

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT




THE NATIONAL ASSEMBLY OF
 PAPERS LAID

DATE: **14 AUG 2024** DAY: **WEDNESDAY**

TABLED BY:	HON. DWEN BAYA, MP
CLERK-AT THE-TABLE:	ESTHER NGINYO

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
 CONSTITUENCIES DEVELOPMENT FUND -
 MUMIAS EAST CONSTITUENCY**

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





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

I. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committee

FY-Financial Year

II. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Mumias East ConstituencyNGCDF day-to-day management is under the following key organs:

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

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Justus Ogutu Noo
2.	Sub-County Accountant	Christine Lumumba
3.	Chairperson NGCDFC	Diana Oronje
4	Secretary NGCDFC	James Amunyolo

(c) Fiduciary Oversight Arrangements

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

(d) MUMIAS EAST Constituency NGCDF Headquarters

P.O. Box 142-50106 SHIANDA
Mumias East NG-CDF Office
Malaha Road – Off Shianda Market

(e) MUMIAS EAST Constituency NGCDF Contacts

Telephone: (+254725607537) Mumias East
E-mail: cdfmumiaseast@ngcdf.go.ke
Website: www.ngcdfmuimiaseast.go.ke

(f) MUMIAS EAST Constituency NGCDF Bankers

KENYA COMMERCIAL BANK

A/C No. 114339775

MUMIAS BRANCH

(g) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(h) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

III. NG-CDFC Chairman's Report



**Ms. Diana Oronje
Chairperson Mumias East NG-CDFC**

I am pleased to present to you the annual report and financial statement for the year ended 30th June 2023. The financial statements set out below were prepared on cash basis of accounting regulated by the international public sector accounting standards.

Mumias East NGCDF aspires to be the best constituency in utilization of NGCDF funds through satisfying the community needs and promoting good governance in management of the fund. The establishment of the fund was centred on channelling funds to grass root communities by enabling them to implement projects on their own and of course identifying them through public participation.

We have had notable success in implementation of projects especially those that transform lives of our community in the constituency notably in areas of school infrastructure, security and bursary awards to needy students, majority of whom are in tertiary institutions.

The introduction of the IPSAS mode of preparing Financial Statements is a great milestone in achieving our end goal of ensuring development and proper utilization of funds. Accountability has been enhanced and the committee has been more empowered in decision making with regards to utilization of funds

In the current financial year, budget performance in comparison to the actual has been below 100% that is 45.7% because of delays in receiving the current financial year funds. The constituency received Kshs.87,000,000 against a budgeted amount of Kshs131,342,462. The previous financial year had an amount of Kshs. 14,026,089 as the balance brought forward and pending approval of

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Kshs. 28,379,780. This financial year we have one project of Kshs. 11,500,000 that is Kenya Medical Training College still pending to be approved by the NGCDF Board

Despite the delay in disbursement of funds, we have been able to implement and complete more than 50% of projects. We were able to expand infrastructure, mainly classrooms, administration blocks and laboratories in the existing schools.

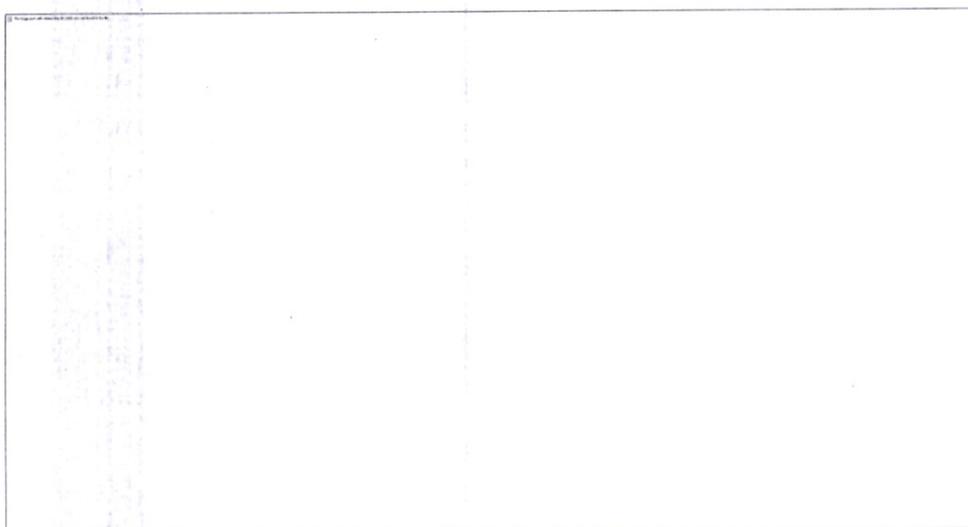
However, despite the successes achieved, there were implementation challenges encountered along the way. As had been mentioned earlier there have been delays in disbursement of funds from the NG-CDF Board. Some of the project management committees have low capacity to implement projects and hence there is need for training. Inadequate allocation by the NG-CDF Board makes it impossible to implement the intended number of projects that are proposed by the community. It also leads to little allocation to projects hence unable to complete all the budgeted projects in one financial year.

Mumias East NGCDF Projects in summary

SECTOR	STATUS	REMARKS
Security: Furnishing of Sub County Police Headquarters at Shianda	The building is complete and fully furnished and in use	Wananchi are getting services in a more organised structure and closer to them.
Education: Construction of classrooms, dormitory, and laboratories in primary and secondary schools	Almost all Primary Schools have received facelift to accommodate the increased number of students.	NGCDFC is targeting to improve all dilapidated structures in all learning institutions.
TVET	The NGCDF capitation has been accomplished and all the necessary infrastructure in place	The 5th intake of the college is scheduled for September 2023
KMTC SHIANDA	All necessary infrastructure have been accomplished. We are also awaiting for a conditional approval from the Board for a two-storey tuition block.	The college is already in operation with third intake

a. Pie chart showing utilization difference against total budget.

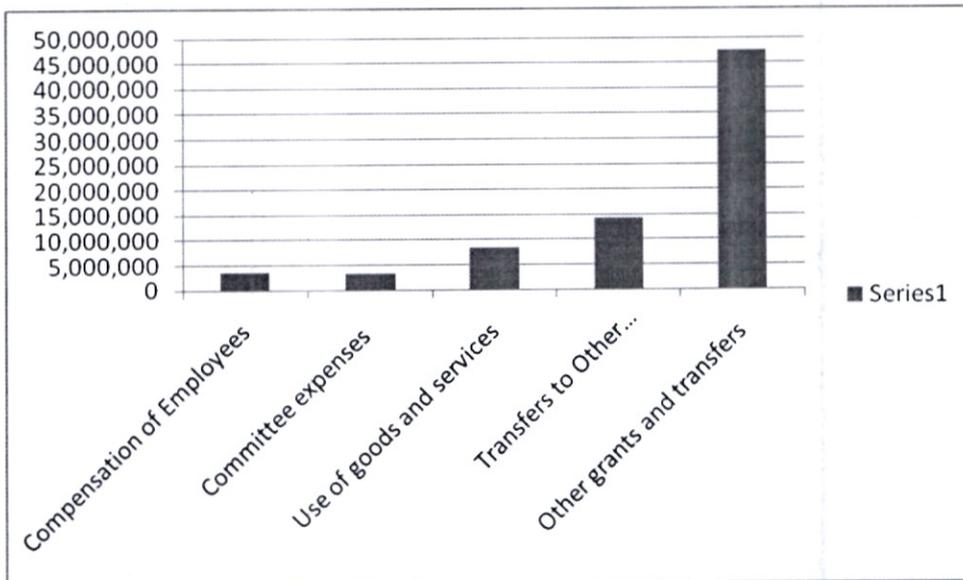
Original Budget	131,342,462
Final Budget	173,748,331
Actual on Comparable Basis	79,357,680
Budget Utilisation Difference	94,390,651
Percentage of Utilisation	45.70%



b. Bar graph showing total expenditure on different vote

Compensation of Employees	3,862,164
Committee expenses	3,661,900
Use of goods and services	5,045,600
Transfers to Other Government Units	14,300,000
Other grants and transfers	50,500,336

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c. Pictorial representation of some projects implemented 2022-2023

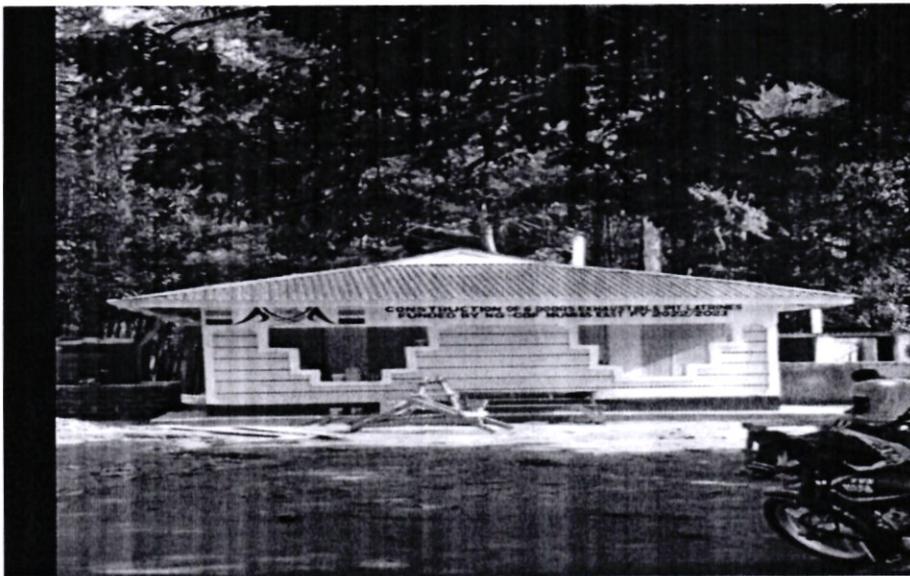
KEY ACHIEVEMENTS

The following are some of the key projects that have been undertaken.



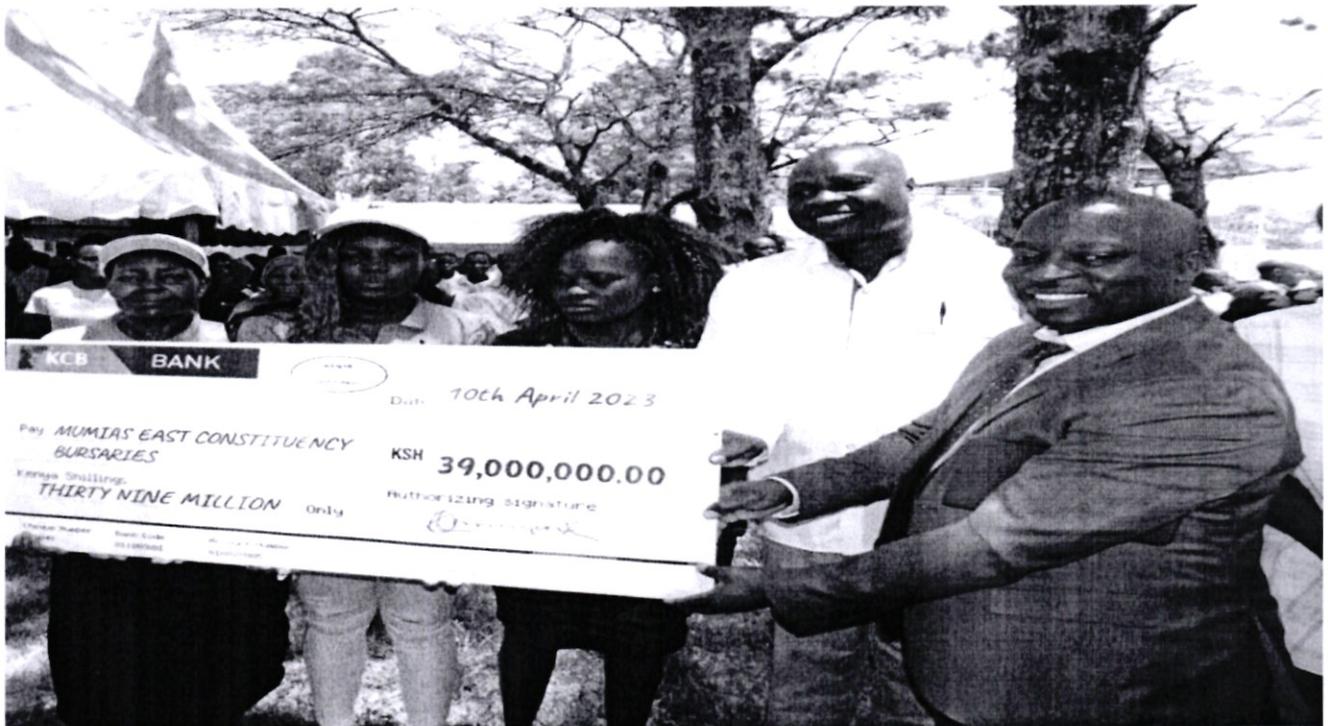
Project 1: Shanderema Primary School: Construction of 8 Door Exhaustible Pit latrines

This is an 8 Door exhaustible Pit latrines with a provision of Persons Living with Disability. It also contains urinals.



Project 2: Eshiakhulo Primary School: Construction of 8 Door Exhaustible Pit latrines

This is an 8 Door exhaustible ablution block with a provision of Persons Living with Disability. It also contains urinals and handwashing areas.



Project 3: Issuance of Bursary FY 2022/2023

This project involved the issuance of Bursary education funds to the needy and deserving cases in the constituency. It involved secondary Colleges and Tertiary Institutions. We allocated Ksh. 39,662,464.74 to the bursary Funds for secondary and tertiary institutions. We managed to

disburse this amount within the financial year to the students and this has ensured that the needy students continued with their education. We intend to give more to bursary funds in the coming financial Year.

EMERGING ISSUES

The following are some of the emerging issues that are experienced as a result of the current economy.

1. Restructuring of the Education Funding

The move by the government to restructure the education funding for the tertiary institutions through changing of the HELB funding structure has brought a lot of pressure to the NGCDF Bursary Funds as many students are now seeking for scholarships from the constituency to enable them continue with their studies

2. Junior Secondary School

The introduction of the Junior Secondary School through the CBC Education system has brought a lot of pressure to the existing facilities in various primary schools. There is need for construction and equipping of new classrooms and laboratories to accommodate the students.

3. Inflation Rates

With the current economic position where the rate of exchange of Kenyan shillings to dollar continues to rise, there has been an increase in the cost of construction materials. Hence those projects that were submitted to the board before inflation may not be completed with the original budgeted cost necessitating need for variations and additional funding.

IMPLEMENTATION CHALLENGES AND SOLUTIONS

- Many projects delayed due to the late disbursement of public funds. We hope that this will improve to enable us do the projects in time. We have been however able to utilize the funds adequately as they are disbursed by the Board
- There is also a challenge in the education funds set for bursary. The number of needy students are many compared to the available funds for the same. However, we have been able to seek for help from other government organizations on the same and enable most of the needy students get scholarships. We also wish to increase the amount allocated to bursary funds in the coming financial years.
- Getting Acknowledgement Receipts from the members of the Public when they are issued with bursary has been a challenge. We have been able to disburse combined cheque to those schools that are closer or where students are many in one school and this has enabled us get a few Bursary Acknowledgement Receipts and hence meet the requirements set for

the same. We have also been doing civic education and awareness of the need for the bursary beneficiaries to bring back bursary acknowledgement receipts from the institutions once they have collected their cheques and taken them to schools.

Otherwise the impact of the NG-CDF kitty is felt countrywide and we hope and pray that the fund lives longer and longer in order to impact positively more and more lives in Kenya.



.....
Name: Diana Oronje
CHAIRPERSON NGCDF COMMITTEE

IV. 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 **Mumias East Constituency 2023-2027** plan are to:

- a. To implement comprehensive planning and prioritize development projects aimed at creating optimal learning conditions for students in schools.
- b. To empower youth, women, and persons with disabilities (PWD) by facilitating their acquisition of fundamental skills through targeted programs that equip them with the necessary tools and knowledge to thrive in society.
- c. To foster effective participation and community involvement in the development processes to create a sustainable and safe living environment where all voices are heard and valued.
- d. To strengthen the economic capacity of residents, enabling self-sufficiency and independence by providing opportunities for skills development and entrepreneurship for job creation and improved living standards.

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:

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Increased number of Classrooms and Increased number of Bursary beneficiaries	In FY 2022/23 - we have improved the condition of 18 classrooms in primary schools and 6 Classrooms in Secondary Schools. We have also increased the number of Bursary beneficiaries in

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				Secondary schools from 5000 to 8000 students and tertiary institutions beneficiaries from 2000 to 4000 students.
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	We have furnished the Sub County Police Headquarters at Shianda. We are currently fencing the DCC office.
Environment	Improve access to clean water and a more sustainable and conserved environment through natural resources conservation initiatives	Equip schools with wash points, water tanks and environmental garbage bins	High number of Wash points, environmental Garbage bins and water tanks installed	We have installed water tanks in schools
Sports	Empower and develop youth and special groups	Reduced dependence and spur economic growth through sports	Number of youth groups benefitting from the sports programme	We have given Sports Kits to 10 local teams and also organized sports tournaments for 20 Youth teams within the constituency
Emergency	Improve the mechanism used in handling disasters	Reduce loss of live and properties	Renovation of classrooms, construction of latrines and fumigation of schools	To curb rampant cholera cases within the schools, we have been able to fumigate 5 schools, renovate 2 No classrooms at Bumwendeprimary whose roofs were blown off by the winds.

V. Statement of Governance

Introduction

The National Government Constituencies Development Fund Act 2015 (Amended 2016) in section 43(1), (2), (3) and 57(1) and its regulations, provides for establishment of National Government Constituency Development Committee (NG-CDFC) for every constituency. The officer of the board facilitated the process of nomination of the NG CDFC for onward forwarding to the board for appointment through gazette notice.

In this regard section 5 and 6 of NG CDF regulations provides for procedure for nomination of the five members of the NG CDFC as outlined in section 43 (2) paragraph (b), (c), and (d) of the principal Act through a selection panel composed of:

- a) One person nominated by national Government official in charge of Sub County or designated representative who shall chair the panel
- b) Officer of the Board seconded to the constituency who is be the secretary of the selection panel
- c) Two persons one of either gender nominated by the constituency office (established under regulations made pursuant to the parliamentary service act)

Further the NG-CDF regulations requires that one to serve as member of the NGCDF committee he or she must be;

- a) citizen of Kenya
- b) ordinarily resident voter of the constituency
- c) able to read and write and communicate in English and Kiswahili
- d) meet the chapter six of the constitution
- e) available to participate in the activities of the constituency
- f) for youth nominee he or she must have attained age of 18 years but below age of 35yrs and
- g) for persons with disability nominee must be nominated by a registered group representing persons with disability within the constituency.

Appointment of National Government Constituency Development Fund Committee

- (1) There is established a National Government Constituency Development Fund Committee for every constituency.
- (2) Each Constituency Committee shall comprise of—
 - (a) the national government official responsible for co-ordination of national government functions;

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

(3) The seven persons referred to in subsection (2)(b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.

(4) The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the Board.

(5) The Regulations made under subsection (3) shall be submitted to the National Assembly for approval before publication by the Board.

(6) The first meeting of the Constituency Committee shall be convened within one hundred and twenty days of the commencement of a new term of Parliament or the date of the holding of a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency.

(7) The quorum of the Constituency Committee shall be one half of the total membership.

(8) The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

(9) The Fund account manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.

(10) Whenever a vacancy occurs in the Constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of one hundred and twenty days.

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(11) The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

Process of Formation of the NGCDF Committee

To facilitate this, the selection panel invited interested and qualified members of the public for appointment to the NG-CDF committee. The panel invited the public through advertisement publicised in churches, public offices notice boards at the chiefs and assistant Chiefs offices and other public areas in the constituency.

The selection panel developed a shortlisting criterion which enabled identification of the nominees for interviews. Two additional nominees were proposed by Mumias East Constituency Office as per section 43 of the NG-CDF Act, 2015.

NO	NAME	CATEGORY	WARD
1.	Oscar Omukenya Lumbasi	Male (Adult)	LubinuLusheya
2.	James Amunyolo Juma	Male (Youth)	LubinuLusheya
3.	Petronilla OpanandaOwatte	Female (Adult)	East Wanga
4.	Diana AlunyaOronje	Female (Youth)	East Wanga

Nominee of the Body representing Persons with Disability

NO	NAME	NOMINATING ORGANIZATION	NATURE OF PHYSICAL IMPAIRMENT	WARD
1.	Benedict OmwebaOmuchuma	Mumias East Special SHG	Ambulatory	LubinuLusheya

Nominee of the Constituency Office

NO	NAME	CATEGORY	OCCUPATION	WARD
1.	Livingstone Ashiali Mindaore	Male	Business Person	LusheyaLubinu
2.	Beatrice AshioyaMukholo	Female	Business Lady	Malaha-Isongo-Makunga

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

S/N	Name	Gender	Ward
1.	John Juma Wanga	Male	Malaha-Isongo-Makunga

The above committee was gazette on 29th November 2022 by the Chief Executive Officer of the Board via Gazette Notice Vol. CXXIV-No. 254

The members took over the office on the first meeting on 15th December 2022 and went through the process electing the chairperson and the secretary of the committee. The following members were elected.

- | | | |
|----------------|---------------------------|-----------------|
| 1. Chairperson | -Ms. Diana Oronje | ID No.35210266 |
| 2. Secretary | -Mr. Oscar Lumbasi | ID No. 13504203 |

During its first meeting, a Constituency Committee established Sub-Committees necessary for the proper performance of its functions in accordance with the guidelines issued by the Board. The two subcommittee are as follows:

- i. Bursary Sub Committee
- ii. Complaints Resolution Sub Committee
- iii. Sports and Environment Sub Committee

The following were appointed to the different committee

a. Bursary committee

1. Beatrice Ashioya - Member
2. Benedict Omweba - Member
3. Juma Wanga - Member

b. Complaints Resolution Committee

1. Livingstone Ashiali - Member
2. Diana Oronje - Member
3. Juma Wanga - Member

c. Sports and Environment Sub Committee

1. James Amunyolo - Member
2. Diana Oronje - Member
3. Juma Wanga - Member

d. Constituency Oversight Committee

- | | |
|--------------------|-------------|
| 1. Joseph Mulama | Chairperson |
| 2. Sophiah Ashiali | Secretary |
| 3. Philip Wanga | Member |
| 4. Joseph Owino | Member |

The chairperson and the secretary are members of all the committees. The DCCs are members of the complaints committee, while representative from the ministry of education office is also coopted to be in the Bursary committee.

The term of office for the members of the Constituency Committee is two years and will be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act.

Roles and functions of NG-CDFC

The functions of the National Government Constituency Development Fund Committees members as stipulated in NG-CDF Regulations 2016(11) are;

- Convene public meetings in every ward in the constituency to deliberate to on development matters.
- Deliberate on project proposals and any other projects considers beneficial to constituency.
- List of projects to be submitted in accordance with the Act to be submitted to the to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.
- Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of project management committees and sensitize the Community on the operations of the Fund
- Ensure that all projects receive adequate funding and are completed within three years.
- Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
- 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.
- Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- Enter into performance contracting with the Board on an annual basis.

Removal of NG-CDFC Members

Section 43(13) of the Act provides that a member of the Constituency Committee may be removed from office on any one or more of the following grounds-

- (i) lack of integrity;
- (ii) gross misconduct;
- (iii) embezzlement of public funds;

- (iv) bringing the committee into disrepute through unbecoming personal public conduct;
- (v) promoting unethical practises
- (vi) causing disharmony within the committee;
- (vii) physical or mental infirmity.

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

In Mumias East the NG-CDFC has found four (4) members to have contravened the laid down regulations and law to warrant removal. The due process is ongoing and the Board is yet to give its verdict.

Training of NG-CDFC Members

In the financial year 2022/2023 the NGCDF Board organized training of NGCDFC members. During the training, critical areas such as public finance, project planning, procurement, complaint management, performance management were covered to equip them with the prerequisite knowledge and skills to ensure effective and efficient management of NG-CDF Mumias East.

Number of Meetings Held

According to the NG-CDF Act 2015, Section 43(1), the NGCDF Committee is required to hold a maximum of 24 meetings in a year including any subcommittee meetings. Mumias East Constituency Held a total of 20 meetings (Two (8) meetings for the old committee and Ten (12) for the New Committee) in the financial year 2022-2023 and the attendance was as follows.

NO.	NG-CDFC COMMITTEE MEMBERS	15 th Dec 2022	28 th Dec 2022	11 th Jan 2023	3 rd Feb 2023	15 th Feb 2023	8 th March 2023	14 th April 2023	3 rd May 2023	25 th May 2023	21 st June 2023
1	Diana Oronje- Chair	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
2	Oscar Lumbasi- Secretary	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
3	Petronilla Owatte- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
4	Beatrice Ashioya- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
5	James Amunyolo- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
6	Benedict Omweba- PWD	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
7	Livingstone Ashiali- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

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8	Juma Wanga- Member	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
9	Justus Noo- FAM	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
10	Antony Monari- DCC	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

Ethics & Conduct

Members of NGCDFC are required to observe the following ethical issues

- i. Confidentiality-the NGCDFC members have a responsibility to ensure confidentiality unless in situations required by law.
- ii. Honesty and integrity-NGCDFC 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- NGCDFC members should promote leadership in the constituency.

During the financial year 2022/2023, most members of NGCDFC Mumias East adhered to the above ethical issues.

Members Remuneration

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NG-CDFC is entitled to an allowance Ksh. 7,000.00 per meeting and all other members an allowance of Ksh. 5,000.00 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

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

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 NGCDFC Mumias East contravened conflict of interest policy.

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 NGCDFC Mumias East 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 NGCDFC 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.

VI. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Mumias East NG-CDF focus on human capital for constituency development and is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; Mumias East NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, Mumias East 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:** Mumias East NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with

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

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

2. Environmental performance

- Mumias East NGCDF once every quarter normally organizes clean up exercise in schools and during the same time tree planting exercise is done.
- Through the Member of Parliament Office Sensitization programmes are normally organized to encourage the youth to stay out of drugs and crimes.
- Sports events are also always organized annually to nature talents and keep the youth out of drugs abuse and crimes.

3. Employee welfare

We invest in providing the best working environment for our employees. Mumias EastNGCDFC Staff recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also recognize and appreciate 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. Mumias East 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-

Mumias EastNGCDF Constituency is committed to fair and ethical market practises.

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

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

Mumias East NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

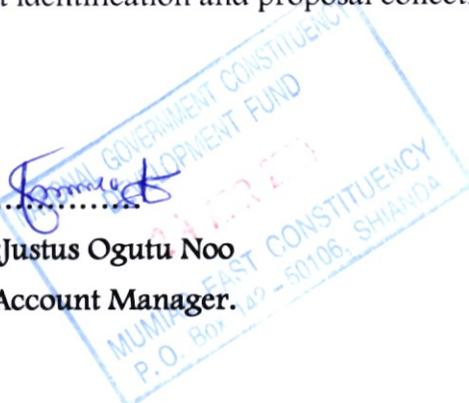
Public Awareness

This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.

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



.....
Name: Justus Ogotu Noo
Fund Account Manager.



VII. Statement Of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-MUMIAS EAST Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2023. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-MUMIAS EAST Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the constituency's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-MUMIAS EAST Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF-MUMIAS EAST Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency's* financial statements have been

prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF-MUMIAS EAST Constituency financial statements were approved and signed by the Accounting Officer on _____ 2023.

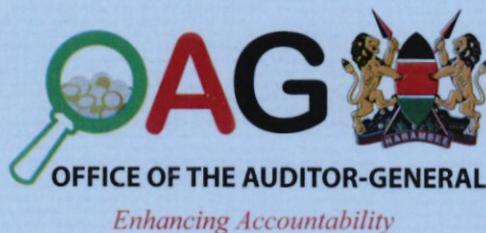
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Name: Diana Oronje
Chairman – NGCDF Committee

.....


Name: Justus Ogutu Noo
Fund Account Manager

REPUBLIC OF KENYA



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

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MUMIAS EAST 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 - Mumias East Constituency set out on pages 1 to 43,

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 effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Mumias East 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.50,500,366 and as disclosed in Note 8 to the financial statements which includes bursary payments amounting to Kshs.35,579,400, Kshs.3,508,590 and Kshs.620,000 disbursed to secondary schools, tertiary institutions and special schools respectively. However, no acknowledgement letters from beneficiary institutions were provided for audit.

In the circumstances, the accuracy and completeness of bursary disbursements totalling Kshs.39,707,990 could not be confirmed.

2. Unsupported Project Management Committee Balances

Annex 5 to the financial statements reflects Project Management Committee (PMC) account balances totalling Kshs.21,863,747 which represents balances held in ninety-six (96) PMC bank accounts. However, the cash books, certificate of bank balances and bank reconciliation statements for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC account balance of Kshs.21,863,747 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 - Mumias East Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis amounts of Kshs.173,748,331 and Kshs.101,026,089 respectively, resulting to under-funding of Kshs.72,722,242 or 42% of the budget. However, the Fund spent Kshs.79,357,680 against actual receipts of Kshs.101,026,089 resulting to under-utilization of Kshs.21,668,409 or 21% for the actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on services 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

In the audit report for the previous year, three paragraphs were raised under Other Matter and Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management has not resolved the issues.

REPORT OF 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 matter described in the Basis for Conclusion on Lawfulness and Effectiveness in the use of Public Resource 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

Project Implementation Status

During the year under review, the Fund had planned to implement fifty-five (55) projects with a budget of Kshs.121,765,949. However, as at the time of audit in March, 2024, seven (7) or 13% of the projects with an allocation of Kshs.18,721,854 were on-going while twelve (12) or 22% with an allocation of Kshs.36,256,079 had not started.

In the circumstances, value for money was not obtained from the seven (7) projects that were on-going and twelve (12) projects that had not started.

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 statement 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, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 sustain 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 control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal 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 control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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

18 June, 2024

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

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

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

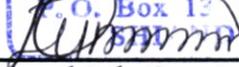
	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers from NGCDF Board	1	87,000,000	164,047,978
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		87,000,000	164,047,978
PAYMENTS			
Compensation of employees	4	3,862,164	2,885,886
Committee expenses	5	3,661,900	3,719,000
Use of goods and services	6	5,045,600	5,864,138
Transfers to Other Government Units	7	14,300,000	111,260,379
Other grants and transfers	8	50,500,336	69,694,503
Acquisition of Assets	9	-	-
Other Payments	10	1,987,680	-
TOTAL PAYMENTS		79,357,680	193,423,906
SURPLUS/DEFICIT		7,642,320	(29,375,928)

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

The Constituency financial statements were approved by the NGCDFC on 20th September 2023 and signed by:


Fund Account Manager

Name: Justus Ogotu Noo


National Sub-County
Accountant

Name: Christine Lumumba
ICPAK M/No:


Chairman NG-CDF Committee

Name: Diana Oronje

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

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

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	21,668,409	14,026,089
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		21,668,409	14,026,089
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		21,668,409	14,026,089
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		21,668,409	14,026,089
REPRESENTED BY			
Fund balance b/fwd 1st July 2022	15	14,026,089	43,402,026,089
Prior year adjustments	16	-	-
Surplus/Defict for the year		7,642,320	(29,375,924,320)
NET FINANCIAL POSITION		21,668,409	14,026,089

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

The Constituency financial statements were approved by NG-CDFC on 20th September 2023 and signed by:


Fund Account Manager
Name: Justus Ogotu Noo

(Watermark: NATIONAL GOVERNMENT DEVELOPMENT FUND MUMIAS EAST CONSTITUENCY P.O. BOX 108 - SUBUHANDA)



National Sub-County Accountant
Name: Christine Lumumba
ICPAK M/No:


Chairman NG-CDF Committee
Name: Diana Oronje

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

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

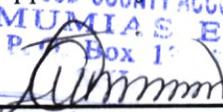
	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers from NGCDF Board	1	87,000,000	164,047,978
Other Receipts	3	-	-
		87,000,000	164,047,978
Payments for operating activities			
Compensation of Employees	4	3,862,164	2,885,886
Committee expenses	5	3,661,900	3,719,000
Use of goods and services	6	5,045,600	5,864,138
Transfers to Other Government Units	7	14,300,000	111,260,379
Other grants and transfers	8	50,500,336	69,694,503
Other Payments	10	1,987,680	-
		79,357,680	193,423,906
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		7,642,320	(29,375,928)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		7,642,320	(29,375,928)
Cash and cash equivalent at BEGINNING of the year	12A	14,026,089	43,402,017
Cash and cash equivalent at END of the year		21,668,409	14,026,089

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

The Constituency financial statements were approved by NG-CDFC on 20th September 2023 and signed by:


Fund Account Manager

Name: Justus Ogutu Noo


National Sub-County
Accountant

Name: Christine Lumumba
ICPAK M/No:


Chairman NG-CDF Committee

Name: Diana Oronje

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

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

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	<i>2022-2023</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
Receipts							
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NG-CDF Board	131,342,462	14,026,089	28,379,780	173,748,331	101,026,089	72,722,242	
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts				0	-	-	
TOTAL RECEIPTS	131,342,462	14,026,089	28,379,780	173,748,331	101,026,089	72,722,242	58.1%
PAYMENTS							
Compensation of Employees	3,960,240	176,988		4,137,228	4,136,164	1,064	100.0%
Committee expenses	3,584,500	104,792		3,689,292	3,673,900	15,392	99.6%
Use of goods and services	4,276,082			4,276,082	4,259,600	16,482	99.6%
Transfers to Other Government Units	37,592,802	6,188,879		43,781,681	14,300,000	29,481,681	32.7%
Other grants and transfers	62,133,946	7,555,430		69,689,376	50,500,336	19,189,040	72.5%
Acquisition of Assets	5,794,893			5,794,893		5,794,893	0.0%
Oversight Committee Expenses	500,000			500,000	500,000	-	100.0%
Other Payments	2,000,000			2,000,000	1,987,680	12,320	99.4%
Funds Pending Approval	11,500,000		28,379,780	39,879,780			
TOTAL	131,342,462	14,026,089	28,379,780	173,748,331	79,357,680	94,390,651	45.7%

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

Explanatory Notes.

- i. Transfers to Other Government Units- This was due to delay in disbursement of funds by the Board.
- ii. Other grants and transfers-This was due to delay in disbursement of funds by the Board.
- iii. Acquisition of Assets-This was due to delay in disbursement of funds by the Board.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	94,390,651
Less undisbursed funds receivable from the Board as at 30 th June 2023	72,722,242
	21,668,409
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30 th June 2023	21,668,409

The Constituency financial statements were approved by NG CDFC on 20th September 2023 and signed by:


Fund Account Manager

Name: Justus Ogutu Noo


National Sub-County Accountant

Name: Christine Lumumba
ICPAK M/No:


Chairman NG-CDF Committee

Name: Diana Oronje

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,960,240	176,988.00		4,137,228	4,136,164	1,064
1.2 Committee allowances	1,461,000			1,461,000	1,456,900	4,100
1.3 Use of goods and services	2,459,308			2,459,308	2,456,600	2,708
Total	7,880,548	176,988	-	8,057,536	8,049,664	7,872
2.0 Monitoring and evaluation				-		-
2.1 Capacity building	1,223,500	104,791.91		1,328,292	1,328,000	292
2.2 Committee allowances	900,000			900,000	889,000	11,000
2.3 Use of goods and services	1,816,774			1,816,774	1,803,000	13,774
Total	3,940,274	104,792	-	4,045,066	4,020,000	25,066
3.0 Emergency				-		-
3.1 Primary Schools	7,636,190	3,173,642.91		10,809,833		
KCB MUMIAS(BUMWENDE PRI)					1,400,000.00	
EMUSOMA PRI					530,000.00	
EMUSOMA PRI					380,000.00	
KCB(OLOISHIRUA CO LTD					1,539,000.00	
COMM INCOME TAX					27,000.00	
RILMA VENTURES LTD					1,542,191.00	
COMM D TAX					31,030.00	

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
COMM OF INCOME TAX					23,480.00	
COMM INCOME TAX					46,545.00	
3.2 Secondary schools				-		-
3.3 Tertiary institutions				-		-
3.4 Security projects				-		-
3.5 Unutilised				-		-
Total	7,636,190	3,173,643	-	10,809,833	5,519,246	5,290,587
4.0 Bursary and Social Security				-		-
4.1 Secondary Schools	21,900,000	60663.39		21,960,663	35,579,400	(13,618,737)
4.2 Tertiary Institutions	10,262,465			10,262,465	3,508,590	6,753,875
4.3 Social Security	6,000,000			6,000,000		6,000,000
4.4 Special Needs	1,500,000			1,500,000	620,000	880,000
Total	39,662,465	60,663	-	39,723,128	39,707,990	15,138
5.0 Sports				-		-
Constituency Sports Tournament	2,326,849	19345.5		2,346,195	2,303,100	43,095
Regional Sports Tournament	300,000			300,000		300,000
Total	2,626,849	19,346	-	2,646,195	2,303,100	343,095
				-		-
6.0 Environment				-		-
Buminipri.sch		130000		130,000	130000	-
Mahola pri. sch		130000		130,000	130000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Khabondiprimary school		130000		130,000	130000	-
Shandaremaprimary school		130000		130,000	130000	-
Khaunga sec school		130000		130,000	130000	-
Mwichinaprimary school		130000		130,000	130000	-
Eshisenyeprimary school		130000		130,000	130000	-
Mutonoprimary school		130000		130,000	130000	-
Ebung'aleprimary school		130000		130,000	130000	-
Rise and shine special school		130000		130,000	130000	-
Mukambiprimary school		130000		130,000	130000	-
East Wanga ACC		130000		130,000	130000	-
Mwichina primary school		1341778		1,341,778	10,000	1,331,778
Khaunga primary school		700000		700,000	700000	-
Musango primary school		700000		700,000	700000	-
Emakhwale Primary School	250,000			250,000		250,000
Khabondi Primary School	250,000			250,000		250,000
Khwihondwe Primary School	250,000			250,000		250,000
Malaha Primary School	250,000			250,000		250,000
Nyaporo Assistant County Commissioner office	250,000			250,000		250,000
Shitoto Primary School	250,000			250,000		250,000
Total	1,500,000	4,301,778	-	5,801,778	2,970,000	2,831,778
7.0 Primary Schools Projects				-		-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Rise and shine special.(Shitoto Girls & Eluche Mixed Sec Sch)		4,500,000		4,500,000	4,500,000	-
Ebubere Primary School	600,000			600,000		600,000
Elwasambi Primary School	143,742			143,742		143,742
Emutetemo Primary School	250,000			250,000		250,000
Eshiakhulo Primary School	600,000			600,000	600,000	-
Indangalasia Primary School	3,000,000			3,000,000	3,000,000	-
Isango Primary School	298,661			298,661		298,661
Khabondi Primary Sch	149,392			149,392		149,392
Khabondi Primary Sch	600,000			600,000		600,000
Khungoyokosi Muslim Primary Sch	2,500,000			2,500,000		2,500,000
Khwhondwe Primary School	146,422			146,422		146,422
Lubinu Primary School	600,000			600,000		600,000
Mahola Primary School	4,800,000			4,800,000		4,800,000
Mungabira Primary School	600,000			600,000	600,000	-
Musango Primary School	222,178			222,178		222,178
Mutono Primary School	600,000			600,000		600,000
Mwichina Primary School	144,780			144,780		144,780
Petros Primary School	2,650,000			2,650,000		2,650,000
Rise and Shine Special School	294,045			294,045		294,045
Shanderema Primary School	2,100,000			2,100,000		2,100,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Shanderema Primary School	600,000			600,000	600,000	-
Total	20,899,219	4,500,000	-	25,399,219	9,300,000	16,099,219
8.0 Secondary Schools Projects				-		-
Bumini secondary school		88879		88,879		88,879
Lubinu boys high sch.		1600000		1,600,000		1,600,000
Ebwaliro Secondary School	3,000,000			3,000,000	1,000,000	2,000,000
Musango Secondary school	3,000,000			3,000,000	2,000,000	1,000,000
St Annes Indangalasia Sec School	300,092			300,092		300,092
Epanja Secondary School	3,000,000			3,000,000		3,000,000
St Patricks Eubere Sec School	859,486			859,486		859,486
St Pauls Lubinu Girls Sec Sch	1,800,000			1,800,000		1,800,000
St Peters Khabakaya Sec School	3,000,000			3,000,000	2,000,000	1,000,000
Ebubole Secondary School	867,634			867,634		867,634
St Theresa Eshisenye Sec School	866,372			866,372		866,372
Total	16,693,583	1,688,879	-	18,382,462	5,000,000	13,382,462
9.0 Tertiary institutions Projects				-		-
				-		-
Total	-		-	-		-
10.0 Security Projects				-		-
Mumias East Deputy County Commissioner	3,600,000			3,600,000		3,600,000
Mwitoti Police Post	1,600,000			1,600,000		1,600,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Nyaporo Assistant County Commissioner	540,000			540,000		540,000
Shianda Police Headquarters	3,168,442			3,168,442		3,168,442
Shianda Police Headquarters	1,800,000			1,800,000		1,800,000
Total	10,708,442	-	-	10,708,442		10,708,442
11.0 Acquisition of assets				-		-
Mumias East Ngcdf Office	2,602,893			2,602,893		2,602,893
Mumias East Ngcdf Office	400,000			400,000		400,000
Mumias East Ngcdf Office	150,000			150,000		150,000
Mumias East NgcdfIct Resource Centre	1,300,000			1,300,000		1,300,000
Mumias East NgcdfIct Resource Centre	800,000		-	800,000		800,000
Mumias East NgcdfIct Resource Centre	542,000		-	542,000		542,000
	-		-	-		-
Total	5,794,893		-	5,794,893		5,794,893
12.0 Oversight Committee Expenses				-		
13.1 Committee allowances	300,000			300,000	300,000	
13.2 Use of goods and services	200,000			200,000	200,000	
	500,000	-	-	500,000	500,000	-
12.0 Other payments				-		-
Mumia east constituency NG-CDF strategic plan	2,000,000			2,000,000	1,987,680	12,320

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	2,000,000	-	-	2,000,000	1,987,680	12,320
13.0 Funds Pending Approval				-		-
Unapproved projects				-		-
Kenya Medical Training College Shianda	11,500,000			11,500,000		11,500,000
Kuloko –Munsangaro footbridge			5,792,926.75	5,792,927		5,792,927
Ebuyofu-Ebubole footbridge			5,792,926.75	5,792,927		5,792,927
Munjomi - Elwasambi footbridge			5,792,926.75	5,792,927		5,792,927
Mukambi primary school			7,000,000	7,000,000		7,000,000
St.MarthaMwitoti(Rea			2,000,000	2,000,000		2,000,000
Mwichina primary			450,000	450,000		450,000
LusheyaAcc Office			500,000	500,000		500,000
NyaporoAcc Office			300,000	300,000		300,000
Kmtc			151,000.00	151,000		151,000
St. Anne Indangalasia Sec. School			600,000.00	600,000		600,000
AIA				-		-
PMC savings				-		-
Total	11,500,000	-	28,379,780	39,879,780		39,879,780
	131,342,462	14,026,089	28,379,780	173,748,331	79,357,680	94,390,651

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

IV. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits (gratuity and retentions).

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2022 for the period 1st July 2022 to 30th June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

Significant Accounting Policies Continued

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

14. Errors

Material prior period errors are corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions

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

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B 105225		26,959,099
AIE NO. B 105521		44,000,000
AIE NO. B 105881		24,000,000
AIE NO. B 128636		5,000,000
AIE NO. B 154146		16,000,000
AIE NO. B 128950		12,000,000
AIE NO. B 164377		20,000,000
AIE NO. B 155550		16,088,879
AIE NOB185192	7,000,000.00	
AIE NOB185467	6,000,000.00	
AIE NOB185728	15,000,000.00	
AIE NOB206044	5,000,000.00	
AIE NOB205837	12,000,000.00	
AIE NOB206493	12,000,000.00	
AIE NOB205837	15,000,000.00	
AIE NOB207598	15,000,000.00	
TOTAL	87,000,000.00	164,047,978

2. Proceeds From Sale of Assets

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

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3. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,978,247.00	2,108,692
Personal allowances paid as part of salary		
House Allowance	95,000.00	-
Transport Allowance	110,000.00	-
NHIF	53,600.00	
Leave allowance		58,800
Gratuity to contractual employees	476,277.00	562,874
Employer Contributions Compulsory national social security schemes	149,040.00	155,520
Total	3,862,164.00	2,885,886

5. Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	1,730,900.00	2,999,000
Other committee expenses	1,931,000.00	720,000
Total	3,661,900.00	3,719,000.00

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6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	117,000.00	3,616,480
Communication, supplies and services	34,000.00	-
Domestic travel and subsistence	50,000.00	-
Printing, advertising and information supplies & services	201,200.00	-
Rentals of produced assets	-	-
Training expenses	1,093,000.00	1,416,112
Hospitality supplies and services	1,204,400.00	-
Insurance costs	-	-
Specialised materials and services	235,000.00	6,250
Office and general supplies and services	525,000.00	-
Fuel , oil & lubricants	325,000.00	-
Other operating expenses	1,201,000.00	825,296
Bank Charges	60,000.00	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	-	-
TOTAL	5,045,600.00	5,864,138.00

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to Primary Schools	4,800,000.00	32,308,258
Transfers to Secondary Schools	9,500,000.00	76,952,121
Transfers to Tertiary Institutions	-	2,000,000
TOTAL	14,300,000.00	111,260,379

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary - Secondary (see attached list)	35,579,400.00	16,724,400
Bursary -Tertiary (see attached list)	3,508,590.00	15,064,350
Bursary- Special Schools	620,000.00	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	5,944,400
Security Projects (see attached list)	-	14,099,240
Sports Projects (see attached list)	2,303,100.00	5,344,278
Environment Projects (see attached list)	2,970,000.00	3,130,000
Emergency Projects (see attached list)	5,519,246.00	9,387,835
Roads Projects	-	-
TOTAL	50,500,336.00	69,694,503

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9. Acquisition Of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings(Renovation of NG CDF Office)	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	-	-

10. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic Plan	1,987,680.00	-
ICT Hubs	-	-
	1,987,680.00	-

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11. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
Kenya Commercial Bank, Mumias Branch. Mumias East NG-CDF A/C No. 114339775	21,668,409.00	14,026,089
	-	-
Total	21,668,409.00	14,026,089
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

12. Outstanding Imprests

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

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Notes to the Financial Statement Continued
13. Retention and Gratuity

13A. Retention	2022-2023	2021-2022
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

13 B. 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	-	-

14. Fund Balance B/F

	(1st July 2021)	(1st July 2022)
	Kshs	Kshs
Bank accounts	14,026,089	43,402,017
Cash in hand		
Imprest		
Total	14,026,089	43,402,017
Less		
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	-	-

15. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance**BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

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

16. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

17. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

18. Other Important Disclosures

18.1: Pending Accounts Payable (See Annex 1)

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

18.2: Pending Staff Payables (See Annex 2)

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

18.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	1,064	176,988
Committee expense	15,392	-
Use of goods and services	16,482	-
Amounts due to other Government entities (see attached list)	29,481,681	6,188,879
Amounts due to other grants and other transfers (see attached list)	19,189,040	7,555,429
Acquisition of assets	5,794,893	-
Oversight Committee Expenses	-	-
Other Payments (<i>specify</i>)	12,320	-
Funds pending approval	39,879,780	28,379,780
Total	94,390,651	42,405,869

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18.4: PMC account balances (See Annex 5)

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	21,863,747	53,586,678
Total	21,863,747	53,586,678

XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees		1,064	176,988	
Use of goods & services		31,873	104,791.91	
Amounts due to other Government entities				
Rise and shine special primary school			4,500,000.00	
Ebubere Primary School		600,000		
Elwasambi Primary School		143,742		
Emutetemo Primary School		250,000		
Isango Primary School		250,000		
Khabondi Primary Sch		149,392		
Khabondi Primary Sch		600,000		
Khungoyokosi Muslim Primary Sch		2,500,000		
Khwihondwe Primary School		146,422		
Lubinu Primary School		600,000		
Mahola Primary School		4,800,000		
Musango Primary School		222,178		
Mutono Primary School		600,000		
Mwichina Primary School		144,780		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Petros Primary School		2,650,000		
Rise and Shine Special School		294,045		
Shanderema Primary School		2,100,000		
Ebwaliro Secondary School		2,000,000		
Musango Secondary school		1,000,000		
St Annes Indangalasia Sec School		300,091		
Epanja Secondary School		3,000,000		
St Patricks Eubere Sec School		859,486		
St Pauls Lubinu Girls Sec Sch		1,800,000		
St Peters Khabakaya Sec School		1,000,000		
St Teresa Eshisenye Sec School		866,372		
Bumini secondary school		88,879	88,879	
Lubinu boys high sch.		1,600,000	1,600,000	
Sub-Total		29,433,021	6,188,879.00	
Amounts due to other grants and other transfers				
Emergency		5,290,587	3,173,642.91	
Bursary and Social Security		15,138	60,663.39	
Sports		343,095	19,345.50	

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Environment				
Buminiprimary.school	Water harvesting		130,000	
Mahola primary school	Water harvesting		130,000	
Khabondiprimary school	Water harvesting		130,000	
Shandaremaprimary school	Water harvesting		130,000	
Khaunga sec school	Water harvesting		130,000	
Mwichinaprimary school	Water harvesting		130,000	
Eshisenyepprimary school	Water harvesting		130,000	
Mutonoprimary school	Water harvesting		130,000	
Ebung'aleprimary school	Water harvesting		130,000	
Rise and shine special	Water harvesting		130,000	
Mukambiprimary school	Water harvesting		130,000	
East Wanga ACC	Water harvesting		130,000	
Mwichina primary school	Community water supply		1,341,777.58	
Khaunga primary school	Community water supply		700,000	
Musango primary school	Community water supply		700,000	
Mwichina primary school		1,331,778		
Emakhwale Primary School		250,000		
Khabondi Primary School		250,000		
Khwihondwe Primary School		250,000		
Malaha Primary School		250,000		
Nyaporo Assistant County Commissioner office		250,000		
Shitotot Primary School		250,000		
Security Projects				

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
		-		
Mumias East Deputy County Commissioner		3,600,000		
Mwitoti Police Post		1,600,000		
Nyaporo Assistant County Commissioner		540,000		
Shianda Police Headquarters		3,168,442		
Shianda Police Headquarters		1,800,000		
Sub-total				
Acquisition of assets				
Mumias East Ngcdf Office		2,602,893		
Mumias East Ngcdf Office		400,000		
Mumias East Ngcdf Office		150,000		
Mumias East NgcdfIct Resource Centre		1,300,000		
Mumias East NgcdfIct Resource Centre		800,000		
Mumias East NgcdfIct Resource Centre		542,000		
Sub-Total		5,794,893		
Oversight Committee Expenses (itemize)				
Others (specify)				
Mumias east constituency NG-CDF strategic plan		12,320		
Sub-Total				
Funds pending approval		39,879,780	28,379,780.25	
Grand Total		94,390,651	42,405,869	

Annex 4 – Summary of Fixed Asset Register

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Asset class	Historical Cost b/f (Kshs) 2021/22	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2022/23
Land	700,000	-	-	700,000
Buildings and structures	10,241,971	-	-	10,241,971
Transport equipment	3,504,212	-	-	3,504,212
Office equipment, furniture and fittings	977,874	-	-	977,874
ICT Equipment, Software and Other ICT Assets	351,499	-	-	351,499
Other Machinery and Equipment	176,735	-	-	176,735
Heritage and cultural assets		-	-	-
Intangible assets	-	-	-	-
Total	15,952,291			15,952,291

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

Name of Account	Type of Bank Account	Account No	Name of Bank and Branch	Date of opening the Bank Account	Bank Balance	Bank Balance
					2022/23	2021/22
EMUTETEMO PRIMARY SCHOOL	EQUITY BANK	0680299767478	MUMIAS	10/03/2012	969	75,838
EBULECHIA PRIMARY SCHOOL	EQUITY BANK	0680299136741	MUMIAS	26/04/2012	255,669	255,669
EBUBOLE SECONDARY SCHOOL	EQUITY BANK	1141234973600	MUMIAS			1,252,416
EMACHINA PRIMARY SCHOOL	EQUITY BANK	0680299005632	MUMIAS	22/3/2012	1,706	1,706
KAMASHIA PRIMARY SCHOOL	EQUITY BANK	0680298282964	MUMIAS	11/05/2011	368	368
RISE&SHINE SPECIAL SCHOOL	EQUITY BANK	0680294901823	MUMIAS	26/01/2010	1,340,385	1,467,986
KHAUNGA PRIMARY SCHOOL	EQUITY BANK	0680299780973	MUMIAS	10/06/2012	154,116	154,116
MUNGANGA PRIMARY SCHOOL	EQUITY BANK	0680295070358	MUMIAS	03/11/2010	1,254	185,754
ISONGO PRIMARY SCHOOL	EQUITY BANK	0680299861025	MUMIAS	30/10/2012	76,073	76,072
ESHIKUFU PRIMARY SCHOOL	EQUITY BANK	0680295367658	MUMIAS	28/05/2010	60,764	60,764
EBUBOLE PRIMARY SCHOOL	EQUITY BANK	0680295062124	MUMIAS	03/09/2010	582	1,223
EMAKHWALE SECONDARY SCHOOL	EQUITY BANK	0680297847167	MUMIAS	29/08/2011	791	791
SHANDEREMA ACK MIXED SEC SCHOOL	EQUITY BANK	0680299769294	MUMIAS	10/03/2012	194	826,120
SHITOTO GIRLS SEC SCHOOL	EQUITY BANK	0680295066232	MUMIAS	03/11/2010	96,850	96,851
ST. JOSEPH SHIBINGA SEC SCHOOL	EQUITY BANK	0680297378152	MUMIAS	20/05/2011	2,475	7,518,075
ST. PAULS LUBINU GIRLS SEC SCHOOL	EQUITY BANK	0680294938836	MUMIAS	02/04/2010	1,535,105	1,921,105
ST. THERESA BUMINI SEC SCHOOL	EQUITY BANK	0680295255215	MUMIAS	05/05/2010	2,769	2,769

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SHIANDA POLICE HEADQUARTER	EQUITY BANK	0680272815755	MUMIAS	05/12/2017	7,816	41,684
SHIANDA POLICE PATROL BASE	EQUITY BANK	0680298989066	MUMIAS	19/03/2012	41,684	2,696,366
KHWIHONDWE PRIMARY SCHOOL	KCB BANK	1178488152	MUMIAS	02/04/2016	13,194	13,446
EBUBERE PRIMARY SCHOOL	KCB BANK	1296047484	MUMIAS	05/11/2022	138	1,425,000
LUBINU PRIMARY SCHOOL	KCB BANK	1283707144	MUMIAS	27/02/2021	1,324	-
ST. TERESA ESHISENYE GIRLS SEC SCHOOL	KCB BANK	1260539261	MUMIAS	13/8/2019	37,874	1,982,860
EBWALIRO SECONDARY SCHOOL	KCB BANK	1296046168	MUMIAS	05/11/2022	177,164	948,790
ST. THERESA BUMINI SEC SCHOOL	KCB BANK	1296048055	MUMIAS	05/11/2022	2,911,121	-
ST. ANNE INDANGALASIA SEC SCHOOL	KCB BANK	1283498596	MUMIAS	20/2/2021	317,990	-
ST. MARTHIAS MWITOTI SEC SCHOOL	KCB BANK	1178576353	MUMIAS	02/08/2016	687	219,687
ELUCHE SECONDARY SCHOOL	KCB BANK	1156577357	MUMIAS	14/07/2014	4,717	4,717
ST. JOSEPH SHIBINGA SCHOOL	KCB BANK	1296047237	MUMIAS	05/11/2022	295	3,838,795
MUMIAS EAST DEPUTY COUNTY COMMISSIONER	KCB BANK	1240127820	MUMIAS	18/10/2018	6,922	
NYAPORO ASSITANT COUNTY COMMISSIONER	KCB BANK	1207075671	MUMIAS			
KHAUNGA POLICE POST	KCB BANK	1149794755	MUMIAS	19/2/2014	404,869	404,869
WANGA COLLEGE OF SCIENCE & TECHNOLOGY	KCB BANK	1173232745	MUMIAS	08/10/2015	47,587	47,587
MUTONO POLICE POST	KCB BANK	1174860774	MUMIAS	21/09/2015	24,525	24,525
EAST WANGA ACC OFFICE	KCB BANK	1265013810	MUMIAS	26/09/2019	21,540	
LUSHEYA ACC OFFICE	KCB BANK	1250240123	MUMIAS	24/12/2018	60,000	319,430
MUMIAS EAST NGCDF NHIF	KCB BANK	1234942836	MUMIAS	02/04/2018	11,632	191,832
KMTC SHIANDA	KCB BANK	1250724627	MUMIAS	01/09/2019	1,104	94,104
SUB COUNTY EDUCATION OFFICE SHIANDA	KCB BANK	1262289432	MUMIAS	14/08/2019	3,494	3,494
EKERO POLICE POST	KCB BANK	1274703379	MUMIAS	06/11/2020		

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							11	11
Shianda AP Police Housing	KCB BANK	1251264565	MUMIAS				-	448
Mumias CDF Strategic	KCB BANK	1156542197	MUMIAS				-	1,090
Mumias East CDF water	KCB BANK	1153764776	MUMIAS				-	11,865
Mumias East CDF Sports	KCB BANK	1153916274	MUMIAS				-	2,223
Mumias East CDF Environment	KCB BANK	1160097070	MUMIAS				-	441
ESHIAKHULO PRIMARY SCHOOL	CO-OP BANK	01141067874000	MUMIAS	02/10/2012		603,263		3,263
KHUNGOYOKOSI MUSLIM PRIMARY	CO-OP BANK	01141067126200	MUMIAS	26/10/2011		17,887		3,263
MAHOLA PRIMARY SCHOOL	CO-OP BANK	01141068234300	MUMIAS	11/01/2011		1,140		405,813
MUNGABIRA PRIMARY SCHOOL	CO-OP BANK	01141498113300	MUMIAS	10/08/2012		602,562		2,562
PETROS PRIMARY SCHOOL	CO-OP BANK	01141068399700	MUMIAS	05/04/2012		1,736		1,736
ELWASAMBI PRIMARY SCHOOL	CO-OP BANK	01141067173500	MUMIAS	10/09/2011		1,091		105,004
ISANGO PRIMARY SCHOOL	CO-OP BANK	01141067126200	MUMIAS	26.10.2011		17,887		17,887
KHABONDI PRIMARY SCHOOL	CO-OP BANK	01141067874400	MUMIAS	24/10/2011		1,376		81,376
MUSANGO PRIMARY SCHOOL	CO-OP BANK	01141067836600	MUMIAS	02/072011		700		700
MUTONO PRIMARY SCHOOL	CO-OP BANK	01141068432600	MUMIAS	24/08/2011		2,714		138,381
MWICHINA PRIMARY SCHOOL	CO-OP BANK	01141067116600	MUMIAS	11/02/2011		221,856		221,856
MUSANGO SECONDARY SCHOOL	CO-OP BANK	01141498108200	MUMIAS	10/04/2012		2,011,669		
EPANJA SECONDARY SCHOOL	CO-OP BANK	01141498098900	MUMIAS	27/09/2012		91,525		1,908,095
ST. PATRICK EBUBERE SECONDARY SCHOOL	CO-OP BANK	01141498111100	MUMIAS	10/05/2012		1,141		1,337,647
ST. PETERS KHABAKAYA SECONDARY SCHOOL	CO-OP BANK	01141498086900	MUMIAS	19/09/2012		2,028,314		28,114
MWITOTI POLICE POST	CO-OP BANK	01141234580700	MUMIAS	28/09/2011		3,691		3,691
INDANGALASIA PRIMARY SCHOOL	CO-OP BANK	01141067544700	MUMIAS	16/11/2010				

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					2,569	2,569
ESHIMULI PRIMARY SCHOOL	CO-OP BANK	01141498728600	MUMIAS	31/01/2014	25,394	25,394
BUMINI PRIMARY SCHOOL	CO-OP BANK	01141067167000	MUMIAS	29/10/2012	632	108,632,25
BUMWENDE PRIMARY SCHOOL	CO-OP BANK	01141068245000	MUMIAS	04/05/2012	176,390	4,832
EBUBERE PRIMARY SCHOOL	CO-OP BANK	01141068387800	MUMIAS	04/05/2012	3,936	3,936
EBUNG'ALE PRIMARY SCHOOL	CO-OP BANK	01141234819500	MUMIAS	05/04/2012	64,663	64,663
EBWALIRO PRIMARY SCHOOL	CO-OP BANK	01141067545200	MUMIAS	10/01/2011	1,372	1,757
EMAKHWALE PRIMARY SCHOOL	CO-OP BANK	01141067559600	MUMIAS	25/04/2012	35,794	35,794
EMUKHALARI PRIMARY SCHOOL	CO-OP BANK	01141068239900	MUMIAS	13/06/2011	3,672	53,299
ELUCHE PRIMARY SCHOOL	CO-OP BANK	01141067000400	MUMIAS	07/09/2012	149	149
EMUSOMO PRIMARY SCHOOL	CO-OP BANK	01141234973600	MUMIAS	19/06/2012	3,723	1,908
EPANJA PRIMARY SCHOOL	CO-OP BANK	01141498101000	MUMIAS	27/09/2012	7,268	9,268
ESHISENYE PRIMARY SCHOOL	CO-OP BANK	01141234598800	MUMIAS	21/10/2011	22,228	22,228
IKOLI PRIMARY SCHOOL	CO-OP BANK	01141231892500	MUMIAS	28/05/2012	829	829
KHABAKAYA PRIMRY SCHOOL	CO-OP BANK	01141067764600	MUMIAS	23/07/2011	7,852	4,468
KHAIMBA PRIMARY SCHOOL	CO-OP BANK	01141234543900	MUMIAS	15/08/2011	16,212	16,212
LUBINU PRIMARY SCHOOL	CO-OP BANK	01141067708900	MUMIAS	20/06/2011	7,852	7,852
MABANGA PRIMARY SCHOOL	CO-OP BANK	01141067873600	MUMIAS	18/10/2011	236,582	236,582
MAKUNGA PRIMARY SCHOOL	CO-OP BANK	01141067029300	MUMIAS	13/10/2011	2,803	2,803
MALAHA PRIMARY SCHOOL	CO-OP BANK	01141067550700	MUMIAS	10/10/2012	403,045	403,045
MARABA PRIMARY SCHOOL	CO-OP BANK	01139067874800	MUMIAS	01/12/2010	1,159	34,880
MUKAMBI PRIMARY SCHOOL	CO-OP BANK	01141067577200	MUMIAS	10/05/2012	185,579	12,382,130
MURONI PRIMARY SCHOOL	CO-OP BANK	01141067874300	MUMIAS	17/10/2011		

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					12,283	12,283
MWITOTI PRIMARY SCHOOL	CO-OP BANK	01141067474200	MUMIAS	29/08/2011	27,464	27,464
SHANDEREMA PRIMARY SCHOOL	CO-OP BANK	01141067141000	MUMIAS	08/03/2011	11,118	11,118
SHIBINGA W. PRIMARY SCHOOL	CO-OP BANK	01141234854700	MUMIAS	30/04/2012	115,739	115,739
SHITOTO PRIMARY SCHOOL	CO-OP BANK	01141067251600	MUMIAS	02/10/2012	69,631	69,631
EBWALIRO SECONDARY SCHOOL	CO-OP BANK	01141498112800	MUMIAS	10/08/2012	1,637	1,757
ESHIAKHULO SECONDARY SCHOOL	CO-OP BANK	01141498097000	MUMIAS	25/09/2012	4,930,381	4,930,381
LUBINU BOYS SECONDARY SCHOOL	CO-OP BANK	01141498107100	MUMIAS	10/03/2012	58,192	221,917
MAHOLA SECONDARY SCHOOL	CO-OP BANK	01141498103500	MUMIAS	10/01/2012	5,813	405,813
MAKUNGA SECONDARY SCHOOL	CO-OP BANK	01141067248400	MUMIAS	16/5/2011	35,951	35,951
MUSANGO SECONDARY SCHOOL	CO-OP BANK	01141498108200	MUMIAS	10/04/2012	2,011,669	11,569
ST. ANNE'S INDANGALASIA SECONDARY	CO-OP BANK	01139068240001	MUMIAS	11/05/2009	30,166	30,166
ST.GABRIEL ISONGO SECONDARY SCHOOL	CO-OP BANK	01139233804600	MUMIAS	12/09/2009	1,771	1,171
ST. JOHN'S KHAIMBA SECONDARY SCHOOL	CO-OP BANK	01141234427500	MUMIAS	06/07/2011	5,815	5,815
ST. MATHEW'S MUNG'ANGA'A SECONDARY	CO-OP BANK	01141068297300	MUMIAS	21/6/2011	348	19,273
ST. PETER'S KHAUNGA SECONDARY SCHOOL	CO-OP BANK	01139067309502	MUMIAS	13/11/2008	480	3,840,480
ST STEPHENS KAMASHIA SEC SCHOOL	CO-OP BANK	01141067118100	MUMIAS	11/04/2010	38,521	38,521
ST STEPHENS MARABA SECONDARY SCHOOL	CO-OP BANK	01141498724700	MUMIAS	27/01/2014	6,692	6,692
MALAHA A.P CAMP	CO-OP BANK	01141498554900	MUMIAS	15/08/2013	41,239	41,239
KAMASHIA A.P CAMP	CO-OP BANK	01141498602800	MUMIAS	14,832.50	14,833	14,833
Mumias East Constituency Office.	CO-OP BANK	1141234718700	MUMIAS			277
					21,863,747	53,586,678

*Mumias East Constituency
National Government Constituencies Development Fund (NGCDF)
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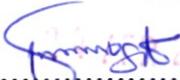
Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	<p><u>Budgetary control and performance</u> The summary statement of appropriation reflects receipts budget and actual on comparable basis amounts of kshs.235,929,775 and ksh.207,449,995 respectively, resulting to underfunding of kshs.28,423,906 or 12% of the budget. Similarly, the statements reflects actual expenditure of kshs.193,423,096 against approved budget of kshs.235,829,775 resulting to underperformance of kshs.42,405,689 or 18% of the budget.</p>	Underutilization of funds was due to delayed transfer of all budget funds to the constituency by board.	Not Resolved	
2	<p><u>Unconfirmed existence of assets</u> The statements of receipts and payment reflects transfers to other government units of kshs.111,260,379 which, as disclosed in note 6 to the financial statements, includes kshs.76952,121 transferred to secondary schools, out of which, kshs.4,500,000 was disbursed to secondary school for purchase of land. However, an audit inspection carried out on 21 March, 2023 could not trace the existence of the parcel of land and no titled deed, land survey report, official search and valuation report were not provided for audit review. Further, annex 4 to the financial statements on summary of fixed assets register reflects a balance of kshs.15,952,291 which includes</p>	<p>-The sale of land is still in process; the valuation was done and the school is to make an agreement with the seller. The funds are still on the PMC account. -The mini bus was donated to KMTC shianda Campus. The board gave guideline for disposal with the help of procurement office, to ensure all due process is followed. Disposal</p>	Resolved	

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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)
	kshs.3,504,212 relating to transport equipment, out of which,kshs.3,080,000 is the value of the fund's motor vehicles.However,the motor could not be physically traced during an inspection carried out on 16 March 2023	committee was formed and all documentation was forwarded to the board for approval. The board has since approved the disposal and the transfer process is ongoing.		


 NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND
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 Fund Account Manager.

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