

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 07 AUG 2024

Day: WED 7/8/2024

REPORT

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Anastacia Thumbi

OF

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – SOUTH IMENTI
CONSTITUENCY**

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



SOUTH IMENTI 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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1.Acronyms and Abbreviations

A.I.E	Authority to Incur Expenditure
A-I-A	Appropriation in Aid
ARMC	Audit Risk Management Committee
FY	Financial Year
HQ	Head Quarter
ICT	Information Communication Technology
IPSAS	International Public Sector Accounting Standard
KRA	Kenya Revenue Authority
NEMA	National Environmental Management Authority
NG-CDF	National Government Constituency Development Fund
NG-CDFC	National Government Constituency Development Committee
NG-CDFB	National Government Constituency Development Fund Board
No.	Number
PFM	Public Finance Management
PMC	Project Management Committee

2. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;

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- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

“To be a constituency with sustainable development integrated into the social, economic and environment process equitably throughout the constituency”

Mission

“To improve the livelihood of South Imenti Constituents through prudent 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 programme 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 South Imenti Constituency NG-CDF day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NG-CDFB)
- ii. National Government Constituency Development Fund Committee (NG-CDFC)

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	Suleiman Roba
2.	Sub-County Accountant	Sebastian Nthiga
3.	Chairman NG-CDFC	Robert Gatobu
4.	Member NG-CDFC	John Gitonga

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of South Imenti Constituency NG-CDF. The reports and recommendation of ARMC when adopted by the NG-CDF 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) South Imenti Constituency NG-CDF Headquarters

P.O. Box 111-60206
Off Meru-Embu Highway,
Opposite Kanyakine Sub-County Hospital
Kanyakine, Kenya.

(e) South Imenti Constituency NG-CDF Contacts

Telephone: (254) 723876000
E-mail: cdfsouthimenti@ngcdf.go.ke
Website: www.southimenti.ngcdf.go.ke

(f) South Imenti Constituency NG-CDF Bankers

Cooperative Bank of Kenya
Nkubu Branch
P.O.Box
Nkubu.

(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

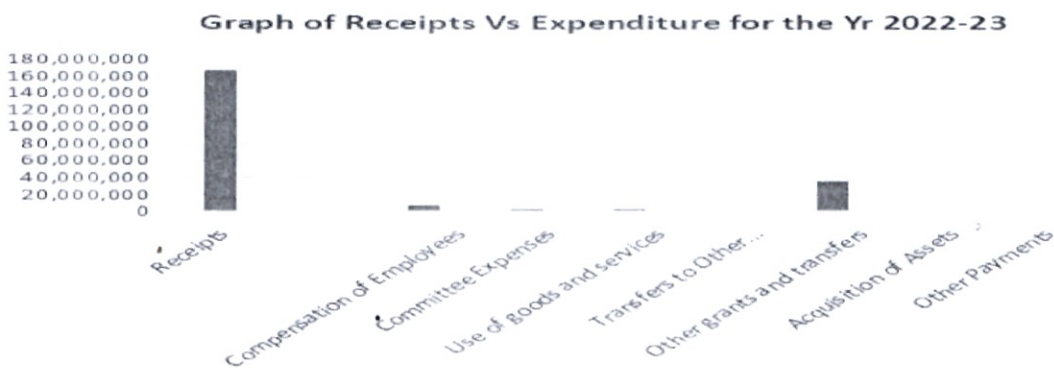
3. NG-CDFC Chairman’s Report



**Mr. Robert Gatobu Kiremu, Chairman,
South Imenti NG-CDFC.**

South Imenti NG-CDF is a Constituency Located in Southern Region of Meru County in Kenya. The Constituency has Six Wards and ensures that projects for the years are allocated fairly across the six wards. South Imenti NG-CDF had a budget allocation of Kshs 151,960,174.00 for the Financial Year 2022/2023. During the Year the Constituency had a Cash Book Balance of Ksh 12,360,768.35 brought forward since the funds have not been utilized as at 30th June 2022.

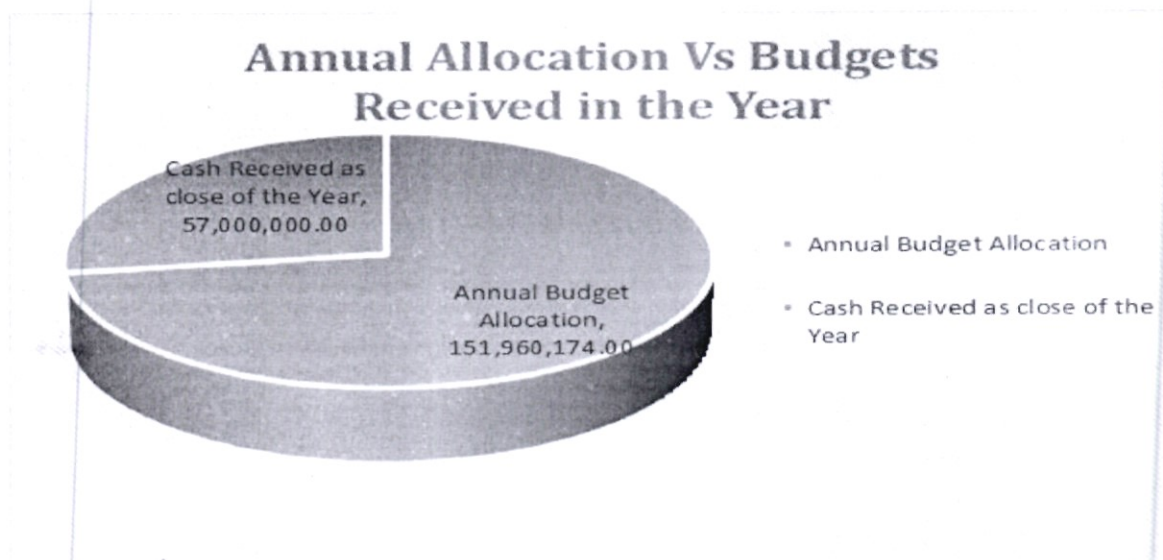
During the Year, the Constituency was able to receive only Ksh 69,360,768 of the Annual Budget from the NG-CDFB which actually disburses money to the Constituencies in peace meal. Out of these 69,360,768, the Constituency was able to spend Kshs 45,849,624. This implies that of the funds at the entity’s disposal some 66% was used. This is a dispatch from the norm for the Constituency which has been realizing higher utilization levels in the previous Financial Years.



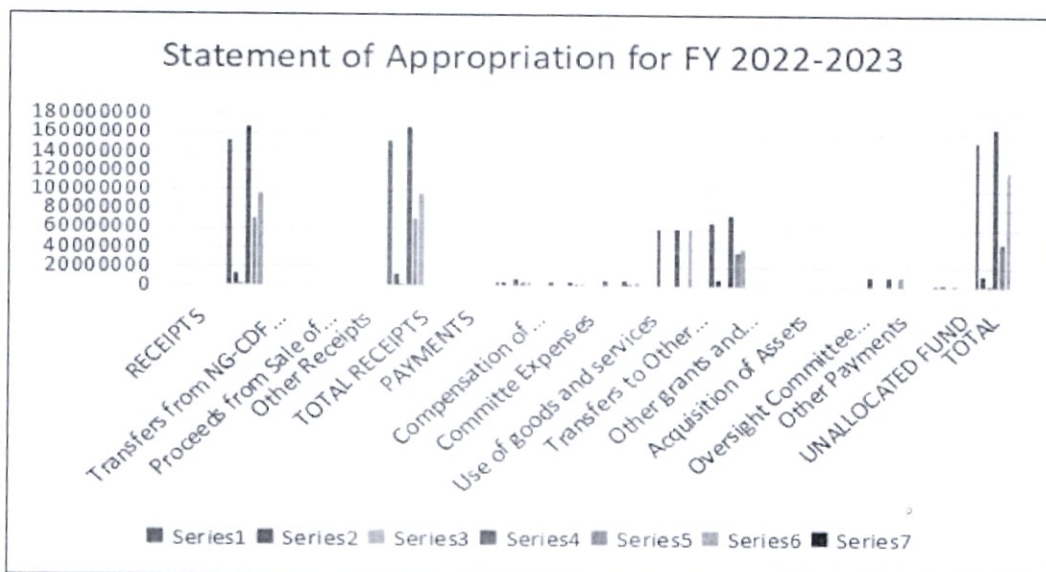
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The Budget Utilization levels for various Sectors have gone down due to the delay in receipts of the funds from the NG-CDFB which was also largely occasioned by the interruptions from the Court Cases that saw NG-CDF Act 2013 being declared unconstitutional by the Supreme Court of the country. Due to this the entity budget and funding was affected.

Out of the Budget allocation of Ksh 151,960,174.00 for the entity during the year, only some Ksh 57,000,000 was received by the close of the Financial year 2022-23.



Due to the late preparations and the waiting period for the court rulings the entity was not able to implement projects for the year in good time. More so, the Ksh 57 Million funding arrived late and project funding was not therefore initiated by the close of the year. South Imenti Constituency has a large area and comprises of six Wards all with different kinds of needs.



The Entity's Performance is largely determined by the availability of the funds for the implementation of the projects without which everything stops. The Constituency is ensuring that proper planning is undertaken to ensure projects for the year, though late will be completed before the December of 2023.

Challenges faced during the Financial Year:

Challenges Faced during the Implementation of the South Imenti NG-CDF Programmes during the Financial Year 2022-23 includes:

- Inadequate funding during the years: South Imenti Constituency has six wards and the demands for the projects superceeds the number of the projects funded during the year sue to limited funding.The NG-CDFC is making sure the little funds received is optimized by allocating fairly across the six wards and at least each ward enjoys the projects and is not left out.
- Lack of proper awareness of the functions of the National Government funded by the NG-CDF Programmes; The NG-CDFC is ensuring that Proper Sensitization Programmes are conducted to create awareness among the members of public on the NG-CDF fund its Mandate.
- Court Cases that delayed the preparation of the Project Proposals and timely submission of the same. There is a plan in entrenching the NG-CDF in he Kenyan Constitution and to ensure members of the Public make informed decisions in case of referendums, the NG-CDFC is educating the Members of the Public and make public its 20 Year Development and Achievements.
- Insecurity Threats that saw Vandalized projects in the rural parts of the Constituency e.g Kaurone Assistant Chiefs office was destroyed by the Neighbouring Communities due to conflicts over the territory in which it was built. To Curb instances of the destruction and interruption of projects in conflict prone areas, the NG-CDFC in collaboration with the Office of the Member of

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Parliament has ensured that two more Sub-Counties are created in the Constituency, The Igoji South Sub-County and Abogeta Sub-County and more police officers are posted to the affected areas.

- Many Incomplete Projects left behind by the Previous regimes and Office holders that denied the Current NG-CDFC to fund new Projects. The NG-CDFC has Conducted a Visit of the Incomplete Projects with the HQ Staffs and ensured that such projects, 26 of them are given priorities during the year for funding. All of them have been considered for funding in the Year 2023-24.

Achievements Made during the Financial Year:

Despite these challenges the Constituency also saw some Achievements over the Year. These includes:

- Improvement in Security Facilities in some parts of the Constituency e.g Murungurune Police Stations to Control theft of Coffee Produces in some areas
- Enhanced Sanitation Facilities For some Primary Schools which have been in Poor Conditions. The NG-CDFC was able to accomplish the needs of the Ngongo Primary and Other Schools.
- Conducted an Awareness Campaign on the NG-CDF Operations in the Constituency
- During the Year, the South Imenti Constituency was able to flag off the operations of the some of its Key projects. These includes:



Photo 1: Igoji Departmental Offices Building Comprising of 28 Offices at Igoji Township

The Igoji Departmental Offices was initiated during the Year 2013/14 and Completed in the Year 2022/23. The Project Consumed Ksh 46 Million. The Project was opened for use during the Year and

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is currently hosting Igoji Sub-County Offices, Three ACC Offices, Ijara Digital ICT Centre and 20 Offices for Ministry of Education Staffs.

The Project has brought Services Closer to the Community as new departments are being created to handle Registrations of Births/Deaths and Persons have been initiated.

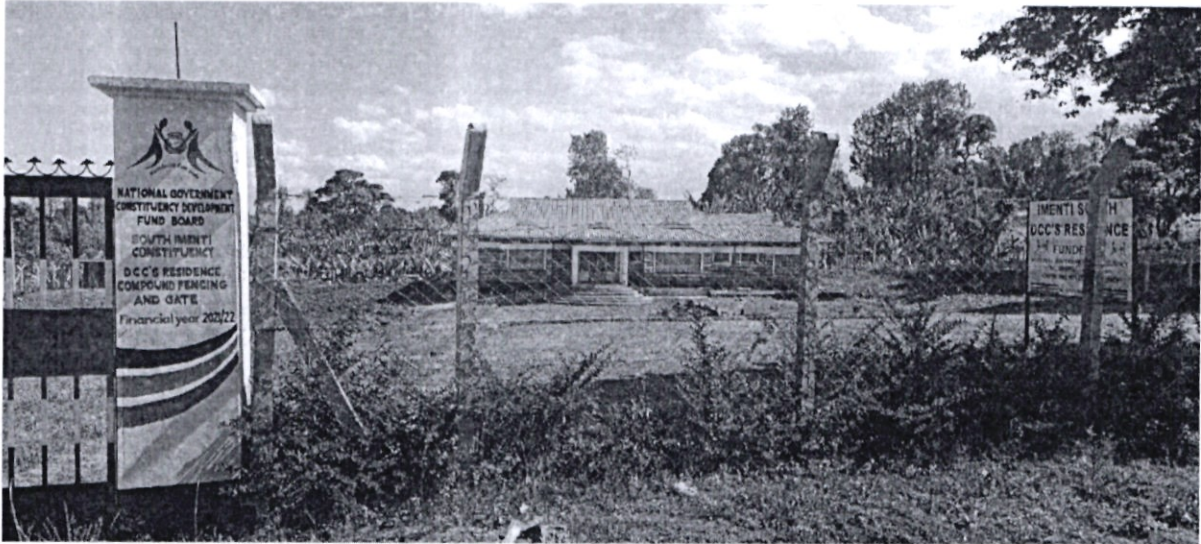


Photo 2 (a) South Imenti DCC Residence Building at Kaguru Trading Centre

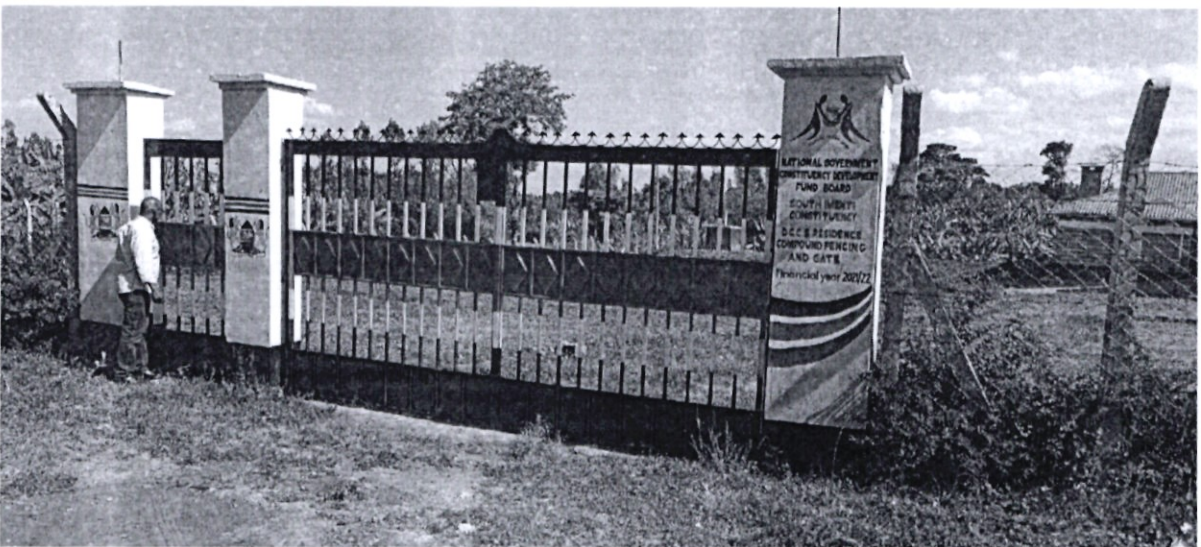


Photo2 (b): Construction of South Imenti DCC Residence and Fence works at Kaguru Trading Centre

This Project was initiated during the Financial Year 2019/20 and was completed during the Year 2022/23. The Project Consumed Ksh 9,500,000. The Project was opened in the Year 2022/23 and Currently serves the DCC and the Security Personnel manning the National Treasury and the DCC

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Residence. More so, the Project has improved Security in the surrounding areas and assisted in curbing Banana and Tea Theft in the nearby farms.



Photo3: Newly Constructed Nkumbo Resource Centre in Nkumbo Location

The Project was constructed in 2021/22 and Completed in 2022/23. The Project was worth Ksh 10 Million and was targeting provision of ICT Facility in the area for the Empowerment of the Youth. The Project Houses a Chiefs Office and has enhanced Provision of security in the area.

Emerging Issues in the Constituency during the Financial Year:

In the dynamic Operations and Challenges of the Fund, the South Imenti NG-CDF is anticipating and acknowledging the following Emerging Issues:

- Enhanced Project Implementation Partnership with County Government and other Development Agencies in the Constituency on Issues pertaining to Educational Support, ICT Matters and Security Issues
- Enhanced and Increased Expansion of the ICT infrastructure in the Constituency in Collaboration with the Ministry of ICT and Private Investors in the Internet Provision sectors. The NG-CDFC is looking forward to Provision of Computers and other necessary Infrastructure to support ICT centre in the Constituency.
- Enhanced and Integrated Youth Empowerment Programmes in Sports and Employment Creation in the Constituency

- Addressing Issues pertaining to Climate Change and combat the impacts and effects of the Climate Change Disasters. In Collaboration with relevant Departments and Actors, South Imenti NG-CDF Envisages Programmes targeting to reduce the effects of climate Change.
- Addressing Issues relating to Vulnerabilities and Shocks associated with economic conditions in the Country and the Constituency
- Addressing KRA Tax related Challenges and Enhanced Transparency and Accountability among the PMCs in order to reduce the problems and risks associated with KRA Penalties and Payments emanating from Contracts issued by the PMCs.



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**ROBERT GATOBU,
CHAIRMAN NG-CDF COMMITTEE,
SOUTH IMENTI CONSTITUENCY.**

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4. Statement Of Performance Against Predetermined Objectives for FY2022/23

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 South Imenti Constituency 2022-2023 plan are to:

- To Enhance the Quality and No. Of School Infrastructure; Increased funding for bursaries
- To Enhance the Quality and No. Of Infrastructure in Security Stations
- To enhance Tree Cover and Environmental Protections
- To enhance Sporting Activities and nurture Talents
- To mitigate disasters and reduce the effects of such occurrences
- To enhance access to government Services

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
Education	To Enhance the Quality and No. Of School Infrastructure; Increased funding for bursaries	Increased enrolment; more facilities for learning; quality infrastructure in schools	number of bursary's beneficiaries at all levels assisted.	In FY 2022/23; we issued Ksh 35 Million in Bursaries to around 5000 students in Secondary and Tertiary Institutions.
Security	To Enhance the Quality and No. Of Infrastructure in Security Stations	More Staff Houses; Increased Service delivery; More AP Camps/Police Posts; More security structures	No. Of structures and stations or offices put up in various wards	In 2022-23; not project was implemented
Environment	To enhance Tree Cover and Environmental Protections	More Trees planted and more environment protected	No. Of Trees planted; No. Of Areas of land conserved and protected	In 2022/23; No Trees planted or land put under protection
Sports	To enhance Sporting	Increased funding for	No. Of Teams Supported; No. Of	In 2022/23 no Sport funding was

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	Activities and nurture Talents	sports equipment and items	Talents identified	secured
Emergency	To mitigate disasters and reduce the effects of such occurrences	More Emergency projects undertaken	No. Of projects rehabilitated and funded	In the FY 2022/23 Two Emergency Projects were supported and made good.
Others-CIT and Youth Empowerment Projects	To enhance access to government Services	More Resource Centers and ICT Centers funded	No. Of projects funded; No of beneficiaries reached	In the Year 2022/23; about 6 ongoing projects were managed and completed

5. Statement of Governance

a) Management of the NGCDF South Imenti

The South Imenti NG-CDF is managed by the National Government Constituency Development Fund Committees. The NG-CDFC are appointed in line with the existing NG-CDF regulations 2016 and NG-CDF Act 2015.

b) Selection Process of the NGCDFCs

The NG-CDFC are selected through an appointed NG-CDFC Selection Panel Comprising of the following four persons:

- i. one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection panel;
- ii. the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- iii. two persons, one of either gender, nominated by the Constituency office.

After the formation of the selection panel, The officer of the Board seconded to the Constituency, within fourteen days of the first meeting of the selection panel invites applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.

The NG-CDFC to be selected are required to meet the following criteria and qualifications:

- a) is a citizen of Kenya; Committee.
- b) is ordinarily a resident and a voter within the Constituency;

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- c) is able to read and write and to communicate in English and Kiswahili;
- d) meets the requirements of Chapter Six of the Constitution; and
- e) is available to participate in the activities of a Constituency Committee.

The persons who have previously served in a Constituency Committee constituted under the Fund or served in a leadership position in the Community were deemed to have an added advantage.

The NG-CDFC Selected are to comprise of the following persons:

- (a) the national government official responsible for co-ordination of national government functions;
- (b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- (c) two women nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- (d) one persons with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
- (e) Two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
- (f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex official member without a vote.
- (g) One member co-opted

The South Imenti NGCDFC Selection was done through the following processes:

- Formation of the Selection Panels Comprising of Four Members
- Advertisement for the Position of the NGCDFC Members
- Receiving of the Applications and closure of the Applications after a Fourteen day Deadline
- Long listing of the Applicants
- Shortlisting of the Applicants through a rigorous Criteria based on the NGCDF Regulations
- Calling the Shortlisted Applicants for Interviews
- Select the Best for the Positions and Submit the List of the Successful Candidates to the NGCDFB
- Finally the Successful Candidates are Gazetted

c.) Removal of the NGCDFC Members from Office

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

- lack of integrity;
- gross misconduct;
- embezzlement of public funds;
- bringing the committee into disrepute through unbecoming personal public conduct;
- promoting unethical practices;
- causing disharmony within the committee;
- physical or mental infirmity.

In the financial year 2022-2023 members of South Imenti NG-CDFC exited office due to laps of contract. No member was remove due to misconduct.

d.) The Functions of the NGCDFCs

The functions of a Constituency Committee is to

- Build the capacity of project management committees and Committee; sensitize the Community on the operations of the Fund;
- Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
- Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans; in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;
- Consult with relevant government departments to ensure that cost estimates for projects are realistic; in considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects; subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- Rank projects proposals in order of priority while ensuring that on-going projects take precedence; ensure that all projects receive adequate funding and are completed within three years; 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; ensure that projects proposed for funding fulfil the requirements provided

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in the Act and relevant circulars issued by the Board; monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;

- Ensure that project reports are prepared and submitted to the Board; ensure formation of project management committees, opening of project accounts, project implementation and closure of projects;
- Ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund;
- Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;
- Collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act; recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act; submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain list of all the new projects commenced during the financial year and their completion status; and a list of all projects approved, funded and commenced during previous financial years, and their completion status;
- Enter into performance contracting with the Board on an annual basis; in exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution;
- Receive returns from project management committees in accordance with regulation 15; maintain a database of project management committees and reports from the respective committees;
- Ensure that the reports referred to in paragraph are received before funding is released for each phase of the project being implemented; record the names of all the signatories of the accounts of a project management committee as communicated to a Constituency Committee by the project management committee upon assumption of office;
- Receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- Ensure that the committee does not enter into commitments for which funding has not been allocated;
- Ensure projects are labeled in accordance with the guidelines issued by the Board; and perform any other function assigned to it by the Board.

e.) NGCDFC Meetings

The NGCDF Act provides that NG-CDFC should hold a Minimum of 12 Meetings and a Maximum of 24 Meetings in every Year. Over the Financial Year 2022-23, the South Imenti NG-CDFC Held a total of 14 Meetings to deliberate on the management issues and operations of the fund at the Constituency level. The NG-CDFC are paid a sitting allowance of Ksh 5000 per meeting for the members and Ksh 7000 per meeting for the NG-CDFC Chairpersons. The entity ensures that members declare their interest in management matters to avoid the conflict of interests.

F) Ethics & conduct

Members of NG-CDFC are required to observe the following ethical issues

- i. Confidentiality-the NG-CDFC members have a responsibility to ensure confidentiality unless in situations required by law.
- ii. Honesty and integrity-NG-CDFC members have a duty to declare any private interest relating to their public duties and to take steps to resolve any conflict arising in a way that protects the public interest.
- iii. Leadership- NG-CDFC members should promote leadership in the constituency.

During the financial year 2022/2023 members of NG-CDFC South Imenti adhered to the above ethical issues.

G) Members remuneration

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance seven thousand per meeting and all other members an allowance of five thousand per sitting. All NG-CDFC members should adhere to general ethics and code of conduct as stipulated in the NG-CDF Act.

In this financial year the NG-CDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

H) Disclose policy on conflict of interest

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2022/2023 no member of NG-CDFC South Imenti contravened conflict of interest policy.

D) Risk management

Risk management has been integrated in the constituency operations through the following; training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations, the Fund account manager avails himself with all the support and required resources to ensure that the identified risk does not hamper with the delivery of service.

Some of the risk mitigation strategies that NG-CDFC South Imenti has implemented include the following: Implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NG-CDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

6. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

- a. **Education and Training:** South Imenti 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 marginalized groups including girls and people living with disabilities.

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

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

In the Face of the emerging climate change issues and its impacts, South Imenti NG-CDF strives to take care of the environment in which it operates. This we do in collaboration with other actors like the Department of Forestry and Environment of the Government of Kenya. In ensuring environmental safety and protection:

- The South Imenti NG-CDFC Ensures that Construction sites are cleared of debris and waste materials by the contractors to protect the environment
- The South Imenti NG-CDFC also ensures that all Contractors and the Institutions benefiting from the NG-CDF funds plant at least ten trees as an initiative to increase tree cover in the Constituency.
- From its Annual Budget South Imenti NG-CDFCs plant almost 1000 trees every year to carry out and support Environment Conservation Programme
- The South Imenti NG-CDFCs Conduct Sensitization of youth/ community on the impact of drugs after construction of police stations supported NG-CDF.
- South Imenti NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.

3. Employee welfare

We invest in providing the best working environment for our employees. South Imenti constituency recruitment is guided by Employment Act, NG-CDF 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. South Imenti 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

South Imenti NG-CDF Constituency is committed to fair and ethical market practices.

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

We are also committed to healthy relations with our suppliers which is enhanced through organized sensitization forums that relate to the procurement legal framework and ethical subject matters. We are dedicated to honoring all contracts and settling payments promptly.

NG-CDF 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 honoring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interest

5. Community Engagements

South Imenti NG-CDF has endeavored 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

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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.

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

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Suleiman Guyo Roba
Fund Account Manager,
South Imenti NG-CDF.



6. 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 NG-CDF South Imenti 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, 202X. 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 NG-CDF South Imenti 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 NG-CDF South Imenti 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 NG-CDF South Imenti 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

**South Imenti Constituency
National Government Constituencies Development Fund (NG-CDF)
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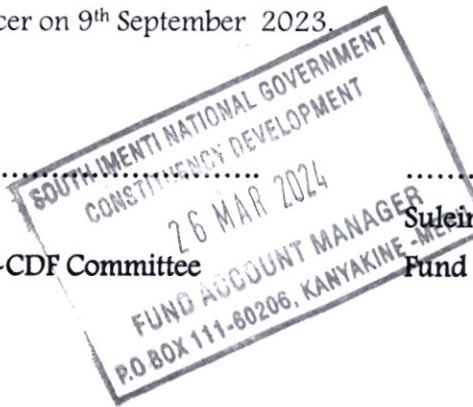
for. Further the Accounting Officer confirms that the constituency 's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NG-CDF South Imenti Constituency financial statements were approved and signed by the Accounting Officer on 9th September 2023.


.....
Robert Gatobu

Chairman – NG-CDF Committee

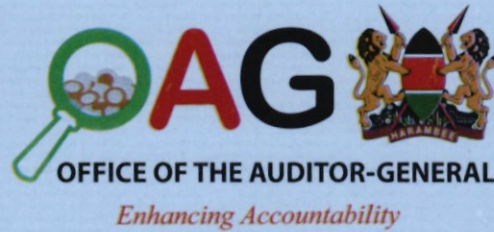



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Suleiman Guyo Roba,

Fund Account Manager

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - SOUTH IMENTI 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 - South Imenti Constituency set out on pages 1 to 58,

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

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 matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - South Imenti 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.(Amended 2022)

Basis for Qualified Opinion

1. Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers amount of Kshs.36,165,244 and as disclosed in Note 8 to the financial statements which includes bursary payments amounting to Kshs.19,980,703, Kshs.14,908,330 and Kshs.526,211 disbursed to secondary schools, tertiary institutions and special schools respectively. However, no acknowledgement letters from beneficiary institutions were provided for audit.

Further, a Constituency Development Fund Committee (CDFC) Bursary Sub-Committee had not been established.

In the circumstances, the accuracy and completeness of bursary disbursements totalling Kshs.35,415,244 could not be confirmed.

2. Unsupported Expenditure on Emergency Projects

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects Kshs.36,165,244 in respect to other grants and other transfers which further include Kshs.750,000 in respect to emergency projects amounts of Kshs.250,000 and Kshs.500,000 disbursed to Kaura Primary School and Mutuguru Mixed Day Secondary School respectively. However, no evidence was provided to confirm whether the use of the emergency reserves was reported to the Constituencies Development Fund Board by the committee within thirty (30) days.

Further, physical inspection conducted in March, 2024 revealed that the projects were not branded to clearly identify when and whether they were implemented using emergency funding.

In the circumstances, the accuracy and completeness of the other grants and other transfers of Kshs.750,000 could not be confirmed.

3. Unreconciled Kenya Revenue Authority Debt

The statement of financial position as disclosed in Note 14 to the financial statements reflects Nil accounts payables. However, review of the Kenya Revenue Authority records revealed that the NG-CDF Committee owed unremitted taxes totalling Kshs.285,719.37. However, the payable was not recorded in the Fund books and was not disclosed in the financial statements.

In the circumstances the accuracy and completeness of accounts payables could not be confirmed.

4. Unsupported Project Management Committee Bank Balances

Note 19.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balance of Kshs.3,923,539. However, respective cashbooks and monthly bank reconciliation statements were not provided for audit review.

In the circumstances, the accuracy and completeness of the PMC accounts balance of Kshs.3,923,539 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 - South Imenti 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 Controls and Performance

The summary statement of appropriation reflects receipts budget and actual on comparable basis of Kshs.166,366,942 and Kshs.69,406,768 respectively, resulting to under-funding of Kshs.96,960,174 or 58% of the budget. Similarly, the Fund spent a balance of Kshs.45,849,624 against actual receipts of Kshs.69,406,768 resulting to an under-utilization of Kshs.23,557,144 or 34% of 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 Audit Matters

The audit report for the previous year highlighted several issues on the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls and Risk Management and Governance. However, Management's report on the progress made in resolving the issues at Annexes 6 indicates that the issues had not been resolved as at 30 June, 2023. No explanation was provided on the failure to implement audit recommendations.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Failure to Open Deposit Holding Account

Review of the bank accounts operated by the Fund revealed that the Constituency did not have in place an operational deposit holding account, as required by Section 7(1)(A) of the National Government-Constituencies Development Fund Act, 2015 (Amended 2022) which provides that each Constituency shall open one deposit account for holding third party monies which shall so be designated and such an account shall be known by the name of the Constituency for which it is opened.

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

2. Unimplemented Projects

The project implementation status report as at 30 June, 2023 provided for audit review indicated that seventy-five (75) projects worth Kshs.130,572,086 were budgeted for implementation during the year under review. However, only two (2) projects worth Kshs.750,000 were completed, three (3) projects worth Kshs.36,254,746 were ongoing and seventy (70) projects worth Kshs.93,567,340 had not started as at 30 June, 2023.

In the circumstances, the public did not get the expected services from the seventy three (73) unimplemented projects worth Kshs.122,822,086.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015 and based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report. I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

1. Weakness in Governance Structure

During the year under review, the Constituency did not have in place an operational Constituency Oversight Committee to ensure effective governance of projects undertaken. Failure to have an operational oversight committee affected the effective implementation of the projects within the constituency.

In the circumstances, the effectiveness internal controls and governance on project implementation during the year could not be confirmed.

2. Weaknesses in Assets Management

The summary of fixed asset register as appended in the financial statement reflects fixed assets totalling Kshs.15,375,567. However, review of fixed assets registers and physical inspection of the assets revealed that the office equipment, furniture, fittings, transport equipment and other machinery valued at Kshs.7,737,083 were not tagged for ease of identification and movement.

Further, there were no records provided for audit review on the existence of an insurance for the fixed assets during the year. Failure to tag and insure assets exposed the fixed assets to risk of loss and lack of traceability.

In the circumstances, the effectiveness of the controls in place to ensure security of the assets 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 controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls 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 controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease operations.

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 controls 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 controls would not necessarily disclose all matters in the internal controls 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 controls 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 controls 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 controls.
- 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 controls, 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

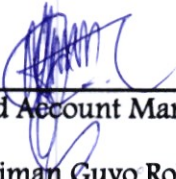
20 June, 2024


**South Imenti Constituency
National Government Constituencies Development Fund (NG-CDF)
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8. 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	57,000,000	173,277,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	46,000	5,000
TOTAL RECEIPTS		57,046,000	173,282,758
PAYMENTS			
Compensation of employees	4	4,106,480	3,725,825
Committee expenses	5	3,456,239	
Use of goods and services	6	2,121,661	9,288,950
Transfers to Other Government Units	7	-	78,000,000
Other grants and transfers	8	36,165,244	112,606,806
Acquisition of Assets	9	-	770,636
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
Unallocated Funds	12	-	-
TOTAL PAYMENTS		45,849,624	204,392,217
SURPLUS/DEFICIT		11,196,376	(31,109,459)

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 NG-CDFC on 8th September 2023 and signed by:


Fund Account Manager
Suleiman Guyo Roba


National Sub-County
Accountant
Sebastian Nthiga
ICPAK M/No: 16877


Chairman NG-CDF Committee
Robert Gatobu




**South Imenti Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**


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

	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	23,557,144	12,360,768
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		23,557,144	12,360,768
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		23,557,144	12,360,768
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		23,557,144	12,360,768
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	12,360,768	43,470,227
Prior year adjustments	16	-	-
Surplus/Deficit for the year		11,196,376	(31,109,459)
NET FINANCIAL POSITION		23,557,144	12,360,768

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 NG-CDFC on 8th September 2023 and signed by:


Fund Account Manager
Suleiman Guyo Roba


National Sub-County
Accountant
Sebastian Nthiga
ICPAK M/No: 16877


Chairman NG-CDF Committee
Robert Gatobu



**South Imenti Constituency
National Government Constituencies Development Fund (NG-CDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

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

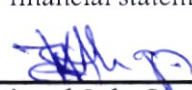
STATEMENT OF CASH FLOW

		2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	57,000,000	173,277,758
Other Receipts	3	46,000	5,000
		57,046,000	173,282,758
Payments for operating activities			
Compensation of Employees	4	4,106,480	3,725,825
Committee expenses	5	3,456,239	
Use of goods and services	6	2,121,661	9,288,540
Transfers to Other Government Units	7	-	78,000,000
Other grants and transfers	8	36,165,244	112,606,806
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
		45,849,624	203,621,581
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
Net Adjustments		-	-
Net cash flow from operating activities		11,196,376	(30,338,823)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	(770,636)
Net cash flows from Investing Activities		-	(770,636)
NET INCREASE IN CASH AND CASH EQUIVALENT			
		11,196,376	(31,109,459)
Cash and cash equivalent at BEGINNING of the year	12	12,360,768	43,470,227
Cash and cash equivalent at END of the year		23,557,144	12,360,768

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 NG-CDFC on 8th September 2023 and signed by:


Fund Account Manager

Suleiman Guyo Roba


National Sub-County
Accountant

Sebastian Nthiga
ICPAK M/ No: 16877


Chairman NG-CDF Committee

Robert Gatobu



South Imenti Constituency
National Government Constituencies Development Fund (NG-CDF)
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11. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	151,960,174	12,360,768	2,000,000	166,320,942	69,360,768	96,960,174	42%
Proceeds from Sale of Assets				0	-	-	
Other Receipts		46,000		46,000	46,000	-	100%
TOTAL RECEIPTS	151,960,174	12,406,768	2,000,000	166,366,942	69,406,768	96,960,174	42%
PAYMENTS							
Compensation of Employees	3,985,920	4,046,463		8,032,383.00	4,106,480	3,925,903	51%
Committee expenses	3,811,219			3,811,219.04	3,456,239	354,980	91%
Use of goods and services	6,304,759	278,225		6,582,984.71	2,121,661	4,461,324	32%
Transfers to Other Government Units	60,043,580			60,043,580.24	-	60,043,580	0%
Other grants and transfers	67,064,695	7,995,716		75,060,411.36	36,165,244	38,895,167	48%
Acquisition of Assets	100,000	29,364		129,364.00	-	129,364	0%
Oversight Committee Expenses	300,000			300,000.00	-	300,000	0%
Other Payments	10,350,000			10,350,000.00	-	10,350,000	0%
Unallocated Fund		57,000	2,000,000	2,057,000.00	-	2,057,000	0%
TOTAL	151,960,174	12,406,768	2,000,000	166,366,942	45,849,624	120,517,318	28%

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

Explanatory Notes.


- (a) The Ksh 46,000 revenue item forms part of the AIA Collected by the Entity during the year 2022-23. Ksh 12,360,768 is Cash Balance brought forward during the Year 2022-23 (The Balance as at 30th June 2022) and Kshs 57,000,000 is the Cash receipt from the Board during the Year from its annual Allocation.
- (b) During the Year 2022-23, the Entity observed a significant under utilization in all of the following sectors:
- Compensation of Employees -54% Utilization level which is far below recommended 90%
 - Use of goods and services-33% Utilization level which is far below recommended 90%
 - Transfers to Other Government Units-0% Utilization level which is far below recommended 90%
 - Other grants and transfers-48% Utilization level which is far below recommended 90%
 - Acquisition of Assets-0% Utilization level which is far below recommended 90%
 - Oversight Committee Expenses-0% Utilization level which is far below recommended 90%
 - Other Payments-0% Utilization level which is far below recommended 90%

Explanation for the underutilisation levels: The Underutilisation in the Sectors was as a result of the Late Disbursement of the Funds occasioned by Court cases and declaration of the NG-CDF Operations unconstitutional in the Year. The Court case delayed the Preparation of the Project proposals for the Year and the National Treasury could not release the funds in time. Only 42% of the Annual Budget was received during the year hence inability to fund many projects hence the underutilisation.

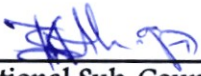
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	120,517,318
Less undisbursed funds receivable from the Board as at 30th June 2023	96,960,174
	23,557,144
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2022/2023	23,557,144

**South Imenti Constituency
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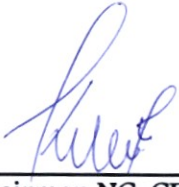
The Constituency financial statements were approved by the NG-CDFC on 8th September 2023 and signed by



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

Programme/Sub-programme	Original Budget(a)		Adjustments(b)		Final Budget c = (a+b)		Actual on comparable basis(d)		Budget utilization difference(e = c-d)		% of Utilisation(f=d/c %)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	2022-2023	45,107.00					
	Kshs		Kshs	Kshs	Kshs	Kshs	Kshs	Kshs			
1.0 Administration and Recurrent											
1.1 Compensation of employees	3,985,920	4,046,463	0	8,032,383	4,106,480	3,925,903	51%				
1.2 Committee allowances	2,095,219	0	0	2,095,219	2,094,050	1,169	100%				
1.3 Use of goods and services	2,520,000	0	0	2,520,000	1,690,203	829,797	67%				
				0							
Total	8,601,139	4,046,463	0	12,647,602	7,890,733	4,756,869	62%				
2.0 Monitoring and evaluation						0					
2.1 Capacity Building	1,070,000	278,225	0	1,348,225	323,350	1,024,875	24%				
2.2 Committee allowances	1,716,000	0	0	1,716,000	1,362,189	353,811	79%				
2.3 Use of goods and services	1,564,570	0	0	1,564,570	108,108	1,456,462	7%				
				0							
Total	4,350,570	278,225	0	4,628,795	1,793,647	2,835,148	39%				
3.0 Emergency											
3.1 Primary Schools	7,636,190	1,932,338		9,568,528	750,000	8,818,528	8%				
3.2 Secondary schools	0	0	0	0	0	0					
3.3 Tertiary institutions	0	0	0	0	0	0					
3.4 Security projects	0	0	0	0	0	0					

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3.5 Unutilised	0	0	0	0	0	0	
Total	7,636,190	1,932,338		9,568,528	750,000	8,818,528	8%
4.0 Bursary and Social Security				0			
4.1 Secondary Schools	19,342,000	1,831,689	0	21,173,689	20,164,829	1,008,860	95%
4.2 Tertiary Institutions	15,825,746	1,831,689	0	17,657,435	14,461,706	3,195,729	82%
4.3 Social Security	0	0	0	0	0	0	0%
4.4 Special Needs	1,087,000	1,700,000	0	2,787,000	788,709	1,998,291	28%
				0			
Total	36,254,746	5,363,378	0	41,618,124	35,415,244	6,202,880	85%
5.0 Sports				0		0	
Constituency Sports Activity	2,600,380	0	0	2,600,380	0	2,600,380	0%
Support Regional Sports Tournament	300,000	0	0	300,000	0	300,000	0%
				0			
				0			
Total	2,900,380	0	.	2,900,380		2,900,380	
6.0 Environment							
Baitigitu Primary School	147,000	0	0	147,000	0	147,000	0%
Iriene Primary School	147,000	0	0	147,000	0	147,000	0%
Kaubau Day Secondary School	147,000	0	0	147,000	0	147,000	0%
Kiangua Primary School	147,000	0	0	147,000	0	147,000	0%
Kianyaga Primary School	147,000	0	0	147,000	0	147,000	0%
Kathanthatu Primary School	147,000	0	0	147,000	0	147,000	0%
Kireru Primary School	147,000	0	0	147,000	0	147,000	0%
Kiroone Primary School	147,000	0	0	147,000		147,000	0%
Kithaene Primary School	147,000	0	0	147,000	0	147,000	0%

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Kithangari Girls Secondray School	147,000	0	0	147,000	0	147,000	0%
Kithunguri Primary School	147,000	0	0	147,000	0	147,000	0%
Kiune Primary School	147,000	0	0	147,000	0	147,000	0%
Mikumbune Primary School	147,000	0	0	147,000	0	147,000	0%
Njerune Primary School	147,000	0	0	147,000	0	147,000	0%
Nkubu Primary School	147,000	0	0	147,000	0	147,000	0%
Rwompo Primary School	195,380	0	0	195,380	0	195,380	0%
Taita Chief's Office	500,000	0	0	500,000	0	500,000	0%
				0		0	
Total	2,900,380	0	0	2,900,380	0	2,900,380	0%
7.0 Primary Schools Projects							
Burie Kingori Primary School	1,500,000			1,500,000	0	1,500,000	0%
Gitijiwe Primary School	800,000	0	0	800,000	0	800,000	0%
Kagwampungu Primary School	3,700,000	0	0	3,700,000	0	3,700,000	0%
Kairaa Primary School	400,000	0	0	400,000	0	400,000	0%
Kathera Primary School	1,000,000	0	0	1,000,000	0	1,000,000	0%
Kaubau Primary School	1,500,000	0	0	1,500,000	0	1,500,000	0%
Kaurone Primary School	315,000	0	0	315,000	0	315,000	0%
Kigarine Primary School	2,000,000	0	0	2,000,000	0	2,000,000	0%
Kiithe Public Boarding Primary School	400,000	0	0	400,000	0	400,000	0%
Kiithe Public Boarding Primary School	3,000,000	0	0	3,000,000	0	3,000,000	0%
Mamuru Primary School	600,000	0	0	600,000	0	600,000	0%
Mitunguu Primary School	3,000,000	0	0	3,000,000	0	3,000,000	0%
Muguru Primary School	1,500,000	0	0	1,500,000	0	1,500,000	0%
Mukaragatine Primary School	2,400,000	0	0	2,400,000	0	2,400,000	0%
Mukuciune Primary School	1,200,000	0	0	1,200,000	0	1,200,000	0%

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Mururu Primary School	1,001,580	0	0	1,001,580	0	1,001,580	0%
Ngongo Primary School	1,050,000	0	0	1,050,000	0	1,050,000	0%
Nkuriga Primary School	450,000	0	0	450,000	0	450,000	0%
St Marks Mweru Primary School	1,000,000	0	0	1,000,000	0	1,000,000	0%
Ucima Primary School	1,501,000	0	0	1,501,000	0	1,501,000	0%
Yururu Girls Boarding Primary School	300,000	0	0	300,000	0	300,000	0%
Total	28,617,580	0	0	28,617,580	0	28,617,580	0%
8.0 Secondary Schools Projects						0	
Kairaa Day Sec School	2,621,000	0	0	2,621,000	0	2,621,000	0%
Kithangari Boys Sec School	3,121,000	0	0	3,121,000	0	3,121,000	0%
Kothine Day Secondary School	5,600,000	0	0	5,600,000	0	5,600,000	0%
Mbaine Day Sec School	3,500,000	0	0	3,500,000	0	3,500,000	0%
Nkubu Day Sec School	3,554,000	0	0	3,554,000	0	3,554,000	0%
Nkumari Day Sec School	1,306,000	0	0	1,306,000	0	1,306,000	0%
Nkumari Day Sec School	2,324,000	0	0	2,324,000	0	2,324,000	0%
Rwompo Day Sec School	2,000,000	0	0	2,000,000	0	2,000,000	0%
Total	24,026,000	0	0	24,026,000	0	24,026,000	0%
9.0 Tertiary institutions Projects				0		0	
KMTC-South Imenti Campus	7,400,000	0	0	7,400,000	0	7,400,000	0%
				0		0	
				0		0	
Total	7,400,000	0	0	7,400,000	0	7,400,000	0%
10.0 Security Projects				0		0	

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Gakiiri Assistant Chiefs Offices	1,000,000	0	0	1,000,000	0	1,000,000	0%
Gakuri Assistant Chiefs Offices	1,000,000	0	0	1,000,000	0	1,000,000	0%
Gikui Asistant Chiefs Offices	1,100,000	0	0	1,100,000	0	1,100,000	0%
Igoji Departmental Offices	2,323,000	0	0	2,323,000	0	2,323,000	0%
Igoji Police Station	2,200,000	0	0	2,200,000	0	2,200,000	0%
Imenti South Deputy County Commissioners Residence	2,000,000	0	0	2,000,000	0	2,000,000	0%
Kiangua Police Post	2,500,000	0	0	2,500,000	0	2,500,000	0%
Miitune Assistant Chief Office	2,200,000	0	0	2,200,000	0	2,200,000	0%
Muguru Assistant Chiefs Office	1,000,000	0	0	1,000,000	0	1,000,000	0%
Murungurune Police Station	800,000	0	0	800,000	0	800,000	0%
Nkubu Administration Police Line	1,000,000	0	0	1,000,000	0	1,000,000	0%
Nkubu Police Station	250,000	0	0	250,000	0	250,000	0%
Kaura Assistant Chiefs Office		700,000		700,000	0	700,000	0%
						0	
Total	17,373,000	700,000	0	18,073,000	0	18,073,000	0%
11.0 Acquisition of assets				0		0	
Purchase of Furniture	100,000	0	0	100,000	0	100,000	0%
Purchase of Computers	0	29,364	0	29,364	0	29,364	0%
Total	100,000	29,364	0	129,364		129,364	0%
12.0 COC Expenses				0		0	
12.1 Committee allowances	300,000	0	0	300,000	0	300,000	0%
12.2 Use of Goods and Services	1,150,190	0	0	1,150,190	0	1,150,190	0%

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Total	1,450,190	0	0	1,450,190		1,450,190	0%
13.0 Other payments				0		0	
Giuti Resource Centre	1,000,000	0	0	1,000,000	0	1,000,000	0%
Kathera ICT Centre	650,000	0	0	650,000	0	650,000	0%
Kathera ICT Centre	1,000,000	0	0	1,000,000	0	1,000,000	0%
Kinoro Resource Centre	1,000,000	0	0	1,000,000	0	1,000,000	0%
Kinoro Resource Centre	350,000	0	0	350,000	0	350,000	0%
Mitunguu ICT Centre	350,000	0	0	350,000	0	350,000	0%
Mitunguu ICT Centre	1,000,000	0	0	1,000,000	0	1,000,000	0%
Nkumbo Resource Centre	2,000,000	0	0	2,000,000	0	2,000,000	0%
South Imenti NGCDF Strategic Plan	3,000,000	0	0	3,000,000	0	3,000,000	0%
				0			
Total	10,350,000	0	0	10,350,000	0	10,350,000	0%
14.0 Unallocated fund							
Unapproved projects	0	0	2,000,000	2,000,000	0	2,000,000	0%
AIA	0	57,000	0	57,000	0	57,000	0%
Prior Year Adjustments	0	0	0	0	0	0	
PMC savings	0	0	0	0	0	0	
Total		57,000	2,000,000	2,057,000	0	2,057,000	0%
Grand Total	151,960,174	12,406,768	2,000,000	166,366,942	45,849,624	120,517,318	28%

(NB: This statement is a disclosure statement indicating the utilization 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

13. 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 NG-CDF-South Imenti 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 recognizes 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 recognized 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 recognizes 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.

7. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorized 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 imprests payments are recognized as payments when fully accounted for by the imprests 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.

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 NG-CDF Act, 2015

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprests 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 xx June 20xx 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. 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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14. Notes To the Financial Statements

1. Transfers from NG-CDF Board

	Description	2022-2023	2021-2022
1330407	Normal Allocation	Kshs	Kshs
	AIE NO. B 105286		28,688,879
	AIE NO. B 105637		34,000,000
	AIE NO. B 105640		9,500,000
	AIE NO. B 105681		34,000,000
	AIE NO. B 128700		15,000,000
	AIE NO. B 163862		26,000,000
	AIE NO. B 154207		26,088,879
	AIE NO. B 185251	7,000,000	
	AIE NO. B 185781	15,000,000	
	AIE NO. B 185417	6,000,000	
	AIE NO. B 206183	5,000,000	
	AIE NO. B 205600	12,000,000	
	AIE NO. B 205895	12,000,000	
	TOTAL	57,000,000	173,277,758

2. Proceeds From Sale of Assets

	Description	2022-2023	2021-2022
		Kshs	Kshs
3510202	Receipts from the Sale of Buildings		-
3510601	Receipts from the Sale of Vehicles and Transport Equipment		-
3510801	Receipts from the Sale Plant Machinery and Equipment		-
3510803	Receipts from the Sale of Office and General Equipment		-
	TOTAL	-	-

3. Other Receipts

	Description	2022-2023	2021-2022
		Kshs	Kshs
1410107	Interest Received		-
1410405	Rents		-

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1420601	Receipts Sale of Tender Documents	46,000	5,000
	Hire of plant/equipment/facilities	-	-
	Unutilized funds from PMCs		-
1450207	Other Receipts Not Classified Elsewhere (specify)	-	-
	TOTAL	46,000	5,000

4. Compensation Of Employees

Description	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,036,563	2,980,225
Personal allowances paid as part of salary		
House allowance		332,800
Transport allowance		390,000
Leave allowance	0	0
Gratuity-contractual employees	2,024,229	0
Employer Contributions Compulsory national social security schemes	45,688	22,800
TOTAL	4,106,480.00	3,725,825

5. Committee Expenses

Description	2022-2023	2021-2022
Sitting allowance	3,361,239	
Other committee expenses	95,000	
TOTAL	3,456,239.00	

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6. Use of Goods and services

Description	2022-2023	2021-2022
	Kshs	Kshs
Utilities, Supplies and Services	101,685	42,568
Communication, supplies and services		207,370
Domestic travel and subsistence	450,050	352,400
Printing, advertising and information supplies & services	0	0
Rentals of produced assets		0
Training expenses	323,350	1,536,896
Hospitality supplies and services		177,050
Other committee expenses		97,000
Committee allowance		5,456,410
Insurance costs	180,222	152,094
Specialized materials and services		0
Office and general supplies and services	164,975	72,786
Fuel , oil & lubricants	579,955	745,105
Other operating expenses		0
Bank Charges	90,110	75,809
Security operations		
Routine maintenance - vehicles and other transport equipment	231,314	373,462
Routine maintenance- other assets		
TOTAL	2,121,661	9,288,950

7. Transfer To Other Government Units

	Description	2022-2023	2021-2022
		Kshs	Kshs
2630204	Transfers to Primary Schools	0	40,100,000
2630205	Transfers to Secondary Schools	0	34,400,000
2630206	Transfers to Tertiary Institutions	0	3,500,000
	TOTAL	0	78,000,000

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8. Other Grants and Other transfers

Description	2022-2023	2021-2022
	Kshs	Kshs
Bursary - Secondary (see attached list)	19,980,703	25,444,042
Bursary -Tertiary (see attached list)	14,908,330	11,368,310
Bursary- Special Schools	526,211	-
Mocks & CAT (see attached list)	0	-
Social Security Programmes (NHIF)	0	-
Security Projects (see attached list)	0	30,408,898
Sports Projects (see attached list)	0	2,741,778
Environment Projects (see attached list)	0	2,691,778
Emergency Projects (see attached list)	750,000	9,460,000
Youth Empowerment Centres	0	30,492,000
TOTAL	36,165,244	112,606,806

9. Acquisition Of Assets

Non Financial Assets	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	0	0
Refurbishment of Buildings	0	600,000
Purchase of Vehicles Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment		
Purchase of office furniture and and General Equipment	0	0
Purchase of ICT Equipment, Software and Other ICT Assets	0	170,636
Purchase of Specialized Plant, Equipment and Machinery	0	0
Rehabilitation and Renovation of Plant, Machinery and Equip.	0	0
Acquisition of Land	0	0
Acquisition of Intangible Assets		
TOTAL	0	770,636

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10. Oversight Committee Expenses

	10 Oversight Committee Expenses	Kshs	Kshs
	COC Members allowance	-	-
	Other COC expenses	-	-
	TOTAL	-	-

11. Other Payments

	11 Other Payments		
2211310	Strategic Plan	-	-
2211311	ICT Hubs	-	-
			-
	TOTAL	-	-

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12. Cash Book Bank Balance

	Name of Bank, Account No. & currency	2022-2023	2021-2022
		Kshs (30/6/2023)	Kshs (30/6/2022)
	Cooperative Bank of Kenya, A/C no. 01120020073300, Nkubu Branch . (Main Account)	23,557,144	12,360,768
		-	-
		-	-
	TOTAL	23,557,144.35	12,360,768

13. Outstanding Imprests

				Balance (30/6/2022)
	13: OUTSTANDING IMPRESTS			Kshs
	Name of Officer		Amount Taken	Amount Surrendered
		Date imprests taken	Kshs	Kshs
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
			-	-
	TOTAL		-	-

14. Deposits and Retention

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

14.1 Gratuity

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

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15. Fund Balance B/F

		2022-2023	2021-2022
		Kshs (1/7/2022)	Kshs (1/7/2021)
	Bank accounts	12,360,768	43,470,227
	Cash in hand	-	-
	Imprests	-	-
	TOTAL	12,360,768.35	43,470,227

16. Prior Year Adjustments

		Balance b/f FY 2021/2022 as per Audited Financial statements	Adjusments	Adjusted Balance** b/f FY 2022/2023
	Description of the error	Kshs	Kshs	Kshs
	Bank accounts balances	-	-	-
	Cash in hand	-	-	-
	Accounts Payable	-	-	-
	Receivables	-	-	-
	Others (specify)	-	-	-
	Total	-	-	-

17. Changes In Accounts Receivable – Outstanding Imprests

		2022-2023	2021-2022
		Kshs	Ksh
	Outstanding Imprest as at 1st July (A)	-	-
	Imprest issued during the year (B)	-	3,627,150
	Imprest surrendered during the Year (C)	-	3,627,150
	Closing accounts receivable as at 30th June 2022 (D=A+B-C)	-	-
YA	Net changes in accounts receivables D-A	-	-

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18. Changes In Accounts Payable – Deposits and Retentions

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

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-23	2021-22
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDF Staff	-	-
Others (<i>specify</i>)	-	1,905,694
	-	1,905,694
	-	1,905,694

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	3,925,903	4,046,463
Use of goods and services	4,461,323	278,225
Committee Expenses	354,980	
Amounts due to other Government entities (see attached list)	60,043,580	
Amounts due to other grants and other transfers (see attached list)	38,895,167	7,995,716
Acquisition of assets	129,364	29,364
Oversight Committee Expenses	300,000	0
Others -Unallocated AIA	57,000	11,000
Funds pending approval	2,000,000	2,000,000

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Other Payments	10,350,000	
Total	120,517,318	14,360,768

19.4: PMC account balances (See Annex 5)

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	3,923,539	29,311,808
		0
Total	3,923,539	29,311,808

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15. 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 20xx	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

NAME	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
1.0 Administration and Recurrent				
1.1 Compensation of employees				
Admin-Employee Salaries-Contractuals	Payment for Staff Salaries	3,081,099	3,345,463	Balances Left after Utilization of funds received
Admin-Employee Salaries-Casuals	Payment for Staff Salaries	85,279	0	Balances Left after Utilization of funds received
Admin-Employee Housing Allowance	Payment for Staff House Allowance	256,500	200,000	Balances Left after Utilization of funds received
Admin-Employee Transport Allowance	Payment for Staff Transport Allowance	344,605	350,000	Balances Left after Utilization of funds received
Admin-Employee Leave Allowance	Payment for Staff Leave Allowance	31,000	31,000	Balances Left after Utilization of funds received
Admin-Employee NSSF	Payment for Staff NSSF Contributions	127,420	120,000	Balances Left after Utilization of funds received
Total		3,925,903	4,046,463	
1.2 Committee allowances	Payment of NGCDFC Allowances	1,169	0	

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Total		1,169	0	
1.3 Use of goods and services				
Admin Use of Goods- Electricity	Payment of Electricity Bills	76,976	0	Balances Left after Utilization of funds received
Admin Use of Goods- Telephone	Payment of Telephone Costs	50,000	0	Balances Left after Utilization of funds received
Admin Use of Goods- Fuel,Oil and Lubricants	Payment of Fuel,Oil and Lubricants	70,000	0	Balances Left after Utilization of funds received
Admin Use of Goods- Bank Charges	Payment of Bank Charges	9,890	0	Balances Left after Utilization of funds received
Admin Use of Goods- Motor Vehicle Maintenance	Payment of Motor Vehicle Maintenance	158,050	0	Balances Left after Utilization of funds received
Admin Use of Goods- Purchase of Office Furniture	Payment of Office Furniture	100,000	0	Balances Left after Utilization of funds received
Admin Use of Goods- MV Insurance	Payment of Motor Vehicle Insurance	19,778	0	Balances Left after Utilization of funds received
Total		484,694	0	
2.0 Monitoring and evaluation				

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2.1 Capacity Building				
M&E- Remuneration of Trainers	Remuneration of Trainers	150,000	0	Balances Left after Utilization of funds received
M&E- Printing of Training Materials	Printing of Training Materials	400,000	0	Balances Left after Utilization of funds received
M&E- Hire of Training Facilities	Hire of Training Facilities	300,000	0	Balances Left after Utilization of funds received
M&E- Catering and Accommodation Services	Catering and Accommodation Services	626,684	278,225	Balances Left after Utilization of funds received
Total		1,476,684	278,225	
2.2 Committee allowances				
M&E- Other Committee Expenses	Payment of NGCDFC Allowances	269,719	0	Balances Left after Utilization of funds received
M&E- NGCDFC Allowance	Payment of NGCDFC Allowances	84,092	0	Balances Left after Utilization of funds received
Total		353,811	0	
2.3 Use of Goods and Services				
M&E- Travel Costs	Payment of Travel Costs	320,000	0	Balances Left after Utilization of funds received

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M&E- Daily Subsistence Allowance	Payment of DSA	222,400	0	Balances Left after Utilization of funds received
M&E- Printing and Publishing Works	Printing and Publishing Works	57,355	0	Balances Left after Utilization of funds received
M&E- General Office Supplies	Purchase Office Stationeries	250,000	0	Balances Left after Utilization of funds received
M&E- Fuel, Oils and Lubricants	Payment of Fuel,Oil and Lubricants	500,000	0	Balances Left after Utilization of funds received
Total		1,349,755		
3.0 Emergency				
3.1 Primary Schools	Cater for Unforeseen Occurences	8,818,528	750,000	Balances Left after Utilization of funds received
3.2 Secondary Schools	Cater for Unforeseen Occurences	0	0	
3.3 Tertiary institutions	Cater for Unforeseen Occurences	0	0	
3.4 Security projects	Cater for Unforeseen Occurences	0	0	
3.5 Unutilised	Cater for Unforeseen Occurences	0	1,182,338	Balances Left after Utilization of funds received
Total		8,818,528	1,932,338	

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4.0 Bursary and Social Security				
4.1 Secondary Schools	Pay fees for needy students in secondary schools	1,008,860	1,831,689	Balances Left after Utilization of funds received
4.2 Tertiary Institutions	Pay fees for needy students in Tertiary schools	3,195,729	1,831,689	Balances Left after Utilization of funds received
4.3 Social Security		0	0	
4.4 Special Needs	Pay fees for needy students in special schools	1,998,291	1,700,000	Balances Left after Utilization of funds received
Total		6,202,880	5,363,378	
5.0 Sports				
Constituency Sports Activity	Facilitate sports tournaments	2,600,380	0	Funds not received as at the Date of the Report
Support Regional Sports Tournament	Facilitate sports tournaments	300,000	0	Funds not received as at the Date of the Report
Total		2,900,380	0	

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6.0 Environment				
Baitigitu Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Iriene Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kaubau Day Secondary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kiangua Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kianyaga Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kathanthatu Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kireru Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kiroone Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kithaene Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kithangari Girls Secondary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report

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Kithunguri Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Kiune Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Mikumbune Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Njerune Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Nkubu Primary School	Tree Planting in the School	147,000	0	Funds not received as at the Date of the Report
Rwompo Primary School	Tree Planting in the School	195,380	0	Funds not received as at the Date of the Report
Taita Chief's Office	Construction of Water Tank Towers	500,000	0	Funds not received as at the Date of the Report
Total		2,900,380	0	
7.0 Primary Schools Projects				
Burie Kingori Primary School	School Infrastructure Support Fund	1,500,000	0	Funds not received as at the Date of the Report

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Gitijiwe Primary School	School Infrastructure Support Fund	800,000	0	Funds not received as at the Date of the Report
Kagwampungu Primary School	School Infrastructure Support Fund	3,700,000	0	Funds not received as at the Date of the Report
Kairaa Primary School	School Infrastructure Support Fund	400,000	0	Funds not received as at the Date of the Report
Kathera Primary School	School Infrastructure Support Fund	1,000,000	0	Funds not received as at the Date of the Report
Kaubau Primary School	School Infrastructure Support Fund	1,500,000	0	Funds not received as at the Date of the Report
Kaurone Primary School	School Infrastructure Support Fund	315,000	0	Funds not received as at the Date of the Report
Kigarine Primary School	School Infrastructure Support Fund	2,000,000	0	Funds not received as at the Date of the Report
Kiithe Public Boarding Primary School	School Infrastructure Support Fund	400,000	0	Funds not received as at the Date of the Report
Kiithe Public Boarding Primary School	School Infrastructure Support Fund	3,000,000	0	Funds not received as at the Date of the Report
Mamuru Primary School	School Infrastructure Support Fund	600,000	0	Funds not received as at the Date of the Report

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Mitunguu Primary School	School Infrastructure Support Fund	3,000,000	0	Funds not received as at the Date of the Report
Muguru Primary School	School Infrastructure Support Fund	1,500,000	0	Funds not received as at the Date of the Report
Mukaragatine Primary School	School Infrastructure Support Fund	2,400,000	0	Funds not received as at the Date of the Report
Mukuciune Primary School	School Infrastructure Support Fund	1,200,000	0	Funds not received as at the Date of the Report
Muriru Primary School	School Infrastructure Support Fund	1,001,580	0	Funds not received as at the Date of the Report
Ngongo Primary School	School Infrastructure Support Fund	1,050,000	0	Funds not received as at the Date of the Report
Nkuriga Primary School	School Infrastructure Support Fund	450,000	0	Funds not received as at the Date of the Report
St Marks Mweru Primary School	School Infrastructure Support Fund	1,000,000	0	Funds not received as at the Date of the Report
Ucima Primary School	School Infrastructure Support Fund	1,501,000	0	Funds not received as at the Date of the Report
Yururu Girls Boarding Primary School	School Infrastructure Support Fund	300,000	0	Funds not received as at the Date of the Report

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Total		28,617,580		
8.0 Secondary Schools Projects		0		
Kairaa Day Sec School	School Infrastructure Support Fund	2,621,000	0	Funds not received as at the Date of the Report
Kithangari Boys Sec School	School Infrastructure Support Fund	3,121,000	0	Funds not received as at the Date of the Report
Kothine Day Secondary School	School Infrastructure Support Fund	5,600,000	0	Funds not received as at the Date of the Report
Mbaine Day Sec School	School Infrastructure Support Fund	3,500,000	0	Funds not received as at the Date of the Report
Nkubu Day Sec School	School Infrastructure Support Fund	3,554,000	0	Funds not received as at the Date of the Report
Nkumari Day Sec School	School Infrastructure Support Fund	1,306,000	0	Funds not received as at the Date of the Report
Nkumari Day Sec School	School Infrastructure Support Fund	2,324,000	0	Funds not received as at the Date of the Report

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Rwompo Day Sec School	School Infrastructure Support Fund	2,000,000	0	Funds not received as at the Date of the Report
Total		24,026,000	0	
9.0 Tertiary institutions Projects				
KMTC-South Imenti Campus	Construction of Administration Block	7,400,000	0	Funds not received as at the Date of the Report
Total		7,400,000	0	
10.0 Security Projects				
Gakiiri Assistant Chiefs Offices	Security Infrastructure Support fund	1,000,000	0	Funds not received as at the Date of the Report
Gakuri Assistant Chiefs Offices	Security Infrastructure Support fund	1,000,000	0	Funds not received as at the Date of the Report
Gikui Asistant Chiefs Offices	Security Infrastructure Support fund	1,100,000	0	Funds not received as at the Date of the Report
Igoji Departmental Offices	Security Infrastructure Support fund	2,323,000	0	Funds not received as at the Date of the Report

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Igoji Police Station	Security Infrastructure Support fund	2,200,000	0	Funds not received as at the Date of the Report
Imenti South Deputy County Commissioners Residence	Security Infrastructure Support fund	2,000,000	0	Funds not received as at the Date of the Report
Kiangua Police Post	Security Infrastructure Support fund	2,500,000	0	Funds not received as at the Date of the Report
Miitune Assistant Chief Office	Security Infrastructure Support fund	2,200,000	0	Funds not received as at the Date of the Report
Muguru Assistant Chiefs Office	Security Infrastructure Support fund	1,000,000	0	Funds not received as at the Date of the Report
Murungurune Police Station	Security Infrastructure Support fund	800,000	0	Funds not received as at the Date of the Report
Nkubu Administration Police Line	Security Infrastructure Support fund	1,000,000	0	Funds not received as at the Date of the Report
Nkubu Police Station	Security Infrastructure Support fund	250,000	0	Funds not received as at the Date of the Report

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Kaura Assistant Chiefs Office	Security Infrastructure Support fund	700,000	700,000	
		0		
Total		18,073,000	700,000	
11.0 Acquisition of assets				
11.1 Purchase of Furniture	Purchase Office Furniture	100,000	0	Funds not received as at the Date of the Report
11.2 Purchase of Computers	Purchase of Computer Accessories	29,364	29,364	Balances after Utilization
Total		129,364	29,364	
12.0 COC Expenses		0		
12.1 Committee allowances	Payment of NGCDFC Allowances	300,000	0	Funds not received as at the Date of the Report
12.2 Use of Goods and Services	Support COC Training and Meetings	1,150,190	0	Funds not received as at the Date of the Report

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Total		1,450,190	0	
13.0 Other payments				
13.1 Giuti Resource Centre	ICT Support Facilities	1,000,000	0	Funds not received as at the Date of the Report
13.2 Kathera ICT Centre	ICT Support Facilities	650,000	0	Funds not received as at the Date of the Report
13.3 Kathera ICT Centre	ICT Support Facilities	1,000,000	0	Funds not received as at the Date of the Report
13.4 Kinoro Resource Centre	ICT Support Facilities	1,000,000	0	Funds not received as at the Date of the Report
13.5 Kinoro Resource Centre	ICT Support Facilities	350,000	0	Funds not received as at the Date of the Report
13.6 Mitunguu ICT Centre	ICT Support Facilities	350,000	0	Funds not received as at the Date of the Report
13.7 Mitunguu ICT Centre	ICT Support Facilities	1,000,000	0	Funds not received as at the Date of the Report

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13.8 Nkumbo Resource Centre	ICT Support Facilities	2,000,000	0	Funds not received as at the Date of the Report
13.9 South Imenti NGCDF Strategic Plan	Constituency Strategic Planning	3,000,000	0	Funds not received as at the Date of the Report
Total		10,350,000	0	
14.0 Unallocated fund				
14.1 Unapproved projects	Unapproved Security Project	2,000,000	2,000,000	Funds not received as at the Date of the Report
14.2 Appropriations-In-Aid	Sale of Tenders	57,000	11,000	Funds not approved for Expenditure
14.3 Prior Year Adjustments	Errors in Previous Yr Reports	0	0	
14.4 PMC savings	Savings from PMC Accounts	0	0	
Total		2,057,000	2,011,000	
Grand Total		120,517,318	14,360,768	

South Imenti Constituency
National Government Constituencies Development Fund (NG-CDF)
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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2021-2022	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2022-2023
Land				
Buildings and structures	6,927,547			6,927,547
Transport equipment	7,046,159			7,046,159
Office equipment, furniture and fittings	401,274			401,274
ICT Equipment, Software and Other ICT Assets	710,937			710,937
Other Machinery and Equipment	289,650			289,650
Heritage and cultural assets				0
Intangible assets				0
Total	15,375,567	0	0	15,375,567

**South Imenti Constituency
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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
BURIE KINGORI PRIMARY SCH	EQUITY	370264804599	502	
GAKIIRI ASSISTANT CHIEFS OFFICE	CO-OPERATIVE	1141207930300	106,763	
GAKURI ASSISTANT CHIEFS	CO-OPERATIVE	1141207948500	799	
GIKUI ASSISTANT CHIEFS OFFICE	CO-OPERATIVE	1141822089000	0	
GIUTI RESOURCE CENTRE	EQUITY	370279056469	1,484	
IGOJI DEPARTMENTAL OFFICES	CO-OPERATIVE	1134205826500	5,023	
IGOJI POLICE STATION	CO-OPERATIVE	1141207433400	4,358	
IMENTI SOUTH DCC'S RESIDENCE	CO-OPERATIVE	1141205828700	60,196	
KAGWAMPUNGU PRIMARY SCHOOL	CO-OPERATIVE	1139205310201	402,434	
KAIRAA DAY SECONDARY SCHOOL	CO-OPERATIVE	1139023221400	970	
KAIRAA PRIMARY SCHOOL	CO-OPERATIVE	1141207404100	15,027	
KANYAKINE COLLEGE	CO-OPERATIVE	1139205481200	14,372	
KATHERA ICT CENTRE	SIDIAN	1030030000501	0	
KATHERA PRIMARY SCHOOL	EQUITY	370264749724	-823	
KAUBAU DAY SECONDARY SCHOOL	CO-OPERATIVE	1139205318700	17,068	
KAURONE PRIMARY SCHOOL	EQUITY	370264230467	607	
KIAMWERI ASSISTANT CHIEFS OFFICE	CO-OPERATIVE	1141207935500	187,880	
KIANGUA POLICE POST	CO-OPERATIVE	1141207488400	4,044	
KIGARINE PRIMARY SCHOOL	CO-OPERATIVE	1141206605500	133	
KIITHE PUBLIC BOARDING PRIMARY SCH	CO-OPERATIVE	1141206591300	9,663	
KINORO RESOURCE CENTRE	CO-OPERATIVE	1141207510601	2,462	
KITHANGARI BOYS SECONDARY SCH	CO-OPERATIVE	1139205206200	45	

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KOTHINE DAY SECONDARY SCHOOL	CO-OPERATIVE	1141205324500	995
MAMURU PRIMARY SCHOOL	CO-OPERATIVE	1141206593900	299
MBAIN DAY SECONDARY SCHOOL	CO-OPERATIVE	1134205400200	3,282
MUGURU ASSISTANT CHIEFS OFFICE	CO-OPERATIVE	1141206952500	4,673
MUGURU PRIMARY SCHOOL	CO-OPERATIVE	1139022384302	780
MUKARAGATINE SECONDARY SCHOOL	CO-OPERATIVE	1134205491800	414
MUKUCIUNE PRIMARY SCHOOL	CO-OPERATIVE	1141206738600	3,820
MURIRU PRIMARY SCHOOL	CO-OPERATIVE	1141206820388	474
MURUNGURUNE POLICE STATION	CO-OPERATIVE	1141207948400	1,815
NDAMENE PRIMARY SCHOOL	EQUITY	370264230455	703,700
NGONGO PRIMARY SCHOOL	CO-OPERATIVE	1141206689100	1,901,143
NKUBU DAY SECONDARY SCHOOL	CO-OPERATIVE	1134205202000	3,010
NKUBU POLICE STATION	CO-OPERATIVE	1141207948300	236,058
NKUBU AP LINE	CO-OPERATIVE	1141207949800	735
NKUMARI DAY SECONDARY SCHOOL	EQUITY	370293995420	366
NKURIGA PRIMARY SCHOOL	CO-OPERATIVE	1141206686600	2,168
RWOMPO DAY SECONDARY SCHOOL	EQUITY	370293047433	10,883
ST. MARKS MWERU PRY SCHOOL	CO-OPERATIVE	1141207304600	213,744
UCIMA PRIMARY SCHOOL	CO-OPERATIVE	1141206681600	1,323
YURURU GIRLS BOARDING PRY SCHOOL	CO-OPERATIVE	1141205924900	850
Abogeta west assistance county comm off	Cooperative Bank of Kenya	01141207919100	975.00
Baitigitu ap line	Cooperative Bank of Kenya	01141206810700	1,677.50
Baitigitu Primary School	Cooperative Bank of Kenya	01141020643000	1,505.00
Chure Social Hall	Cooperative Bank of Kenya	01141206476900	35,158.40
Imenti south dc residence	Cooperative Bank of Kenya	01141205828700	553,564.00
Gaatia Primary School	Cooperative Bank of Kenya	01134205389100	1,282.50

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Gaceero primary school	Cooperative Bank of Kenya	01141206822100	512.00
Gakiiri Primary School	Cooperative Bank of Kenya	01141206682800	1,322.50
Igandene Secondary School	Cooperative Bank of Kenya	01134205589200	6,799.00
Igandene Primary School	Cooperative Bank of Kenya	01141206597700	2,202.50
Igoji Departmental offices	Cooperative Bank of Kenya	01134205826500	5,142.60
Igoji West DO's Office	Cooperative Bank of Kenya	01134205476800	1,094.00
Iriene Primary School	Cooperative Bank of Kenya	01141206594300	1,135.50
Ithimbari primary school	Cooperative Bank of Kenya	01141206850000	1,140.00
Ithitwe primary school	Cooperative Bank of Kenya	01141206834600	1,722.50
Kagumone Primary School	Cooperative Bank of Kenya	01141206821200	1,375.50
Kairaa day secondary school	Cooperative Bank of Kenya	01139023221400	1,924,750.00
Kairaa Primary School	Cooperative Bank of Kenya	01141207404100	15,027.00
Kanthathatu Primary School	Cooperative Bank of Kenya	01141206600500	303,427.50
Kanyakine College	Cooperative Bank of Kenya	01139205481200	3,500,953.90
Kanyakine Hq offices	Cooperative Bank of Kenya	01134022309300	195.60
Karegi Primary School	Cooperative Bank of Kenya	01141206678700	0.00
Kariene Assistance chiefs office	Cooperative Bank of Kenya	01141206952300	2,047.50
Kathanthatu secondary school	Cooperative Bank of Kenya	01134205344100	6,722.50
Kathera girls secondary school	Cooperative Bank of Kenya	01141206819900	3,685.50
Kaura Primary School	Cooperative Bank of Kenya	01141206450100	6,458.40
Keria police post	Cooperative Bank of Kenya	01141572823600	190,837.60
Kiandungu Boarding Primary School	Cooperative Bank of Kenya	01141206654301	4,692.50
Kiangua Primary School	Cooperative Bank of Kenya	01141206829200	2,172.50
Kigane Primary School	Cooperative Bank of Kenya	01141206679900	182.50

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Kigarine day secondary school	Cooperative Bank of Kenya	01141206602900	53,903.50
Kiithe public boarding school	Cooperative Bank of Kenya	01141206591300	9,662.50
Kinoro Police Post	Cooperative Bank of Kenya	01141206656000	7,115.00
Kinoro Resource Centre	Cooperative Bank of Kenya	01141207510601	2,462.40
Kionyo primary school	Cooperative Bank of Kenya	01139205849100	252.50
Kirendene chiefs office	Cooperative Bank of Kenya	01141206194600	760.00
Kireru primary school	Cooperative Bank of Kenya	01141206465100	909.50
Kiroone Primary School	Cooperative Bank of Kenya	01141206953900	1,326.50
Kithangari boys secondary school	Cooperative Bank of Kenya	01139205206200	2,535,370.00
Kithangari girls secondary school	Cooperative Bank of Kenya	01141206691500	1,001,100.00
Kiune Day Secondary School	Cooperative Bank of Kenya	01139205183201	1,045.00
Kiune primary school	Cooperative Bank of Kenya	01141206991600	987.20
Kothine day secondary school	Cooperative Bank of Kenya	01141205324500	1,292,307.00
Lower Chure Primary School	Cooperative Bank of Kenya	01141206790000	436.50
Machegene Primary School	Cooperative Bank of Kenya	01141206684400	8,232.50
Mamuru Primary School	Cooperative Bank of Kenya	01141206593900	298.50
Maraa Police Station	Cooperative Bank of Kenya	01141207403400	82,166.00
Maraa Primary School	Cooperative Bank of Kenya	01141206683300	3,737.50
Marimba Police Post	Cooperative Bank of Kenya	01141206952200	376.50
Marimba Primary School	Cooperative Bank of Kenya	01141206793200	1,333.50
Mbaine Secondary School	Cooperative Bank of Kenya	01134205400200	3,282.00
Mbeti police post	Cooperative Bank of Kenya	01141206658200	21,480.00
Mikumbune primary school	Cooperative Bank of Kenya	01141206725100	14,878.50
Miruriiri primary school	Cooperative Bank of Kenya	01141207000300	225.00
Mitunguu police station	Cooperative Bank of Kenya	01141206042100	1,100.00

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Mugai Hill Day Secondary School	Cooperative Bank of Kenya	01134205382600	4,510.00
Muguru Asst. Chiefs' Office	Cooperative Bank of Kenya	01141206952500	4,672.50
Mukaragatine Day Secondary School	Cooperative Bank of Kenya	01134205491800	161,013.50
muriru primary school	Cooperative Bank of Kenya	01141206820300	473.50
mutunguru primary school	Cooperative Bank of Kenya	01141206833500	1,162.50
Mworoga Primary School	Cooperative Bank of Kenya	01141206688900	507.50
Ngongo Primary School	Cooperative Bank of Kenya	01141206689100	1,901,042.50
Njerune Primary School	Cooperative Bank of Kenya	01141206684100	2,482.50
Njogune Primary School	Cooperative Bank of Kenya	01141206468400	1,108.50
Nkubu day secondary school	Cooperative Bank of Kenya	01134205202000	3,010.00
Nkugwe primary school	Cooperative Bank of Kenya	01141206684000	2982.50
Nkumbo Resource Centre	Cooperative Bank of Kenya	01134572711200	49,947.45
Nkuriga Primary School	Cooperative Bank of Kenya	01141206686600	1,701,472.50
Nyagene Girls Secondary School	Cooperative Bank of Kenya	01134205305300	1,620.05
South imenti environmental CBO	Cooperative Bank of Kenya	01134206780900	24,562.80
South imenti sports	Cooperative Bank of Kenya	01141206692600	259.90
Ucima Primary School	Cooperative Bank of Kenya	01141206681600	1,001,292.50
Upper Kithangari Resource Centre	Cooperative Bank of Kenya	01141207570700	996,302.00
Yururu Chiefs' Office	Cooperative Bank of Kenya	01141207506100	1,125.00
Yururu Day Secondary School	Cooperative Bank of Kenya	01134205232400	3,507.00
Yururu Girls' Boarding Primary School	Cooperative Bank of Kenya	01141205924900	1,446,525.00
Nyombayathi Primary School	Cooperative Bank of Kenya	01141206680400	440.50
Gaatia Day Secondary School	Cooperative Bank of Kenya	01134205379200	1,756.00
Gankodi Day Secondary School	Cooperative Bank of Kenya	01134205238100	93.00
Gikurune Girls Secondary School	Cooperative Bank of Kenya	01134205201000	72,276.00

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Igandene Day Secondary School	Cooperative Bank of Kenya	01141207433400	2,147.90
Igoji police station	Cooperative Bank of Kenya	01141207433400	4,357.70
Kagwampungu Mixed Day Secondary School	Cooperative Bank of Kenya	01139205287600	1,302.00
Karoe Primary School	Cooperative Bank of Kenya	01141206822500	4,072.50
Kiangua Police Post	Cooperative Bank of Kenya	01141207488400	4,044.00
Kianjogu Chiefs Office	Cooperative Bank of Kenya	01134205812600	255.00
Kinoro Primary School	Cooperative Bank of Kenya	01139206266000	4,372.50
Kiroone Chiefs Office	Cooperative Bank of Kenya	01141205829900	1,005.00
Kithunguri Primary School	Cooperative Bank of Kenya	01141206460600	69,962.50
St. Marks Mweru Primary School	Cooperative Bank of Kenya	01141207304600	3,801,550
Kagaru primary school	Family Bank	062000016758	196.00
Kathigu assistance chief	Family Bank	06200020666	511.79
Kiangua secondary school	Family Bank	062000002667	35,573.20
Muungu primary school	Family Bank	062000018286	326.91
Ntemwene cheifs office	Family Bank	062000025819	1,612.58
Ukuu primary school	Family Bank	0000017219	1,697.88
Kirogine Primary School	Family Bank	062000018128	0.00
Nkubu Primary School	Family Bank	062000017993	533,780.88
Gakaga Culverts	Family Bank	062000024837	294.00
Kinyuru Culverts	Family Bank	062000024827	199.64
Ngagara Culverts	Family Bank	062000025273	7.38
Rai Culvert	Family Bank	062000024826	148.34
Gitara primary school	Equity Bank	0370261814395	1,669.00
Giumpu Primary School	Equity Bank	0370264180003	643.30
Giuti resource centre	Equity Bank	0370279056469	1,217,227

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igoji chiefs camp	Equity Bank	0370279431030	-229.75
igoki boys secondary school	Equity Bank	0370295165322	200
Iriene AP Line	Equity Bank	0370293075812	2,677.25
kathera primary school	Equity Bank	0370264749724	-804.85
kianjogu day secondary school	Equity bank	0370264241907	1,555.00
Kiringa Primary School	Equity Bank	0370264224456	3,671.00
Kithakanaro Day Secondary School	Equity Bank	0370293892076	1,003.00
Kithatu Primary School	Equity Bank	0370264175024	853.95
Kithunguri Day Secondary School	Equity Bank	0370299351523	366,270.00
Kothine Chiefs' Office	Equity Bank	0370295212583	23,283.30
Machikine Girls Secondary School	Equity Bank	0370293934318	7,677.50
Mbeti Primary School	Equity Bank	0370299790032	491.65
Miruriiri Boys Secondary School	Equity Bank	0370262307554	1,565.20
Murembu day secondary school	Equity Bank	0370292974102	10,146.00
Mweru Day Secondary School	Equity Bank	0370294193551	30
Mworoga day secondary school	Equity Bank	0370292972242	914.85
Ndamene Primary School	Equity Bank	0370264230455	703,699.60
Nkubu High School	Equity Bank	0372293293765	815.60
Nkumari Day Secondary School	Equity Bank	0370293995420	1,117,128.35
Rurama day secondary school	Equity Bank	0370296236673	2,264.75
Upper Mikumbune Day Secondary School	Equity Bank	0370292968324	30,213.15
Uruku girls secondary school	Equity bank	0370293229098	7,682.95
Wesley Boarding Primary School	Equity Bank	0370292946528	3
Nkachie Chiefs office	Equity Bank	0370292960102	1,930.00
Mutiokiana secondary school	Equity bank	0370265071396	4,105.00

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Ndagene boys secondary	Equity Bank	0370298042943		3,915.00
St. Agnes gaukune secondary school	Equity bank	0370294075945		3,000.00
Ukuu chiefs office	Equity bank	0370269131557		95
Ntharene Primary School	Equity bank	0370269131557		1,805.00
Rwompo primary school	Equity bank	0370264225195		113,217.00
Igandene Assistance chiefs office	Equity bank	00370264420945		437.70
Kanyakine Boys Secondary School	Equity bank	0370292976403		500,000.00
Kaurone Primary School	Equity bank	0370264230467		1,500,987.00
Kithakanaro Primary School	Equity bank	370266756593		835.00
Mikumbune National Library	Equity bank	0370264731568		48,783.45
Miruriiri Girls Secondary School	Equity bank	0370262408227		6,825.00
Mutunguru Day Secondary School	Equity bank	0370292714544		2,943
Mitunguu Ict Centre	Sidian Bank	01030030000611		121,172.00
Nkubu PoliceStation	Sidian Bank	01030030000491		15.00
Kathera ICT Centre	Sidian Bank	01030030000501		27,020.00
Total			3,923,539	29,311,807.95

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.

**South Imenti Constituency
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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)
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 1.	Irregular Expenditure on Capacity Building; This Expenditure includes Ksh 1,395,000 being Subsistence Allowance for Capacity Building paid during a Workshop held in Meru Town for 25 Persons including NGCDF, NGCDFC Staffs, Internal Auditors, an Officer from the Board, Procurement officer and Oversight Committee Members against a National Treasury Circular No.ES1/03 J(79) of 4 November 2015 which required that all training for officers drawn from one duty station be held within the precincts of the Duty Station.	Management is putting in place controls to ensure such expenditures are regularly incurred and supported	In Progress	30 th Dec 2023
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 2.	Unsupported Expenditure on Emergency Projects: The Statement of Receipts and Expenditure reflected Ksh 112,606,806 in respect to other grants and other transfers which included Kshs 9,460,000 in respect of Emergency projects as disclosed in Note 7 of the Financial Statement. The Management did not however provide evidence that the expenditure was emergency in nature and the use of emergency reserve was reported to the Board within 30 days as required by the regulations.	Management is putting in place controls to ensure such expenditures are regularly incurred and supported	In Progress	30 th Dec 2023

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 3.	Irregular Expenditure on Renovation of South Imenti NG-CDF Office: There was unexpected over payment of Ksh 32,000 and No itemized Bill of Quantities provided for in the Contract; Physical verification also confirmed that all the roofs of the building have been leaking; There cracks in the Ceilings and between the Joints; The Gutter was only done on the front side of the Office and the drainage was not repaired ;doors not repaired and no padlocks supplied.	Management is putting in place controls to ensure such expenditures are regularly incurred and supported	In Progress	30 th Dec 2023
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 4.	Stalled Projects: The Following Observations were noted during the audit: a.)The Fund Transferred Ksh 2,000,000 to Kigarine Day Secondary School PMC Account for the Construction of an Administration Block. The Project was co-funded with MOE b.) The Fund Transferred Ksh 4,000,000 to Kothine Day Sec School PMC Account for the Construction of Two storey Laboratory and its Offices c.) The Fund Transferred Ksh 4,000,000 to Nkumari Mixed Day Secondary School PMC Account for the Construction of a	Management has conducted Inspection of all the stalled projects in the Constituency and the same has been deliberated in NG-CDFC Meeting of 24 th August 2023 for funding	In Progress and will be funded during the Year 2023-24	30 th Dec 2023

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Multipurpose Hall to accommodate 600 students.</p> <p>d.) The Fund Transferred Ksh 1,700,000 to Nkubu Day Secondary School PMC Account for the Construction of an Administration Block</p> <p>Physical Verification Conducted at the sites confirmed that all the projects have stalled and not in progress; Neither are the projects Complete despite funds paid to them</p>			
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 5.	<p>Payments to Incomplete Projects: A Transfer of Kshs 2,727,067.067 was made to Muguru resource Centre PMC Accounts for the Completion of the Centre. Physical Verification Conducted in March 2023 revealed that pavements around the building was not done, some windows did not have window panes, the ceiling was hanging loosely and almost falling off, the paint was incomplete with only undercoat paints done.</p>	<p>Management has conducted Inspection of all the Incomplete projects in the Constituency and the same has been deliberated in NG-CDFC Meeting of 24th August 2023 for funding</p>	<p>In Progress and will be funded during the Year 2023-24</p>	<p>30th Dec 2023</p>
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 6.	<p>Abandoned Security Projects: The Fund Transferred Ksh 150,000 to Kinoro Police Post for the Completion of a Toilet at the Post. Physical verification conducted confirmed that the Toilet was in a dilapidated state and abandoned. In the Circumstances the value</p>	<p>Management has conducted Inspection of the abandoned security project in the Constituency and the funds re-allocated to another projects for</p>	<p>In Progress and will be funded during the Year</p>	<p>30th Dec 2023</p>

**South Imenti Constituency
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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)
	for money was not realized.	utilization. This was deliberated in the NG-CDFC Meeting of 24 th August 2023.	2023-24	
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 8.	Unsupported Expenditure on Environmental Projects: Reported Planting of 6,000 trees along river Iraru at a cost of Ksh 597,944. However no evidence of environmental Impact assessment done before the inception of the project and authority from director general of NEMA Sanctioning the Project not provided. Physical Verification Conducted in March 2023 confirmed that no labeling of the projects was done and the success rate was very minimal. This was found to be in breach of Law.	Management has put in place controls to ensure such expenditures are regularly incurred and properly supported. The Project Visits have noted that Labeling of the Projects will be done well in future.	In Progress	30 th Dec 2023
OAG/ER/NGC DF/South Imenti/2021/22 (16) Item No. 7.	Unsupported Emergency projects: Despite disbursement of Ksh 1,100,000 for the Construction of Iraru Bridge physical verification conducted in March 2023 revealed that the project was complete. The Bill of Quantities, Bid Opening and Evaluation Minutes, List of Pre-qualified Suppliers, Bids for Both Successful and Unsuccessful Bidders not provided for Audit review and therefore the Value for Money	Management has put in place controls to ensure such expenditures are regularly incurred and properly supported and Pre-qualification notices issued to ensure that the Fund Operation is based on the procurement Laws.	In Progress	30 th Dec 2023

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	was not realized.			

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Suleiman Guyo Roba
Fund Account Manager.
South Imenti NG-CDF

