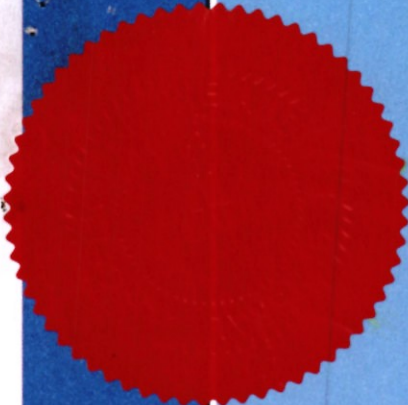


REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY
PAPERS LAID

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REPORT

OF

THE AUDITOR-GENERAL

ON

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

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



NDIA 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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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;

- 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 Ndia ConstituencyNGCDF 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 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Timothy Njichi
2.	Sub-County Accountant	Joyce Kinyua
3.	Chairman NGCDFC	Beatrice Mwangi
4.	Member NGCDFC	Francis Mwangi

(c) Fiduciary Oversight Arrangements

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

P.O. Box 70-10302
NG Ndia CDF Building/House/Plaza
Baricho/Kerugoya Avenue/Road/Highway
BARICHO, KENYA

(e) Ndia Constituency NGCDF Contacts

Telephone: (254) 703362365
E-mail: tnjichi@ngcdf.go.ke
Website: ndia.ngcdf.go.ke

(f) Ndia Constituency NGCDF Bankers

Equity Bank
Kagio Branch
P.O.Box70
Kagio,Kenya

(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



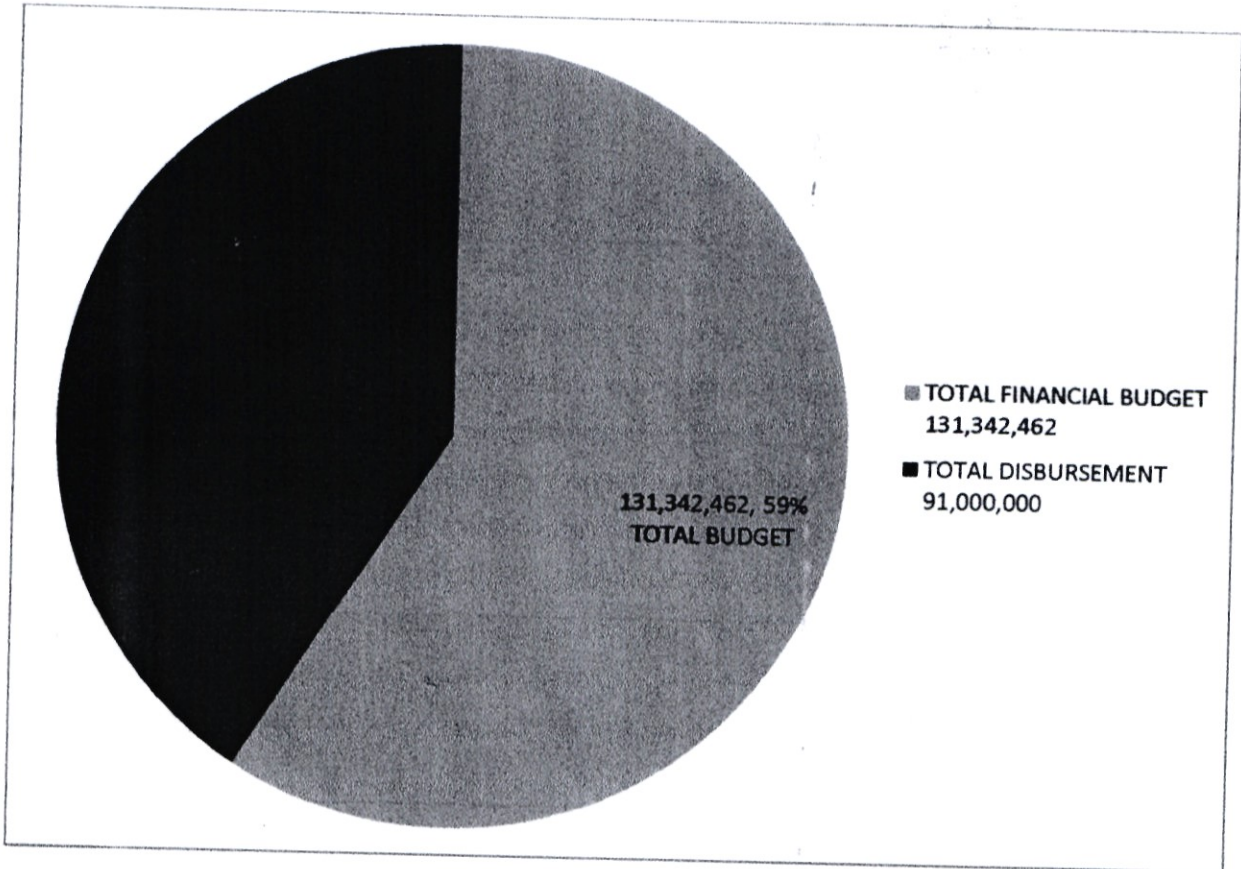
Beatrice Wangui Mwangi

On behalf of the Constituents and the NG-CDF Ndia Office, it's my utmost honour and privilege to present the financial report for the year ended 30th June 2023.

During the financial year 2022/2023 the management had a total budget of ksh 131,342,462 and the balance brought forward from the previous year(2021/2022) amounting to ksh3,426,890. However, the management received ksh 91,000,000 which was part of allocation for the financial year from the NG CDF Board. As at the closure of this financial year ksh 8,579,200 which was part of the budget had not yet been approved. The amount not approved was meant to purchase the NG Ndia CDF Motor vehicle. The management spent ksh77,009,581 on projects and other administrative costs which translate to 57% of the total budget.

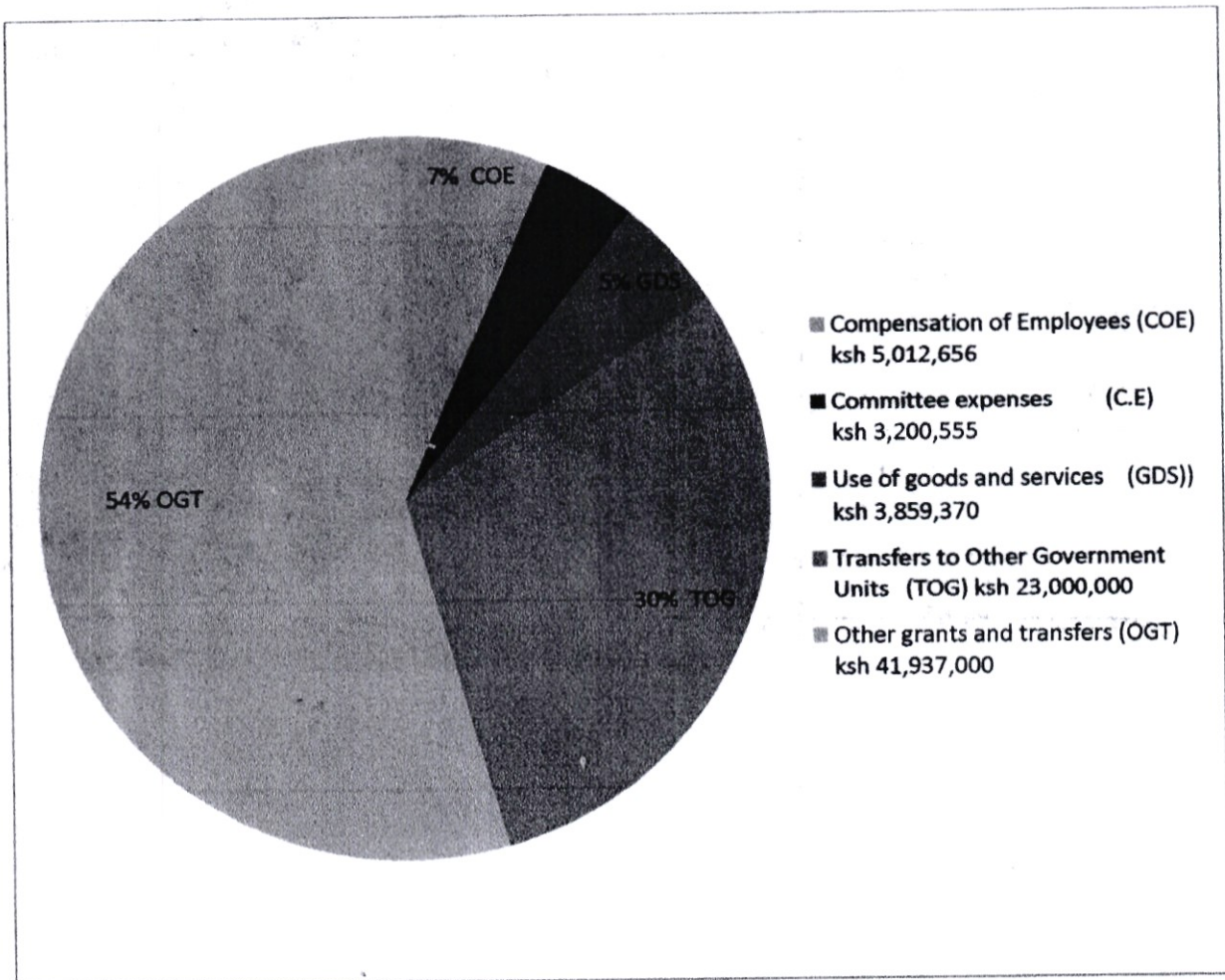
PIECHART SHOWING TOTAL BUDGET FOR 2022/2023 COMPARED TO WHAT WAS DISBURSED

BUDGET FOR 2022/2023	TOTAL DISBURSEMENT
131,342,462	91,000,000



PIECHART SHOWING ACTUAL UTILIZATION PER VOTEHEAD

VOTEHEADS	ACTUAL UTILIZATION KSH
Compensation of Employees (COE)	5,012,656
Committee expenses (C.E)	3,200,555
Use of goods and services(GDS)	3,859,370
Transfers to Other Government Units(TOG)	23,000,000
Other grants and transfers(OGT)	41,937,000



During this financial year 2022/2023, the NGCDF Ndia managed to complete and implement a good number of projects from financial year 2022/2023. This was made possible by good co-operation between the NGCDF Committee, the PMCs and other stakeholders. The projects mainly included Education projects, Security projects among others.

LOWER BARICHO PRIMARY SCHOOL

NG Ndia cdf constructed an eight door exhaustible toilet with the emergency fund that was allocated in financial year 2022/2023 after the toilets caved in.



CHALLENGES ON PROJECTS IMPLEMENTATION

Late disbursement of funds: sometimes treasury disburses funds toward the closure of the year which make the constituency to have huge amount since there is no enough time to procure.

Name: Beatrice Mwangi
CHAIRMAN NGCDF 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 *Ndia Constituency 2018-2022* plan are to:

OBJECTIVES OF NDIA CONSTITUENCY STRATEGIC PLAN

- a. Promotion of education, learning and training
- b. Enhance administration and security
- c. Promotion of sports and creative talent
- d. Protection of environment
- e. Prudent use of public resources

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:

sector	Objective	Outcome	Indicator	Performance
<i>Education</i>	<i>To have all children of school going age attending school</i>	<i>Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions</i>	<i>number of usable physical infrastructure built in primary, secondary and equipped at number of bursary's beneficiaries at all levels</i>	<i>In FY 2022/23 -we increased number of dormitories by 1, renovated 10 classrooms and constructed two storey classrooms, -During the year the constituency supported needy students by issuing of bursaries that benefited the students.</i>
<i>Security</i>	<i>Enhance administration and security</i>	<i>To enhance security</i>	<i>Construct more police housing units and renovation of their facilities</i>	<i>During the F/y 2022/23 we were to construct police housing</i>

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

				<i>units and renovate offices which will be done in f/y 2023/2024 due to late disbursement of funds.</i>
<i>Environment</i>	<i>Protection of the Environment</i>	<i>To ensure environmental sustainability</i>	<i>Constructed a toilet at Kathaka primary school.</i>	<i>During the F/y 2022/23 improved sanitation facility.</i>
<i>Sports</i>	<i>Promotion of sports and creative talent</i>	<i>To mentor youth through sports</i>	<i>Procure set of uniforms and sporting kits</i>	<i>not implemented due to late disbursement of funds</i>
<i>Emergency</i>	<i>To cater for any unforeseen events</i>	<i>To enhance better service delivery</i>	<i>Constructed toilets after the existing ones sunk due to heavy rains at the DCC office and lower Baricho primary</i>	<i>During the F/y 2022/23 services were enhanced to residents.</i>

V. Statement of Governance

PROCESS OF APPOINTMENT OF NG NDIA CDFC MEMBERS

I. For 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.

II. Invite applications from interested and Qualified members of the public for appointment to the Constituency Committee. The invitation shall be widely publicized to reach all parts of the constituency.

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

IV. 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.

V. Submit the list of seven nominees (four 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.

VI. 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 true copy of the original by the Fund Account Manager), the long – listing and shortlisting criteria, and three colour passport-size photographs of each of the respective nominees (stamped and signed at the back by the Fund Account Manager) are attached to the list submitted to the Board.

VIII. 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 Community and not serving public officers, Fund Account Managers are required to ensure that this is strictly adhered to.

IX. After appointment of members of the NG-CDF Committee through publication in the Kenya Gazette the parliament, the Deputy County Commissioner (or in his/her absence) the Fund Account Manager shall convene the first meeting of the NG-CDF Committee during which the members will elect the Chairman and the Secretary.

X. The Fund Account Manager will then submit to the Board the names of the elected Chairman and Secretary, attaching a certified copy of form four certificates and the academic certificate for the highest level of education attained and the minutes of the NG-CDF Committee meeting that approved the appointments.

REMOVAL OF NG CDFC 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

The members of a Constituency Committee may remove a member in accordance with section 43 (13) and (14) of the Act upon Conflict /complain against a member. A complain against a member of a Constituency Committee shall be deposited with the National Government Constituency Office. The complain referred to shall clearly set out the particulars of the issues complained of. The Secretary shall convene a special meeting in accordance with these Regulations to deliberate on the complain, but the member against whom the complain is raised shall not participate in such a meeting. If, at a meeting held pursuant to above paragraph, members determine that sufficient grounds exist requiring the member against whom the complain is raised to respond to the issues complained of, the secretary shall by notice, require the member to respond to the issues received in the complain within fourteen days of the date of the notice. A copy of the complain and any other grounds of removal shall be attached to the notice issued under above .The member against whom the complain is raised may be required to respond to the complain in writing. The member against whom a complain is raised may, in addition to the written response required, elect to be heard orally, and a Constituency Committee may hear such a member. The member against whom a complain is made may call witnesses. If the member against whom a complain is raised chooses not to submit a response in writing or to attend the hearings, a Constituency Committee may proceed to determine the matter. The Constituency Committee may summon the member against whom the complain is made to clarify any issue, and such member shall attend the hearing. Kenya Subsidiary Legislation, 2016 1955If the member against whom a complain is made fails to respond to the complain as may be directed by a Constituency Committee, the Committee may proceed and make a determination based on the evidence available. A Constituency Committee shall issue its decision on the complain within seven days after the conclusion of the hearing. If a Constituency Committee resolves to remove the member against whom a complain is made, the secretary shall communicate the decision of the Constituency Committee to the Board within fourteen days of the decision. The communication to the Board under above paragraph shall include duly executed proceedings, together with all the supporting documents. The Board shall, within thirty days after receipt of the communication, consider the matter and issue a final declaration which shall be binding on all parties.

The functions of a Constituency Committee shall be to –

- i) To consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency.
- ii) To ensure that project proposals submitted to the NGCDF Board include detailed budget proposals, procurement plans and work plans.
- iii) To rank projects proposals in order of priority while ensuring that on-going projects take precedence.
- iv) To ensure that all projects receive adequate funding and are completed within three years.
- v) To consult with relevant government departments to ensure that cost estimates for projects are realistic.
- vi) 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.

- vii) To build the capacity of project management committees and sensitize the community on the operations of National Government Constituency Development Fund.
- viii) To ensure that projects proposed for funding fulfill the requirements provided in the Act and relevant circulars issued by the Board.
- ix) To monitor implementation of projects in accordance with the monitoring and evaluation framework prescribed by the NGCDF Board.
- x) To ensure that project reports are prepared and submitted to the NGCDF Board.
- xi) To ensure formation of project management committees, opening of project accounts, project implementation and closure of projects.

Induction process for CDF committee members

Appointment and Notification

Orientation Workshop is held

Given Legal and Regulatory Framework

Their Roles and Responsibilities are given to them

Trained on Project Management and Procurement

Trained on Financial Management

Continous training

TRAINING OF NGCDFC MEMBERS

The current NG CDF Committee was gazette in the Kenya gazette on 29th November 2022 and were first inducted by the Fund Account Manager through an on job training and were later inducted in April 2023 through a five daysworkshop organized by the NG –CDF BOARD at mountain breeze Hotel Embu. During the workshop it was made clear that no conflict of interest will be allowed during the committee operations. In the event that any member has any personal interest, this must be declared.

Ongoing Training: After the initial induction, NG-CDF committee members normally have continuous training opportunities to stay updated on changes in policies, regulations, and best practices. Committee also had a workshop organized by the constituency to enlighten them more at Maya leisure Garden

NO. of meetings held

During the financial year 2022/2023 the NG CDF Ndia conducted Twentyonemeetings. During this meeting the chairperson was given a Sitting allowance of ksh 7,000 and the other Committee members were given a sitting allowance of ksh 5,000 each. During their operations the members

are required to conduct themselves in an ethical manner so that they could meet the constituents' needs efficiently and effectively hence to meet the goals and objectives of NGCDF. We also held one meeting for selection panel committee.

Policy on conflict of interest

This will require Committee members who have a conflict of interest to **excuse themselves from discussion** and any voting associated with those measures.

Member's remuneration

Chairperson is given an allowance of ksh 7,000 per sitting while the rest earn ksh5,000 each.

Responsible competition practice by encouraging fair competition and zero tolerance to corruption
Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.

Responsible marketing and advertisement

Product stewardship by safeguarding consumer rights and interest

VI. Environmental and Sustainability Reporting

NdiaNG-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 Ndia NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Ndia 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; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.
- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with

intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

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 CDF Ndia had planned to construct toilets in various schools and includes washing point to promote hygiene for the students and teachers. By this we constructed a toilet at Kathaka Primary school.

During the tournament organised in the constituency, youths were sensitized on drug abuse and informed on realising their talents which can keep them busy and free from drugs.

3. Employee welfare

We invest in providing the best working environment for our employees. Ndia 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. Ndia 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~

Ndia NGCDF 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 honouring all contracts and settling payments promptly.

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Ndia 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.

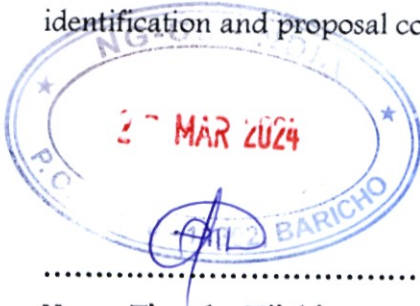
Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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.

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



.....
Name: Timothy Njichi

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-Ndia 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-Ndia 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 charge of the NGCDF-Ndia 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 Ndia 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-Ndia Constituency financial statements were approved and signed by the Accounting Officer on _____ 2023.


.....
Name: Beatrice Mwangi
Chairman – NGCDF Committee


.....
Name: Timothy Njichi
Fund Account Manager

REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
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Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NDIA 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 Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the 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 financial 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 - Ndia Constituency set out on pages 1 to 41, which

comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Ndia Constituency as 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 National Government Constituencies Development Fund Act, 2015 (Amended 2022) and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unconfirmed Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers amount of Kshs.41,937,000 as disclosed in Note 8 to the financial statements, which includes an amount of Kshs.38,000,000 in respect of bursary disbursements. However, acknowledgement of bursary receipts and criteria used to disburse bursaries was not provided for audit. Further, the Fund did not have a documented bursary policy to guide on the criteria for identifying the needy students and the amount of bursary to be awarded to each beneficiary.

In the circumstances, it was not possible to determine if the bursary disbursed amounting to Kshs.38,000,000 was awarded in a fair and effective manner and if the objective of the bursary were obtained.

2. Unsupported Project Management Committee Balances

Note 19.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balances totalling Kshs.13,084,313. 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 balances of Kshs.13,084,313 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Ndia Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of

financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.134,769,352 and Kshs.94,426,890 respectively resulting to an under-funding of Kshs.40,342,462 or 30% of the budget. Similarly, the Fund spent Kshs.77,009,581 against actual receipts of Kshs.94,426,890 resulting to an under-utilization of Kshs.17,417,309 or 18% of the actual receipts.

The under-funding 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 Lawfulness and Effectiveness in Use of Public Resources. However, Management had 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, I confirm that, nothing 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

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 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 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 overall governance were not effective.

Basis for Conclusion

Weaknesses in Assets Management

Annex 4 to the financial statements reflects summary of fixed asset register balance of Kshs.14,300,031. Included in this balance is Kshs.1,881,088 and Kshs.1,086,414 relating to office equipment, furniture and fittings and Information Communication Technology (ICT) equipment, software and other ICT Assets respectively. Physical verification of the assets revealed that they had not been not tagged and coded.

In the circumstances, the effectiveness of established internal controls on assets management could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to 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 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 comply with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the 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 continue 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 to 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

04 June, 2024


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

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

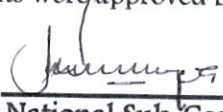
	Note	2022/2023	2021/2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	91,000,000	171,277,758
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		91,000,000	171,277,758
Payments			
Compensation Of Employees	4	5,012,656	3,165,910
Committee expenses	5	3,200,555	7,012,500
Use Of Goods and Services	6	3,859,370	6,320,608
Transfers To Other Government Units	7	23,000,000	86,042,206
Other Grants and Transfers	8	41,937,000	70,795,174
Acquisition Of Assets	9	-	879,300
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
Total Payments		77,009,581	174,215,698
Surplus/(Deficit)		13,990,419	(2,937,940)

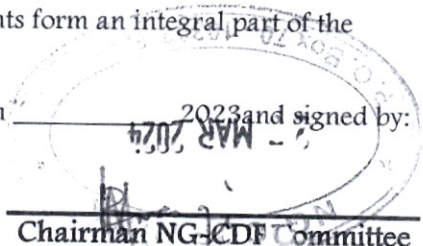
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on 2023 and signed by:


 Fund Account Manager

Name: Timothy Njichi


 National Sub-County
 Accountant
 Name: Joyce Kinyua
 ICPAK M/No:18659


 Chairman NG-CDF Committee

Name: Beatrice Mwangi

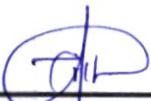
NDIA Constituency
National Government Constituencies Development Fund (NGCDF)
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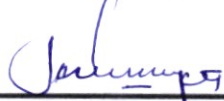
X. Statement of Assets and Liabilities AsAt 30th June, 2023

	Note	2022/2023	2021/2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	17,417,309	3,426,890
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		17,417,309	3,426,890
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		17,417,309	3,426,890
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		17,417,309	3,426,890
Represented By			
Fund Balance B/Fwd	15	3,426,890	6,364,830
Prior Year Adjustments	16	-	-
Surplus/Deficit for The Year		13,990,419	(2,937,940)
Net Financial Position		17,417,309	3,426,890

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 _____ 2023 and signed by:


 Fund Account Manager
 Name: Timothy Njichi


 National Sub-County
 Accountant
 Name: Joyce Kinyua
 ICPAK M/No:18659


 Chairman NG-CDF Committee
 Name: Beatrice Mwangi

*NDIA Constituency
National Government Constituencies Development Fund (NGCDF)
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XI. Statement of Cash Flows for The Year Ended 30th June 2023

	Notes	2022/2023	2021/2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	91,000,000	171,277,758
Other Receipts	3	-	-
Total Receipts		91,000,000	171,277,758
Payments			
Compensation Of Employees	4	5,012,656	3,165,910
Committee Expenses	5	3,200,555	7,012,500
Use Of Goods and Services	6	3,859,370	6,320,608
Transfers To Other Government Units	7	23,000,000	86,042,206
Other Grants and Transfers	8	41,937,000	70,795,174
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
Total Payments		77,009,581	173,336,398
Total Receipts Less Total Payments		13,990,419	(2,058,640)
Adjusted For:			
Prior Year Adjustments	16	-	-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		-	-
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	(879,300)
Net Cash Flows from Investing Activities		-	(879,300)
Net Increase In Cash And Cash Equivalent		13,990,419	(2,937,940)
Cash & Cash Equivalent At Start Of The Year	15	3,426,890	6,364,830
Cash & Cash Equivalent At End Of The Year	12A	17,417,309	3,426,890

NDIA Constituency
National Government Constituencies Development Fund (NGCDF)
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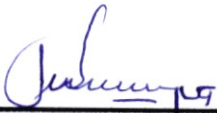
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on _____ 2023 and signed by:



Fund Account Manager

Name: Timothy Njichi



National Sub-County Accountant

Name: Joyce Kinyua
ICPAK M/No: 18659



Chairman NG-CDF Committee

Name: Beatrice Mwangi

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

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

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2022/2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022/2023	2022/2023		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	131,342,462	3,426,890	-	134,769,352	94,426,890	40,342,462	
Proceeds From Sale of Assets	-	-	-	-	-	-	
Other Receipts	-	-	-	-	-	-	
Totals	131,342,462	3,426,890	-	134,769,352	94,426,890	40,342,462	
Payments							
Compensation Of Employees	4,377,600	1,422,258	-	5,799,858	5,012,656	787,202	86.4%
Committee Expenses	2,850,000	516,175	-	3,366,175	3,200,555	165,620	91.2%
Use Of Goods and Services	3,814,347	682,655	-	4,497,002	3,859,370	637,632	87.9%
Transfers To Other Government Units	56,262,300	1	-	56,262,301	23,000,000	33,262,301	40.9%
Other Grants and Transfers	52,222,015	148,110	-	52,370,125	41,937,000	10,433,125	80.1%
Acquisition of Assets	-	112,323	-	112,323	-	112,323	0.0%
Oversight Committee Expenses	1,237,000	-	-	1,237,000	-	1,237,000	0.0%
Other Payments	2,000,000	545,368	-	2,545,368	-	2,545,368	0.0%
Funds Pending Approval**	8,579,200	-	-	8,579,200	-	8,579,200	0.0%
Totals	131,342,462	3,426,890	-	134,769,352	77,009,581	57,759,771	

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

Explanatory Notes.

1. Most of the expenditures were below 90% ,This was as a result of late disbursement of funds from NG CDF Board ,unapproved projects and also as a result of fund that was disbursed toward the end of the financial year and therefore there were no time for it utilization.

1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

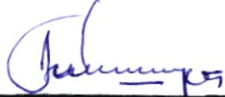
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	57,759,771
Less undisbursed funds receivable from the Board as at 30 th June 2023	40,342,462
Increase/ (decrease)Accounts payable	17,417,309
(Decrease)/IncreaseAccounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30 th June 2023	17,417,309

The Constituency financial statements were approved by NG CDFC on _____ 2023 and signed by:




Fund Account Manager

Name: Timothy Njichi

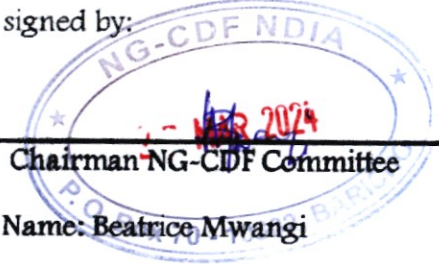


National Sub-County Accountant

Name: Joyce Kinyua
ICPAK M/No:18659



Chairman NG-CDF Committee



Name: Beatrice Mwangi

NDIA Constituency
National Government Constituencies Development Fund (NGCDF)
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XIII Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,377,600	1,422,258	-	5,799,858	5,012,656	787,202
1.2 Committee allowances	1,300,000	7,167	-	1,307,167	1,257,166	50,001
1.3 Use of goods and services	1,730,000	393,460	-	2,123,460	2,095,000	28,460
Total	7,407,600	1,822,885	-	9,230,485	8,364,822	865,663
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,050,000	220,976	-	1,270,976	1,205,014	65,962
2.2 Committee allowances	1,550,000	509,008	-	2,059,008	1,943,389	115,619
2.3 Use of goods and services	1,034,347	68,219	-	1,102,566	559,356	543,210
Total	3,634,347	798,203	-	4,432,550	3,707,759	724,791
3.0 Emergency						
3.1 Primary Schools	1,100,000	-	-	1,100,000	1,100,000	-
3.2 Secondary schools	-	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	1,457,793	142,207	-	1,600,000	1,600,000	-
3.5 Unutilised	5,078,397	-	-	5,078,397	-	5,078,397
Total	7,636,190	142,207	-	7,778,397	2,700,000	5,078,397
4.0 Bursary and Social Security						

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.1 Secondary Schools	20,000,000	-	-	20,000,000	20,000,000	-
4.2 Tertiary Institutions	16,200,000	-	-	16,200,000	16,200,000	-
4.3 Social Security		-	-	-		
4.4 Special Needs	1,800,000	-	-	1,800,000	1,800,000	-
Total	38,000,000	-	-	38,000,000	38,000,000	-
5.0 Sports						
5.1	2,474,125	1,333		2,475,458		2,475,458
Total	2,474,125	1,333		2,475,458		2,475,458
6.0 Environment						
Kathaka primary school	1,237,000			1,237,000	1,237,000	-
sagana police station	1,237,000			1,237,000	-	1,237,000
various balances b/f	-	4,569		4,569	-	4,569
				-		-
				-		-
Total	2,474,000	4,569	-	2,478,569	1,237,000	1,241,569
7.0 Primary Schools Projects						
gacharu primary school	2,500,000			2,500,000		2,500,000
gakindu primary school	3,000,000			3,000,000		3,000,000
githuaini primary school	2,400,000			2,400,000	2,400,000	-
kiburu primary school	3,600,000			3,600,000	3,600,000	-
kiriko primary school	2,400,000			2,400,000		2,400,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
lower sagana primary school	3,000,000	1		3,000,001		3,000,001
mathia primary school	2,400,000			2,400,000	2,400,000	-
saganamuslim primary school	3,000,000			3,000,000		3,000,000
thumaita primary school	3,000,000			3,000,000		3,000,000
thunguri primary school	1,200,000			1,200,000		1,200,000
Total	26,500,000	1	-	26,500,001	8,400,000	18,100,001
8.0 Secondary Schools Projects						
karimaini secondary school	445,000			445,000	445,000	-
karimaini secondary school	9,955,000			9,955,000	9,955,000	-
gacharu secondary school	5,400,000			5,400,000		5,400,000
st mary kiaragana secondary school	4,200,000			4,200,000	4,200,000	
stphilips sec secondary school	9,762,300			9,762,300		9,762,300
				-		-
				-		-
Total	29,762,300	-	-	29,762,300	14,600,000	15,162,300
9.0 Tertiary institutions Projects						
				-		-
Total	-		-	-	-	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
10.0 Security Projects						
barichoap post	1,200,000			1,200,000	-	1,200,000
kirinyaga west cc office	437,700			437,700	-	437,700
Total	1,637,700	-	-	1,637,700	-	1,637,700
11.0 Acquisition of assets						
		112,323		112,323	-	112,323
Total	-	112,323	-	112,323	-	112,323
12.0 Oversight Committee Expenses (itemize)						
Committee allowances	437,000			437,000	-	437,000
daily subsistence allowance	600,000			600,000	-	600,000
travel cost	200,000			200,000	-	200,000
Total	1,237,000	-	-	1,237,000	-	1,237,000
13.0 Other payments						
strategic plan	2,000,000	5,000		2,005,000		2,005,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	2,000,000	5,000	-	2,005,000	-	2,005,000
14.0 unallocated fund						
Unapproved projects	8,579,200		-	8,579,200	-	8,579,200
AIA		540,000		540,000		540,000
PMC savings		369		369		369
Total	8,579,200	540,369	-	9,119,569	-	9,119,569
	131,342,462	3,426,890	-	134,769,352	77,009,581	57,759,771

(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-Ndia 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. Unutilized Fund

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

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 8th June 2022 for the period 1st July 2022 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.e 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.

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B 105247		34,188,879
AIE NO. B 105539		68,000,000
AIE NO. B 105983		10,000,000
AIE NO. B 128659		16,000,000
AIE NO. B 128971		26,000,000
AIE NO. B 154168		17,088,879
A.I.E NO. B185212	7,000,000	
AIE NO B185396	7,000,000	
AIE NO B185747	14,000,000	
AIE NO B206063	5,000,000	
AIE NO B205560	12,000,000	
AIE NO B205857	12,000,000	
AIE NO.B207618	18,000,000	
AIE NO.B207983	16,000,000	
TOTAL	91,000,000	171,277,758

2. Proceeds From Sale of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received	-	-
Rents	-	-

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Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,363,760	2,143,390
Casual laborers	120,000	-
Personal allowances paid as part of salary		
House Allowance	312,000	312,000
Transport Allowance	438,000	531,000
Leave allowance	24,000	24,000
Gratuity to contractual employees	1,677,136	-
Employer Contributions Compulsory national social security schemes	77,760	155,520
Total	5,012,656	3,165,910

5. Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	1,257,166	3,555,000
Other committee expenses	1,943,389	3,457,500
Total	3,200,555	7,012,500

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6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	20,000	80,000
Communication, supplies and services	79,788	52,200
Domestic travel and subsistence	261,000	979,950
Printing, advertising and information supplies & services	-	200,000
Rentals of produced assets	-	100,000
Training expenses	1,579,817	1,904,500
Hospitality supplies and services	100,000	772,500
Insurance costs	-	176,800
Specialised materials and services	-	-
Office and general supplies and services	796,978	592,000
Fuel , oil & lubricants	981,787	1,150,000
Other operating expenses	-	-
Bank Charges	-	2,520
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	40,000	268,138
Routine maintenance- other assets	-	42,000
Total	3,859,370	6,320,608

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	8,400,000	40,192,206
Transfers To Secondary Schools (See Attached List)	14,600,000	45,850,000
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	23,000,000	86,042,206

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	20,000,000	22,975,174
Bursary – tertiary institutions (see attached list)	16,400,000	15,760,000
Bursary – special schools (see attached list)	1,600,000	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	-	23,110,000
Sports projects (see attached list)	-	-
Environment projects (see attached list)	1,237,000	1,900,000
Emergency projects (see attached list)	2,700,000	7,050,000
Roads projects (see attached list)	-	-
Total	41,937,000	70,795,174

Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	779,300
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	100,000
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	-	879,300

10. Oversight Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
Total	-	-

11. Other Payments

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Name Of Bank, Account No. (Main account)</i>	17,417,309	3,426,890
<i>Name of Bank, account No. (Deposits account)</i>	-	-
Total	17,417,309	3,426,890
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-	-
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*

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

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	1,677,136	-
Gratuity paid during the Year (C)	1,677,136	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	(1st July 2022)	(1st July 2021-2)
	Kshs	Kshs
Bank accounts	3,426,890	6,364,830
Cash in hand	-	-
Imprest	-	-
Total	3,426,890	6,364,830
Less		
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	3,426,890	6,364,830

N/B The above amount is the cash book balance as at the beginning of the financial year.

16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance**BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
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 1 st July (A)	-	-
Imprest issued during the year (B)	5,906,850	10,366,400
Imprest surrendered during the Year (C)	5,906,850	10,366,400
closing accounts in account receivables 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
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables 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)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Compensation of employees	787,202	1,422,258
Committee expense	165,620	1,198,830
Use of goods and services	637,632	-
Amounts due to other Government entities (see attached list)	33,262,301	1
Amounts due to other grants and other transfers (see attached list)	10,433,125	148,110
Acquisition of assets	112,323	112,323
Oversight Committee Expenses	1,237,000	-
Other Payments (<i>specify</i>)	2,545,368	545,368
Funds pending approval	8,579,200	-
Total	57,759,771	3,426,890

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19.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	13,084,313	12,741,327
Total	13,084,313	12,741,327

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National Government Constituencies Development Fund (NGCDF)
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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	-	-	-	-	

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	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		787,202	1,422,258	
Use of goods & services		803,252	1,198,830	
Amounts due to other Government entities				
PRIMARY SCHOOLS				
Gacharu primary school		2,500,000		
gakindu primary school		3,000,000		
kiriko primary school		2,400,000		
lower sagana primary school		3,000,001	1	
saganamuslim primary school		3,000,000		
thumaita primary school		3,000,000		
thunguri primary school		1,200,000		
		18,100,001	1	
SECONDARY SCHOOL				
gacharu secondary school		5,400,000		
stphilips sec secondary school		9,762,300		
		15,162,300	-	
Sub-Total		34,852,756	2,621,089	
Amounts due to other grants and other transfers				
Sport		2,475,458	1,333	
Emergency		5,078,397	142,207	
ENVIRONMENT				
sagana police station		1,237,000		
various balances		4,569	4,569	
		1,241,569	4,569	

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Name	Brief Transaction Description	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
SECURITY				
barichoap post		1,200,000		
kirinyaga west cc office		437,700		
		1,637,700	-	
Sub-Total		45,285,880	2,769,199	
Acquisition of assets		112,323	112,323	
Oversight Committee Expenses (itemize)				
Committee allowances		437,000	-	
Daily subsistence allowances		600,000	-	
Travel cost		200,000	-	
Others (<i>specify</i>)				
Strategic plan		2,005,000	5,000	
Pmc a/c closed		368	368	
aia		540,000	540,000	
Sub-Total				
Funds pending approval		8,579,200	-	
Grand Total		57,759,771	3,426,890	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	-
Buildings and structures	6,774,172	-	-	6,774,172
Transport equipment	4,428,326	-	-	4,428,326
Office equipment, furniture and fittings	1,881,088	-	-	1,881,088
ICT Equipment, Software and Other ICT Assets	1,086,414	-	-	1,086,414
Other Machinery and Equipment	60,792	-	-	60,792
Heritage and cultural assets	-	-	-	-
Intangible assets	69,239	-	-	69,239
Total	14,300,031	-	-	14,300,031

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Annex 5 –PMC Bank Balances As At 30th June 2023*

PMC	Bank	Account number	Bank Balance 2022/2023	Bank Balance 2021/2022
BARICHO POLICE STATION	EQUITY	0420161541424	645	44,015
GACHARU AF LINE	EQUITY	0420176775645	3,154	
GACHARU PRIMARY SCHOOL	EQUITY	0420296963408	23,397	23,397
GACHARU SECONDARY SCHOOL	EQUITY	0100190224542	12,570	12,570
GAKINDU SECONDARY SCHOOL	EQUITY	0420299865874	30,278	
GATHUTHIINI PRIMARY SCHOOL	EQUITY	0420190892785	1,706	
GETUYA PRIMARY SCHOOL	EQUITY	0420161725557	3,268	
GETUYA SEC SCHOOL	EQUITY	0420266794147	51,997	
GITHUAINI PRIMARY SCHOOL	EQUITY	0420199920987	127,369	7,488
KABONGE PRIMARY SCHOOL	EQUITY	0420274064237	1,521	1,521
KAHIRO PRIMARY SCHOOL	EQUITY	0420161717617	13,070	
KAHUHOINI PRIMARY SCHOOL	EQUITY	0420166794938	26,895	
KAIRIINI PRIMARY SCHOOL	EQUITY	0420196426205	5,220	
KAIRIINI SECONDARY SCHOOL	EQUITY	0420265373488	7,680	7,680
KARIMA PRIMARY SCHOOL	EQUITY	0420276286785	13,061	
KARIMA SECONDARY SCHOOL	EQUITY	0420266795705	3,582	143,642
KARIMAINI PRIMARY SCHOOL	EQUITY	0420266785612	50,264	
KATHAKA MIXED SECONDARY SCHOOL	EQUITY	0100291743177	1,287	11,797
KATHAKA PRIMARY SCHOOL	EQUITY	0420274267239	1,241,286	59,286

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PMC	Bank	Account number	Bank Balance 2022/2023	Bank Balance 2021/2022
KIANDANGAE PRIMARY SCHOOL	EQUITY	0420294485405	3,020	
KIANGAI ASSISTANT CHIEF OFFICE	EQUITY	0420177534824	1,275	
KIANGAI POLICE POST	EQUITY	0040197059718	290	
KIANGAI PRIMARY SCHOOL	EQUITY	0420278146485	8,304	178,424
KIANGAI SECONDARY SCHOOL	EQUITY	0420266785598	165	165
KIANGWACHI POLICE POST	EQUITY	0420161697114	973	68,593
KIANJEGE WEST SEC SCHOOL	EQUITY	0420295186292	4,620	4,620
KIANWE PRIMARY SCHOOL	EQUITY	0420171063001	2,238	
KIBINGOTI ASSISTANT CHIEF	EQUITY	0040194142480	59,085	
KIBINGOTI D.O OFFICE	EQUITY	0420161548616	243	
KIBIRIGWI CHIEFS OFFICE	EQUITY	0420180801708	25,608	105,681
KIBIRIGWI PRIMARY SCHOOL	EQUITY	0420161715617	5,282	5,282
KIBURU GIRLS SEC.SCHOOL	EQUITY	0420266784068	24,289	
KIBURU PRIMARY SCHOOL	EQUITY	0420269843400	1,685,321	61,001
KIINE MIXED DAY SECONDARY SCHOOL	EQUITY	0420169920862	840	840
KINYAKIIRU PRIMARY SCHOOL	EQUITY	0420291384590	10,000	301
KIRINYAGA WEST-DCC OFFICE	EQUITY	0420282072877	688,700	272,000
LOWER BARICHO PRIMARY SCHOOL	EQUITY	0420276195822	944,860	10,589
LOWER SAGANA PRIMARY SCHOOL	EQUITY	0420177564804	1,900	1,900
MATHIA PRIMARY SCHOOL	EQUITY	0420276317491	12,245	4,535

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FMC	Bank	Account number	Bank Balance 2022/2023	Bank Balance 2021/2022
MUKANGU PRIMARY SCHOOL	EQUITY	0420277407365	2,580	150,028
MUKANGU SECONDARY SCHOOL	EQUITY	0420266784449	1,315	
MUKUI PRIMARY SCHOOL	EQUITY	0420197501638	8	56,007
MUKUI SECONDARY SCHOOL	EQUITY	0040294937320	1,176	57,295
MUKURE ASSISTANTCHIEFS OFFICE	EQUITY	0420176803017	21,736	
MURAGARA POLICE POST	EQUITY	0100196895986	1,167	219,987
MURURIINI AP POST	EQUITY	0420277503635	401	
MURURIINI ASSISTANT CHIEFS OFFICE	EQUITY	0420281318618	265	100,265
NDIRITI PRIMARY SCHOOL	EQUITY	0420165364997	757	
NDIRITI VOCATIONAL TRAINING INST	EQUITY	0420178214072	23,092	
NGOKA ASSISTANT CHIEFS OFFICE	EQUITY	0420182018967	988	1,976,363
NGUGUINI PRIMARY SCHOOL	EQUITY	0420277340130	1,762	
SAGANA ASSISTANT CHIEF OFFICE	EQUITY	0420178451535	3,566	3,566
SAGANA MUSLIM PRIMARY	EQUITY	0420274129049	5,896	5,896
SAGANA SECONDARY SCHOOL	EQUITY	0420281231330	50	74,250
ST JOHN SEC SCH-KINYAKIIRU	EQUITY	0420273869110	116	110
ST JOHNS KARIMAINI GIRLS SEC SCHOOL	EQUITY	0100262002796	6,436,019	2,420,130
ST MARY KIARAGANA SEC SCHOOL	EQUITY	0420278756063	304,425	361,364
ST PHILIPS MIXED SECONDARY SCHOOL	EQUITY	0420294755129	728	4,025,653
THANJU PRIMARY SCHOOL	EQUITY	0420161489458	1,975	

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PMC	Bank	Account number	Bank Balance 2022/2023	Bank Balance 2021/2022
THUMAITA WEST PRIMARY SCHOOL	EQUITY	0420191370332	680	680
THUMAITA WEST SECONDARY SCHOOL	EQUITY	0420294565079	1,057	113,617
THUNGURI PRIMARY SCHOOL	EQUITY	0420291700841	-	
UPPER BARICHO MIXED SEC SCHOOL	EQUITY	0420266787617	655	655
UPPER BARICHO PRIMARY SCHOOL	EQUITY	0420177452068	1,111	201,171
UPPER SAGANA PRIMARY SCHOOL	EQUITY	0420276253574	1,175,282	1,949,184
Total			13,084,313	12,741,327

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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>1.0 Unutilized Muragara Police Post</p> <p>The statement of receipts and payments reflects an amount of Kshs 70,795,174 in respect of other grants and transfers which included payments of Kshs 23,110,000 in respect of security projects as disclosed in Note 7 to the financial statements. The security projects expenditure includes amounts of Kshs 2,200,000 and Kshs 7000,000(all adding up to Kshs 2,900,000) which were disbursed to Muragara Police Post on 5 August,2021 and 30 May,2022 respectively. These payments were in respect of the construction of 2 roomed staff houses at Kshs 1,200,000,3 doors and a toilet block at Kshs 600,000, fencing of 0.05 hectares plot with concrete posts, chain link, barbed wire at Kshs 400,000 and purchase of 0.05 hectares of land at Kshs 700,000. However, the certificate of practical completion of the project was issued on 9th December ,2021.</p> <p>Further, the project implementation</p>	<p>NG CDF Ndia has requested and written to the Kirinyaga West Chief inspector of police requesting for deployment of officers to the post</p>	<p>Not resolved</p>	<p>soonest</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>status (PIS) report revealed that amounts of Kshs 600,000 and Kshs 476,297 had in the financial 2015/2016 and 2019/2020 been disbursed to same Muragara Police Post to purchase a ¼ acre of land and renovate a 4 roomed house by plastering, painting, rain water goods, metal doors and windows and to repair the floor respectively. The two project activities were completed on 19th August,2016 and 24 January,2021 respectively. However, except for a sale of land agreement of 0.05 Ha dated 9 February,2022, there were no title deeds provided for the purchase the two(2) parcels of land. The size of land was observed to be approximately 0.05Ha and the existence of the ¼ acre land could not be confirmed.</p> <p>In addition, project verification in the month of March,2023, sixteen (16) months after completion of the project revealed that the project was completed but not put to use neglected and being vandalized.</p> <p>In the circumstances, the public may not have received value for money for the Kshs 2,900,000 and Kshs 1.076,297 disbursed during the year and earlier years respectively.</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)
2.0	<p>The statement of receipts and payments reflects an amount of Kshs 86,042,206 in respect of transfers to other government units as disclosed in Note 6 to the financial statements. The amount included Kshs 40,192,206 in respect of transfers to primary schools. Out of which Kshs 3,300,000 was disbursed to Upper Sagana Primary School for the supply of 60 ICT executive chairs at a price of Kshs 300,000 each and laying of cabro blocks in the ICT compound measuring 1,000 square metres at a cost of Kshs 3,000,000. The project was completed on 23 August 2022. However, Physical verification carried out in the month of March 2023 revealed that the project was completed and bushes had grown around the compound including the cabro area since it had not been put to use. This results to wastage of public resources contrary to Regulation 43(d) of Public Finance Management (National Government) Regulations, 2015 which states that an Accounting Officer shall manage control and ensure that policies are carried out efficiently and wastage of public funds is eliminated.</p> <p>In the circumstances, the public may not have received value for money for the Kshs 3,300,000 disbursed in the</p>	<p>The ICT centre is not in use because facilities necessary for its use i.e internet and computers are yet to be provided by Telkom Kenya who are mandated to do so by the ministry of ICT. Attached is the ministry approval to install the necessary equipments. The ICT centre is fenced and the project paid as per the certificate of completion issued by public works ,photos and bank statement indicating the balance not paid for the installation are attached.</p>	Not resolved	soonest

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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>year.</p> <p>The audit was conducted in accordance with ISSAI 4,000. 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 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.</p>			

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 Name: Timothy Njichi
 Fund Account Manager.
 P.O. Box 70 - 10302, BIRBA