70	Kipsangui Girls Secondary School	1141598572700	Cooperative Bank	18/11/2022	2,603.00	1,492.00
71	Kipsangui Pri. School	70235046359701	Eco Bank	18/11/2022	1868.5	893
72	Kipsangui Primary School	1141685231300	Cooperative Bank	18/11/2022	1,869.00	1,869.00
73	Kipsomba Chiefs Office	1141685113400	Cooperative Bank	18/11/2022	1,196.00	1,196.00
74	Kipsomba Farm Primary School	1141685140200	Cooperative Bank	18/11/2022	59	59
75	Kipsomba Primary School	1090296374852	Equity Bank	18/11/2022	255	255
76	Kipsomba Ward Football Tournament	1134244358000	Cooperative Bank	18/11/2022	875	875
77	Kiptanui Primary School	1090262857175	Equity Bank	18/11/2022	4,563.10	4,563.10
78	Kisabei Primary School	1141686100200	Cooperative Bank	18/11/2022	440	440
79	Kiwato Primary School	1141685894200	Cooperative Bank	18/11/2022	1,953.00	1,953.00
80	Kmtc- Ziwa Campus	1141244450700	Cooperative Bank	18/11/2022	586,518.05	11,365,902.55

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81	Koisagat Chiefs Office	1141685121800	Cooperative Bank	18/11/2022	1,708.00	1,708.00
82	Koitebes Primary School	1090263414789	Equity Bank	18/11/2022	15.55	4,695.55
83	Kokwet Sec School	1141598667600	Cooperative Bank	18/11/2022	428	428
84	Kokwet Sec School	70235046249001	Eco Bank	18/11/2022	734	734
85	Kong`Asis Chief`S Office	1141686043600	Cooperative Bank	18/11/2022	122307	80
86	Kong`Asis Pri School	1141685231100	Cooperative Bank	18/11/2022	28512.14	14
87	Kosirai North Pri School	1141686406800	Cooperative Bank	18/11/2022	220	220
88	KOSYIN PRIMARY SCHOOL	6610006504	Eco Bank	18/11/2022	291.4	291.4
89	Kuinet Chief` Office	1141685168600	Cooperative Bank	18/11/2022	19872.5	873
90	Kuinet Primary School	1141685302300	Cooperative Bank	18/11/2022	1472.5	123
91	Kuinet/Kapsuswa Ward Football Tournament	113424438220	Cooperative Bank	18/11/2022	475	475
92	Kuresok Primary School	1141685262100	Cooperative Bank	18/11/2022	538	538
93	Lalakin Primary School	1141685886300	Cooperative Bank	18/11/2022	168	168
94	Lamaiywet Pri School	1141685307100	ABC	18/11/2022	1,133.00	309.00
95	Lamaon Primary School	1141686073200	Cooperative Bank	18/11/2022	825	1333
96	Lamaon Primary School	6610004554	Eco Bank	18/11/2022	14	14
97	Legebet Assistant Chiefs Office	1134598356800	Cooperative Bank	18/11/2022	568	568
98	Legebet Primary School	70235045573001	Eco Bank	18/11/2022	451	451

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99	Legebet secondary School	1141958876200	Cooperative Bank	18/11/2022	650	650
100	Lelboinet Primary School	1141685449000	Cooperative Bank	18/11/2022	8207.5	421
101	Lemoru Primary School	1141685300800	Cooperative Bank	18/11/2022	473	473
102	Lemoru Primary School	70235046046601	Eco Bank	18/11/2022	3,225.00	213,225.00
103	Lemoru Secondary School	1141598851800	Cooperative Bank	18/11/2022	366.5	733
104	Limnyomoi Primary School	1090262861776	Equity Bank	18/11/2022	2,203.00	2,203.00
105	Lolkinyei Primary School	1141685443700	Cooperative Bank	18/11/2022	1,883.00	1,883.00
106	Lolkinyei Sec School	1141598756601	Cooperative Bank	18/11/2022	85	85
107	Loreto High School Matunda	1141598970900	Cooperative Bank	18/11/2022	3,342.00	3,342.00
108	Lorwa Primary School	300262715496	Equity Bank	18/11/2022	1,060.00	1,060.00
109	Lorwa Sec School	1141686083600	Cooperative Bank	18/11/2022	1,650.00	1,650.00
110	Lower Moiben Chiefs Office	1141685150300	Cooperative Bank	18/11/2022	103	103
111	Lower Moiben Pri School	1090295299769	Equity Bank	18/11/2022	2,490.00	2,490.00
112	Maendeleo Primary School	1141685265200	Cooperative Bank	18/11/2022	53	53
113	Mafuta Pri School	300297840424	Equity Bank	18/11/2022	808.4	799808.4
114	Mafuta Secondary School	1090295175924	Equity Bank	18/11/2022	331	331
115	Majimazuri Pri. School	6610001673	Eco Bank	18/11/2022	2,112.20	2,112.20

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116	Majimazuri Primary School	1141598393500	Cooperative Bank	18/11/2022	217	217
117	Makongi High School	1141598572300	Cooperative Bank	18/11/2022	5442.5	443
118	Makongi Pri School	70235039166801	Eco Bank	18/11/2022	175	175
119	Matunda Chief S Office	1141598433000	Cooperative Bank	18/11/2022	537	537
120	Matunda Primary School	1090262864803	Equity Bank	18/11/2022	1752.5	245
121	Matunda School Of Disabled	1128443746000	Cooperative Bank	18/11/2022	2,290.00	2,290.00
122	Mikwen Primary School	1141686516300	Cooperative Bank	18/11/2022	47851	625
123	Milimani Primary School	1141685269200	Cooperative Bank	18/11/2022	857	858
124	Milimani Primary School	70235046045001	Eco Bank	18/11/2022	350	350
125	Mogoiywet Primary School	1141686105200	Cooperative Bank	18/11/2022	437	58467
126	Mogoon Primary School	1141685611300	Cooperative Bank	18/11/2022	778	778
127	Moi`S Bridge Chief`S Office	1141685305400	Cooperative Bank	18/11/2022	924	924
128	Moisbridge Primary School	1090262833294	Equity Bank	18/11/2022	11	11
129	Moisbridge Sec School	1141598649800	Cooperative Bank	18/11/2022	1,713.00	1,713.00
131	Moisbridge Ward Football Tournament	1134244374600	Cooperative Bank	18/11/2022	375	375
132	Mukunga Primary School	1141686176200	Cooperative Bank	18/11/2022	9065	65

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133	Nabiswa Primary School	1141685303400	Cooperative Bank	18/11/2022	853	853
134	Nabiswa Primary School	70235046205001	Eco Bank	18/11/2022	1,644.00	1,644.00
135	Natwana Primary School	1141685302400	Cooperative Bank	18/11/2022	747.5	438
136	Ndabarnach Primary School	O1141685229100	Cooperative Bank	18/11/2022	493	493
137	Ndalat Simatwo Primary Sch	1141686341000	Cooperative Bank	18/11/2022	30.00	2,980.00
138	Ngeny Pri School	300277707162	Equity Bank	18/11/2022	965	965
139	Ngeny Primary School	1141685309500	Cooperative Bank	18/11/2022	2,633.50	2,633.50
140	Ngeny Sec School	1141598505800	Cooperative Bank	18/11/2022	1,873.00	1,873.00
141	Ngobitwa Primary School	1141685908100	Cooperative Bank	18/11/2022	3,012.00	3,012.00
142	Nukiat Primary School	1141686401700	Cooperative Bank	18/11/2022	267	267
143	Nyalilbei Primary School	1141686075501	Cooperative Bank	18/11/2022	5,379.00	5,379.00
144	Rcea Chepkigen Sec School	1141441128500	Cooperative Bank	18/11/2022	46	46
145	Rcea Kuinet Sec	70235046045501	Eco Bank	18/11/2022	524.8	5686524.8
146	Rcea Kuinet Secondary School	1141598647800	Cooperative Bank	18/11/2022	1,101.00	1,101.00
147	Rcea Shirika Secondary School	1141598673100	Cooperative Bank	18/11/2022	2,113.00	2,313.00
148	Ripmoy Primary School	1141686087500	Cooperative Bank	18/11/2022	720	720
149	Roret Adventist Primary School	1141685298900	Cooperative Bank	18/11/2022	1,683.00	1,683.00

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150	Roret Adventist Primary School	6610006565	Eco Bank	18/11/2022	600	600
151	Sachangwan Primary School	1141686975300	Cooperative Bank	18/11/2022	125	125
152	Saramek Primary School	1141598547000	Cooperative Bank	18/11/2022	70704.5	373
153	Saramek Sec School	1141598547000	Cooperative Bank	18/11/2022	1,076.50	1,171,075.50
154	Sda Ainamoi Pri School	1141685309000	Cooperative Bank	18/11/2022	750.5	683
155	Sda Sisoyebi Primary School	1141686056100	Cooperative Bank	18/11/2022	60	60
156	Segero Chiefs Office	1141685300600	Cooperative Bank	18/11/2022	550	550
157	Segero Primary School	1141686551900	Cooperative Bank	18/11/2022	1,651.00	1,651.00
158	Segero/Barsombe Football Tournament	1141244446800	Cooperative Bank	18/11/2022	450	450
159	Shirika Primary School	70235044938901	Eco Bank	18/11/2022	98	98
160	Shirika Primary School	1090296367625	Equity Bank	18/11/2022	448	448
161	Sigaon Primary School	1141685309400	Cooperative Bank	18/11/2022	582.5	583
162	Sigaon Primary School	70235045289501	Eco Bank	18/11/2022	721	721
163	Sigowet Hill Primary School	1090261684385	Equity Bank	18/11/2022	113	113
164	Sinendet Primary School	1141685829800	Cooperative Bank	18/11/2022	1707.5	643
165	Sinendet Sec School	1141685138300	Cooperative Bank	18/11/2022	1,707.50	1,708.00
166	Sinonin Primary School	1141685476600	Cooperative Bank	18/11/2022	1062.5	63

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167	Sirikwa Chiefs Office	70235045257901	Eco Bank	18/11/2022	5	5
168	Sirikwa Primary School	1141686080900	Cooperative Bank	18/11/2022	1,425.00	133,625.50
169	Sisyobei Adventist Sec School	1141685292900	Cooperative Bank	18/11/2022	89,610.50	5,708,019.50
170	Soy Chiefs Office	1141598417800	Cooperative Bank	18/11/2022	67.5	68
171	Soy Constituency Football Org	73025045404501	Eco Bank	18/11/2022	35	110
172	Soy Police Station	6610005778	Eco Bank	18/11/2022	15	15
173	Soy Primary School	1141685473800	Cooperative Bank	18/11/2022	1469.5	133669.5
174	Soy Secondary School	1141686135400	Cooperative Bank	18/11/2022	0	75
175	Soy Ward Football Tournament	1141244367900	Cooperative Bank	18/11/2022	35	35
176	St Pauls Makongi Sec	1141598521400	Cooperative Bank	18/11/2022	0.5	1
177	St Peters Kamukunji Sec	1141598669600	Cooperative Bank	18/11/2022	134759.5	132
178	St Teresa Of Avilla Tekeiyat Primary School	1141686478000	Cooperative Bank	18/11/2022	158980.8	251764.95
179	St. Barnabas Kibiegen Primary School	1141458562601	Cooperative Bank	18/11/2022	155	155
180	St. Josephs Mobet Sec Sch	1141598919100	Cooperative Bank	18/11/2022	4046.5	47
181	St. Mathews Lamaiywet Pri	1141685328300	Cooperative Bank	18/11/2022	1000.5	36
182	St. Michaels Kipsomba Sec	1141685372300	Cooperative Bank	18/11/2022	217,208.50	2,296,493.00
183	St. Peters Kamukunji Primary School	1090262814685	Equity Bank	18/11/2022	80	80
184	St. Peters Kapkorren Sec Sch	1141598636800	Cooperative Bank	18/11/2022	62.5	423

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185	St. Peters Natwana Sec Sch	1141598511300	Cooperative Bank	18/11/2022	1388.5	788
186	St. Stephen Jabali Secondary School	114168603700	Cooperative Bank	18/11/2022	126	126
187	St. Thomas Mararai Primary School	1141685301300	Cooperative Bank	18/11/2022	1,073.00	1,073.00
188	St. Vincent Tuisuswo Primary School	1141046105300	Cooperative Bank	18/11/2022	1,128.00	2,254,493.00
189	St.Pauls Makongi Sec School	1141598521400	Cooperative Bank	18/11/2022	0.5	1
190	Sugutek Primary School	1141685899900	Cooperative Bank	18/11/2022	22.5	22
191	Tamboiyot Primary School	70235044855101	Eco Bank	18/11/2022	78	78
192	Teachers Advisory Centre Moisbridge	1141598623900	Cooperative Bank	18/11/2022	613	613
193	Tegeiyat Gaa Primary School	1090262877407	Equity Bank	18/11/2022	631	631
	Teldet Primary School	52244001000592	ABC	18/11/2022	138	138
194	Teldet Primary School	1141685223700	Cooperative Bank	18/11/2022	3149.5	216
195	Vumilia Primary School	1141685272900	Cooperative Bank	18/11/2022	23151	92
196	Ziwa Primary School	300262709566	Equity Bank	18/11/2022	290	290
197	Ziwa Secondary School	1141598564400	Cooperative Bank	18/11/2022	577.50	5,707,582.00
198	Ziwa Ward Football Tournament	1134244366600	Cooperative Bank	18/11/2022	1,525.00	1,525.00
					6,021,639.04	48,432,137.00

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)
1.0	<p>Project management committee (PMC) Bank Account Balances</p> <p>Note 17.4 to the financial statement reflects Project Management Committee (PMC) bank balance totaling to Ksh. 48,432,137 which, according to annex 5 of the financial statements is made up of balances held in two hundred and three (203) bank accounts. However, cash books, bank reconciliation statements and bank confirmation certificates for the PMC accounts were not provided for audit. In the circumstances, the accuracy, completeness and existence of the project management committee bank balances amounting to Ksh</p>	<p>Project Management Committee balance as at 30th June 2022 amounted to Ksh. 48,432,137 in respect to two hundred and three (203) bank accounts in various commercial banks. However, the project management committee did not prepare and submit casebooks and bank reconciliation statements the only documents available to confirm the accuracy of PMC balances are the certificates of bank balances and bank statements. attached find certificate of PMC bank balances Annex 7</p> <p>Further, in future PMC s will be trained to prepare cashbooks and bank reconciliation statements. The management confirm s that it will ensure project management committee bank accounts are supported by adequate and appropriate supporting documents/ records</p>	Responded through management letter	30/12/2023

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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)
	48,432,137 could not be confirmed.			
2	<p>Budgetary Control and Performance</p> <p>The Fund had a final budget amounting to Ksh 222,685,070 compromising of the current years allocation of Ksh 41,487,312 previous years outstanding disbursement of ksh 345,088,879 and other receipts of Ksh 20,000 However, the Fund expanded Ksh 202,500,198 against the approved budget of Ksh 223,685,070 resulting to an under-expenditure of Ksh 21,184,873 of 9.5 of the budget</p>	<p>Management Response</p> <p>The management has taken note of the concern and it will be put in measures in place to ensure the projects are implemented as initially scheduled and ensure all budget programs are implemented as budgeted so as to deliver services to the constituents.</p> <p>We appreciate the audit team for the key areas of improvement and management will your recommendations to straightened its management of the fund.</p>	Responded through management letter	30/12/2023
3	<p>Unresolved Prior Matters</p> <p>In the audit report of the previous year, several issues were raised. However, the management</p>	<p>Management response</p> <p>Contract for proposed erection and completion and completion of Kibulgeny Chiefs Office in</p>	Responded through management letter	30/12/2023

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)	
	<p>not resolved the issues or given any explanation for failure to adhere to the provision of the public sector Accounting standards Board templates</p> <p>Proposed Erection and Completion of Kibulgeny Chief's Office</p> <p>The statement of receipts and payments reflects other grants and transfers of Kshs.76,348,651 which includes Kshs.3,929,906 for security projects as disclosed in Note 7 to the financial statements. The Fund awarded a contract for proposed erection and completion of Kibulgeny Chief's office in Kibulgeny location to a local contractor at a contract sum of Kshs.3,500,000. However,</p>	<p>Kibulgeny location was awarded to Jelee Etechnics Limited at a contract sum of Ksh3,500,000.the contractor provided a bid bond of 2% of the contract sum as per the specifications in the tender documents. Attached find the bid bond reference no.172469 policy no AM7/120/1/114157/2022(Annex 2).</p> <p>However, on the transformation of the chief's office to police station the management has noted the concern and will advise the project management committee to put the project to its intended use. The records available in the office states that the conversion of the project from chief's office to police station was just a temporary</p>			

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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)	
	<p>review of procurement documents provided revealed that the local contractor did not provide the bid bond of 2% of the contract sum as per the specifications in the tender document. This was contrary to Regulation 76(2) of the Public Procurement and Asset Disposal Regulations, 2020 which requires that the Evaluation Committee shall reject tenders which do not satisfy the technical requirements. Further, physical verification conducted in March, 2023 revealed that the project which was meant to be Chief's office was complete but was instead being used as a Police Station. No document authorizing the change of</p>	<p>measure and plans are underway to construct the police station. Attached find the chief's letter explaining the temporary conversion (Annex 3).</p>			

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>	
	<p>use was provided for audit.</p> <p>In the circumstance, the project did not serve the intended purpose and value for money could not be confirmed.</p> <p>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</p>				

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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)	
	basis for my conclusion.				


Philip Odida

.....
Name
Fund Account Manager.

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