

REPUBLIC OF KENYA



Enhancing Accountability

REPORT



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 03 AUG 2024	DAY: THUR
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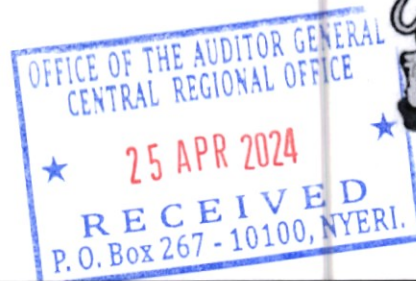
OF

THE AUDITOR-GENERAL

ON

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

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



KIGUMO CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

ANNUAL 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)

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

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Kigumo Constituency

National Government Constituencies Development Fund (NGCDF)

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

I. Acronyms and Abbreviations

Provide a list of all applicable acronyms and abbreviation e.g.

NG CDF-National Government Constituency Development Fund

NG CDFB- National Government Constituency Development Fund Board

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committee

FY-Financial Year

ARMC-Audit and Risk Management Committee

OSHA- Occupational Safety and Health Act of 2007

II. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Kigumo Constituency NGCDF day-to-day management is under the following key organs:

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

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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	Mary Kyengo
2.	Sub-County Accountant	Francis Gaiku
3.	Chairman NGCDFC	Francis Kiragu
4.	Member NGCDFC	Paul Njoroge

(c) Fiduciary Oversight Arrangements

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

P.O Box 10 – 10203
Kigumo NG-CDF Building
Kaharati – Kangari Road
Kigumo, Kenya

(e) Kigumo Constituency NGCDF Contacts

Telephone: (254) 0723945343
E-mail: cdfigumo@ngcdf.go.ke
Website: Kigumo.ngcdf.go.ke

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(f) Kigumo Constituency NGCDF Bankers

Equity Bank (Account No. 0070296246702) Kangari Branch

Family bank (Account no. 007000028853) Kangari 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

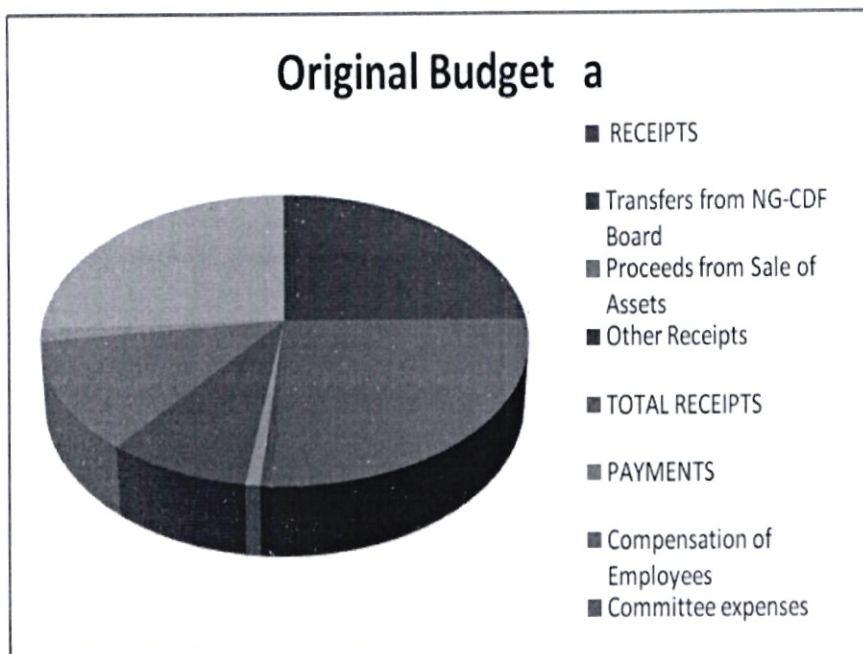
City Square 00200

Nairobi, Kenya

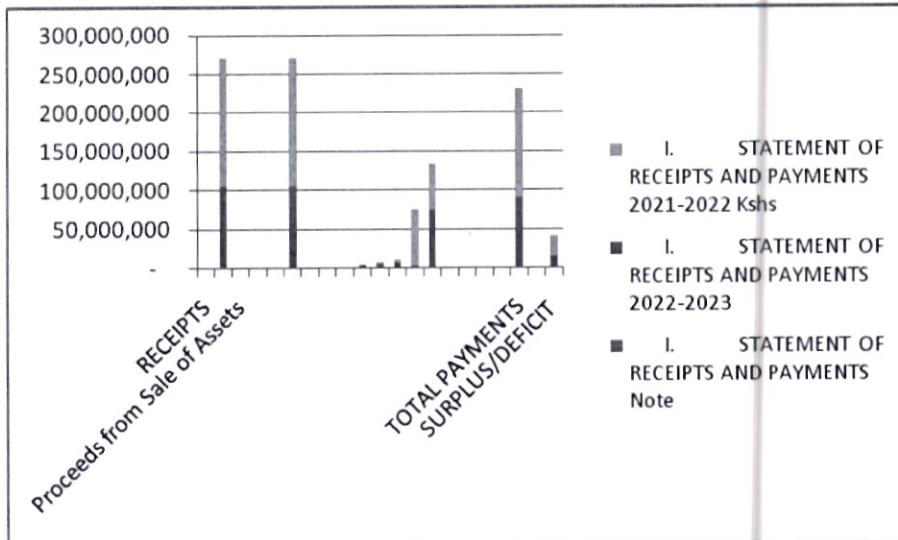
III. NG-CDFC Chairman’s Report



I am pleased to present the unaudited financial statements of NG-CDF Kigumo Constituency for the financial year ended 30 June 2023. The allocation to the constituency for the said year was a total of Kshs.183,265,361 out of which Kshs. 105,588,879 was disbursed to the constituency by the NG-CDF Board in eight tranches of Kshs. 7,000,000, ksh. 6,000,000; ksh. 15,000,000; ksh.. 12,000,000; ksh. 5,000,000; ksh. 12,000,000; ksh. 20,000,000, 12,588,879 and Ksh. 16,000,000, leaving an undisbursed balance f ksh. 77,676,482. In addition to this amount, the constituency had an opening bank blance of ksh. 70,765,392. Therefore the total amount available in the financial year for expenditure was ksh. 176,354,271.



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In the year under review Kigumo constituency basically addressed the issue of bursary by ensuring 100% issuance of both secondary and tertiary bursary. The CDFC in its strategic plan is working towards 100% transition to secondary school and tertiary institutions. This year has seen the highest allocation under bursary of ksh. 51million. This has ensured that students have been retained in school longer hence improved performance.

The CDFC is keen in setting realistic and achievable goals by giving priority to ongoing projects to ensure their completion in time.

Kigumo CDF has ensured fairness in the disbursement of bursaries to help keep bright and needy students in school. This has gone a long way in improving the performance of the constituency. At the same time, the constituency holds an academic day for teachers and learners every year in a bid to motivate them for improved performance.

There has been great co-operation between the CDF and other sectors like KERRA and water departments to ensure easy access to clean water and ease in movements.

Below are some of the projects implemented during the financial year:-

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RENOVATED KIRERE PRIMARY SCHOOL CLASSES



NEW AJIRA CENTRE AT MUTHITHI CHIEF'S OFFICE HALL

Disbursement of funds this year has been slightly slow; from about 70% to 60%. This has been occasioned by the general elections resulting to the need to have a new NGCDF which has consumed quite some time.

The constituency is also keen in ensuring implementation of projects geared towards improving infrastructure in schools and also security.

Kigumo National Government Constituency Development Fund Committee however noted various challenges in projects implementation and management during the 2022/2023 financial year.

The challenges were: inadequate record keeping by project management committees, lack of knowledge especially by new project management committees on provisions of Public Procurement and Assets Disposal Act 2015 as well as delayed submission of the required returns for funds disbursed. Another notable challenge is the limited numbers of technical officers needed to provide

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the requisite technical advice in project implementation and management. To mitigate the above, the committee during the financial year scaled up its capacity building programmes for NG-CDF Committee, Project Management Committees and staff on various aspects of NG-CDF projects management. These programmes contributed to minimizing the challenges hence improving overall performance by Project Management Committees. The NG-CDFC plans to intensify capacity building as well as monitoring and evaluation programmes during the 2023/2024 financial year.

I wish to sincerely thank the NG-CDF Committee, NG-CDFC staff, Project Management Committees and other stakeholders for the co-operation and support that resulted in achievement of the said milestones. Going forward, the Committee envisions performing even better and attaining better assessments in its performance targets for 2022/2023 financial year.

Name Francis Kiragu
CHAIRMAN NGCDF COMMITTEE *R. Kiragu*

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 Kigumo Constituency 2022-2027 plan are to:

1. To have all children of school going age attending school
2. To enhance security to all residents in the constituency.
3. Ensure all schools have access to safe water

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:

s	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	Four thousand students benefited from the award of bursaries. 4 Schools were renovated.	Bursary beneficiaries increased from 2,000 to 4,000.
Security	Construction of offices for chiefs/assistant chiefs. Construction of police station	Improved service delivery to the public.	Two chiefs offices and one police station constructed.	The projects will be implemented in accordance to the act. Kigumo police station was abeneficiary
Environment	To provide quality sanitation facilities in schools	Improved access to clean sanitary facilities to avoid diseases	2.6 million set aside for construction of sanitary facilities in three institutions.	The projects were implemented in financial year 2023/24 financial year
Sports	Ensure a drug free	Reduce the use of drugs	Three youths sought for rehabilitation	Sports tournament will be executed in

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	constituency	among the youth to zero	from drugs .	financial year 23/24.
Emergency	Mitigate emergency occurrences	Reduced health hazards and accidents	Construction of three toilet blocks in three institutions.	Projects will be executed in financial year 23/24.

V. Statement of Governance

Kigumo NGCDF is governed by NG CDFC members. The constituency committee is composed of:

1. The national government official responsible for coordination of national government functions
2. Two men one of whom shall be a youth at the date of appointment.
3. Two women one of whom shall be a youth at the date of appointment.
4. One person with disability nominated by a registered group representing persons with disabilities in the constituency.
5. Two persons nominated by the constituency office established under regulations made pursuant to the parliamentary service act
6. The officer of the board seconded to the constituency who shall be an ex officio members without a vote.
7. One member co-opted by the board in accordance with regulations made by the board.

The members in category 2 and 3 are selected from a list of applications from members of the public. The process of identification of these members is done through advertisement placed locally in all public places calling for suitable applicants to fill the positions of two men and two women. The applicants must meet the requirements of chapter six of the constitution, must be residents from the constituency and able to communicate in English and Kiswahili. There should be fair distribution on the selection across all wards in the constituency.

The member under category 3 is appointed by a registered group of persons with disabilities operating within the constituency.

The members of a constituency committee may remove an member upon receiving a complaint. A Special committee sitting shall be convened to discuss the complaint whereby the concerned

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member shall be given a fair hearing before the final decision is made. All the discussions of these sittings shall be forwarded to the board for a decision to be made.

The functions of the constituency committee include:

- a. Build capacity of PMs and sensitize the community on the operations of the fund.
- b. Consider projects proposals from all wards in the constituency.
- c. Enter into performance contract with the Board
- d. Receive returns from PMCs
- e. Maintain PMC data base and all their records.
- f. Ensure that the committee does not enter into commitments for which funding has not been allocated.
- g. Ensure projects are labelled in accordance with guidelines issued by the Board.
- h. Received and address all complaints concerning implementation of projects.
- i. Recommend to the board removal of a committee member.

The constituency has also formed other subcommittees including the NHIF committee, the bursary committee and the complaints committee. The NHIF committee is composed of four members of the NG CDFC, the officer of the board seconded to the constituency, the officer responsible for social development in the constituency and three other members co-opted from the community.

The bursary committee is composed of four members of the NG CDFC, the officer of the board seconded to the constituency, the officer responsible for education matters in the constituency and four members co-opted from the community.

In addition to the above committees, the constituency has also formed a complaints committee responsible for resolving all complaints received in the constituency office. The complaints committee is composed of four members of the constituency office and the officer of the board seconded to the constituency.

The constituency committee which was gazetted in November 2022 has been trained in April 2023. The training of the constituency committee shall be an annual exercise so as to equip members with the necessary knowledge as far as implementation of projects is concerned.

The constituency committee has in the FY 2022/2023 held 12 meetings which are in line with the provisions of section 43 of the NG CDF Act 2015 as amended in 2022 which requires the constituency committee to meet at least six times and not more than twenty four times in a financial year.

All members of the constituency committee are supposed to declare conflict of interest at the beginning of every meeting.

The NG CDF members are paid sitting allowances in the line with the policy guidelines issued by the board where the chair person receives ksh. 7,000 and members receive ksh. 5,000 for every meeting held.

In mitigating risks in the office operations, members have ensured that all cheques are endorsed by the fund account manager. At the same time, the signatories receive a confirmation from the bank on every transaction before it is cleared.

VI. Environmental and Sustainability Reporting

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

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

- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.
- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

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

2. Environmental performance

- The constituency sponsors 10 students, two from every ward in the constituency. The students give back to the community by holding tree planting in public land and cleaning the neighbouring shopping centres within their locality. These activities are usually done twice a year, in the months of April and October every year.
- The constituency also takes part in sensitizing the youth on the impact of drugs at least once every year. This is done during education day event carried out yearly in the constituency.
- The NG-CDF sponsors one sporting activity every year. The activities involved include foot ball, athletics and other ball games. This is usually done from the sublocational levels where the community is also sensitized on environmental conservation through the planting of tree and carrying out cleaning of public places.

3. Employee welfare

We invest in providing the best working environment for our employees. Kigumo constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Kigumo 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-

Kigumo NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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


Name **DYNIAH WAMBISA**
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-Kigumo 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-Kigumo 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 Kigumo 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 Kigumo 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

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

Approval of the financial statements

The NGCDF- Kigumo Constituency financial statements were approved and signed by the Accounting Officer on SEP 2023.

.....FRANCIS KIRAZU K
Name: Francis
Chairman – NGCDF Committee

.....DINAH
Name: DINAH WANJA
Fund Account Manager
Sign:.....


REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
Email: 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 - KIGUMO 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 - Kigumo Constituency set out on pages 1 to 44, 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 the National Government Constituencies Development Fund - Kigumo 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 Prior Year Adjustments

The statement of assets and liabilities reflects prior year adjustments balance of Kshs.1,100,000 as disclosed in Note 16 to the financial statements. However, the nature of the prior year adjustments balance was not disclosed in the financial statements. Further, the analysis of the balance was not provided for audit.

In the circumstances, the accuracy and completeness of prior year adjustments balance of Kshs.1,100,000 could not be confirmed.

2. Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and other transfers amount of Kshs.74,158,620, as disclosed in Note 8 to the financial statements which includes bursary to tertiary institutions, secondary schools and special schools totalling Kshs.69,158,620. However, the supporting payment vouchers reflects bursary disbursements amount of Kshs.40,425,120 resulting to an unexplained variance of Kshs.28, 733, 500. Further, expenditure amounting to Kshs.8,000,000 being payment of the full scholarship to three hundred and two (302) needy students was not supported with the detailed list of the beneficiaries detailing the students name, admission and registration number, date of birth, name of school and class/grade.

In addition, the bursary to tertiary institutions amount of Kshs.13,646,715 includes a total of Kshs.5,000,000 paid to a driving school for training of boda boda riders. However, there was no evidence of training needs assessment. Similarly, the criteria used to identify the beneficiaries including vetting committee minutes was not provided for audit.

In the circumstances, the accuracy, completeness and regularity of bursary awards amounting to Kshs.69,158,620 could not be confirmed.

3. Unsupported Project Management Committee Balances

Note 18.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) accounts balance of Kshs.44,042,164. However, cash books bank reconciliation statements and certificates of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.44,042,164 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 - Kigumo Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.254,030,753 and Kshs.176,354,271 respectively resulting into an under-funding of Kshs.77,676,482 or 31% of the budget. However, the Fund spent Kshs.90,735,526 against actual receipts of Kshs.176,354,271 resulting to an under-utilization of Kshs.85,618,745 or 49% of the actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Unresolved Prior Year Matters

The audit report for the year ended 30 June, 2022 highlighted several unsatisfactory matters. However, Management has not disclosed the status of the prior year's audit issues as at 30 June, 2023 in Annex 6 to the financial statements on progress on follow up of auditor recommendations. This was contrary to Section 149(2)(l) of the Public Finance Management Act, 2012, which requires that in carrying out a responsibility

imposed by subsection (1), an Accounting Officer shall, in respect of the entity concerned try to resolve any issues resulting from an audit that remain outstanding.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Project Implementation Status Report

The Fund's projects implementation status report as at 30 June, 2023 reflects budget allocations of Kshs.61,363,529 in respect of twenty-eight (28) projects. Included in the allocation were twenty-one (21) projects that had not been started with a budget of Kshs.47,471,530.

Further, the existence of a school project not started with a disbursement amount of Kshs.3,000,000 for construction to completion of three (3) classrooms could not be confirmed. In addition, implementation status of nine (9) projects with a cumulative disbursement of amount of Kshs.35,701,800 could also not be confirmed.

In the circumstances, the public did not achieve value for money spent on unimplemented projects.

2. Failure by Fund Account Managers to Hand Over

Review of staff records reflects that the Fund had four (4) Fund Account Managers seconded from the Board during the year under review. However, handing over reports from the four previous Fund Account Managers were not provided for audit. This was contrary to Regulation 11 of the Public Finance and Management (National Government) Regulations, 2015, which provides that the accountability of a Public Officer vacating an office shall not be completed until the financial and accounting records kept by him or her have been properly handed over in writing to an officer taking over his or her duties and attested by their supervisor, but this does not preclude the Public Officer from handing over any other documents required under any other law or Government policy.

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

3. Lack of Approved Work and Procurement Plans

The statement of receipts and payments reflects transfer to other Government units amounting to Kshs.3,000,000 as disclosed in Note 7 to the financial statements. Further, the statement reflects other grants and other transfers amounting to Kshs.74,158,620 as

disclosed in Note 8 to the financial statements includes transfers to security projects amounting to Kshs.5,000,000. However, the approved work and procurement plans were not provided for audit. This was contrary to Regulation 25(1) of the National Government Constituencies Development Fund, Regulations, 2016 which states that the officer of the Board seconded to the Constituency shall prepare a detailed budget, procurement plan and work plan for the year, for the National Government Constituencies Development Fund Committee Office, and shall, within the first quarter of a new financial year, present them to the Committee for approval.

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

4. Anomalies in Human Resource Management

The statement of receipts and payments reflects compensation of employees amounting to Kshs.1,591,368 which as disclosed in Note 4 to the financial statement includes basic staff salaries amounting to Kshs.1,260,426. However, review of the employees' contracts revealed that some employees' contracts had not lapsed, whereas there was no trace of the respective staff salaries in the payroll for several months. There was no plausible explanation on why the employees were not paid yet no letters of resignation or notices of contract termination were provided for audit.

Further, seven employees drew salary from the Fund for several months without contracts agreements contrary to Section 10(1) of the Employment Act, 2007, which provides that a written contract of service specified in Section 9 shall state particulars of employment which may, subject to subsection (3), be given in instalments and shall be given not later than two months after the beginning of the employment.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, 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 controls, risk management and overall governance

were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of 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 continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease operations.

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in

compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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


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

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

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 June, 2024

Kigumo Constituency
National Government Constituencies Development Fund (NGCDF)
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X. Statement Of Assets and Liabilities As At 30th June, 2023

	Note	FY 2022/2023	FY 2021/2022
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	86,718,745	70,765,392
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		86,718,745	70,765,392
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		86,718,745	70,765,392
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		86,718,745	70,765,392
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	70,765,392	45,336,258
Prior year adjustments	16	1,100,000	-
Surplus/Deficit for the year		14,853,353	25,429,134
NET FINANCIAL POSITION		86,718,745	70,765,392

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 SEP 2023 and signed by:



Fund Account Manager

Name:

D. M. W. M. S. A.

National Sub-County Accountant

Name:

FRANCIS KIRANU
 THE NATIONAL SUB-COUNTY ACCOUNTANT
 KIGUMO
 P. O. Box 55 - 10203,
 KIGUMO

Chairman NG-CDF Committee

Name:

FRANCIS KIRANU
Biragu

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

	Notes	FY 2022/2023	FY 2021/2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers from NGCDF Board	1	105,588,879	166,000,000
Other Receipts	3	-	-
		105,588,879	166,000,000
Payments for operating activities			
Compensation of Employees	4	1,591,368	2,419,813
Committee expenses	5	4,449,900	3,148,940
Use of goods and services	6	6,884,388	3,157,939
Transfers to Other Government Units	7	3,000,000	72,022,354
Other grants and transfers	8	74,158,620	59,821,820
Oversight Committee Expenses	10	651,250	-
Other Payments	11	-	-
		90,735,526	140,570,866
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	1,100,000	-
Net Adjustments		1,100,000	-
Net cash flow from operating activities		15,953,353	25,429,134
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-

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Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		15,953,353	25,429,134
Cash and cash equivalent at BEGINNING of the year	12	70,765,392	45,336,258
Cash and cash equivalent at END of the year		86,718,745	70,765,392

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 SEP 2023 and signed by:



Fund Account Manager

Sign: _____
 Name: _____

[Handwritten signature]

National Sub-County Accountant

THE NATIONAL SUB-COUNTY ACCOUNTANT
 Name: FRANCIS KIRAZU
 ICPAK M/No: _____
 P.O. Box 55 - 10203,
 KIGUMO

[Handwritten signature]

Chairman NG-CDF Committee

Name: FRANCIS KIRAZU
[Handwritten signature]

Kigumo 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>Insert current FY</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>Insert current FY</i>	<i>Insert current FY</i>		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers from NG-CDF Board	145,087,603	70,765,392	38,177,758	254,030,753	176,354,271	77,676,482	69%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts				0	-	-	
TOTAL RECEIPTS	145,087,603	70,765,392	38,177,758	254,030,753	176,354,271	77,676,482	69%
PAYMENTS							
Compensation of Employees	4,280,840	3,101,330		7,382,170	1,591,368	5,790,802	21.6%
Committee expenses	3,830,628	3,662,912		7,493,540	4,449,900	3,043,640	59.4%
Use of goods and services	4,946,416	3,585,963		8,649,379	6,884,388	1,764,991	80.7%
Transfers to Other Government Units	48,717,221	23,500,000	1,500,000	73,717,221	3,000,000	70,717,221	4.1%
Other grants and transfers	70,462,498	36,798,187	11,088,879	118,349,564	74,158,620	44,190,944	62.7%
Acquisition of Assets	7,900,000			7,900,000	-	7,900,000	0.0%
Oversight Committee Expenses	1,450,000			1,450,000	651,250	798,750	44.9%
Other Payments	3500000			3,500,000	-	3,500,000	0.0%

Kigumo Constituency
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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>Insert current FY</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>Insert current FY</i>	<i>Insert current FY</i>		
Receipts							
Funds pending approval		117,000	25,588,879	25,705,879		25,705,879	
TOTAL	145,087,603	70,765,392	38,177,758	254,030,753	90,735,526	163,295,227	35.7%

**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.

During the financial year, there was high underutilisation of the funds transferred to government institutions as most of these funds were received after the close of the year.

The changes between the original and final budget was as a result of funds of previous years received within the financial year and balances brought forward from the previous financial year.

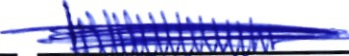
Kigumo Constituency
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Description	AMOUNT
Budget utilisation difference totals	163,295,227
Less undisbursed funds receivable from the Board as at 30th June 2023	77,676,482
	85,618,745
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	1,100,000
Cash and Cash Equivalents at the end of the FY 2022/2023	86,718,745

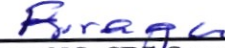
The Constituency financial statements were approved by NG CDFC on SEP 2023 and signed by:



 Fund Account Manager
 Name: DINAH WANJA
 Sign: [Signature]



 National Sub-County Accountant
 Name: [Signature]
 ICPAK M/No: KIGUMO
P. O. Box 55 - 10203, KIGUMO



 Chairman NG-CDF Committee
 Name: FRANCIS KIRATHU K Birago

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,280,840	3,101,330.00		7,382,170	1,591,368	5,790,802
1.2 Committee allowances	1,278,000	3,114,841.00		4,392,841	2,002,360	2,390,481
1.3 Use of goods and services	3,146,416	1,542,580.00		4,688,996	4,793,373	(104,377)
Total	8,705,256	7,758,751	-	16,464,007	8,387,101	8,076,906
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,002,628	929,300.00		1,931,928	247,500	1,684,428
2.2 Committee allowances	1,550,000	1,191,032.00		2,741,032	2,815,090	(74,058)
2.3 Use of goods and services	1,800,000	588,122.00		2,388,122	1,475,965	912,157
Total	4,352,628	2,708,454	-	7,061,082	4,538,555	2,522,527
3.0 Emergency						
3.1 Primary Schools	7,636,190	945,505.00	5,605,359.00	14,187,054		14,187,054
3.2 Secondary schools						-
3.3 Tertiary institutions						-

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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			
3.4 Security projects			-	-		-
3.5 Unutilised				-		-
Total	7,636,190	945,505	5,605,359	14,187,054	-	14,187,054
4.0 Bursary and Social Security				-		
4.1 Secondary Schools	30,000,000	920,116.00		30,920,116	39,771,620	(8,851,504)
4.2 Tertiary Institutions	13,700,000	26,128,285.00		39,828,285	28,387,000	11,441,285
4.3 Social Security	1,080,000			1,080,000		1,080,000
4.4 Special Needs	1,000,000			1,000,000	1,000,000	-
4.5 Vocational schools	5,000,000			5,000,000		5,000,000
Total	50,780,000	27,048,401	-	77,828,401	69,158,620	8,669,781
5.0 Sports				-		-
5.1	2,900,000		2,741,760	5,641,760		5,641,760
Total	2,900,000		2,741,760	5,641,760		5,641,760
6.0 Environment						
6.1 Mariira primary school	1,150,000					1,150,000

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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			
				1,150,000		
6.2 Mathare-ini Primary School	350,000			350,000		350,000
6.3 Thamara Primary School	1,150,000			1,150,000		1,150,000
6.4 Environment		2,741,760.00	2,741,760	5,483,520		5,483,520
Total	2,650,000	2,741,760	2,741,760	8,133,520	-	8,133,520
7.0 Primary Schools Projects						
7.1 Ngecha primary school	3,000,000			3,000,000		3,000,000
7.2 Kahuhu Primary School	3,200,000			3,200,000		3,200,000
7.3 Gakarati Primary School	4,534,400			4,534,400		4,534,400
7.4 Githimaini Primary School	1,532,400			1,532,400		1,532,400
7.5 Muthithi Primary School	3,783,800			3,783,800		3,783,800
7.6 Thamara Primary School	1,121,420			1,121,420		1,121,420
7.7 Kiungu Primary School	1,000,800			1,000,800		1,000,800
7.8 Mathareini Primary School	2,634,200			2,634,200		2,634,200
7.9 Kirere Primary School	4,207,000			4,207,000		4,207,000
7.10 Kigumo Primary School	1,834,400			1,834,400		1,834,400

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.11 Ndugamano Primary School	1,817,400	1,500,000.00		3,317,400	1,500,000	1,817,400
7.12 Gikigie Primary School	2,868,000			2,868,000		2,868,000
7.13 Kamukabi Primary School	2,822,400			2,822,400		2,822,400
7.14 Marira Primary School	1,197,401			1,197,401		1,197,401
7.15 Ngurwe-ini Primary School	3,107,200			3,107,200		3,107,200
7.16 Gatia-Ini Primary School	1,334,400			1,334,400		1,334,400
7.17 Rarakwa Primary School	372,000			372,000		372,000
7.18 Gikigie Primary School	350,000			350,000		350,000
Total	40,717,221	1,500,000	-	42,217,221	1,500,000	40,717,221
8.0 Secondary Schools Projects						-
Kahmbu sec. school		2,000,000.00		2,000,000		2,000,000
Ikumbi SEC. SCHOOL			1,500,000.00	1,500,000	1,500,000.00	
Total	-	2,000,000	1,500,000	3,500,000	1,500,000	2,000,000
9.0 Tertiary institutions Projects						
KMTC Kigumo		20,000,000.00		20,000,000		20,000,000
Total			-		-	20,000,000

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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			
	-	20,000,000.00		20,000,000		
10.0 Security Projects				-		-
10.1 Kinyona Chiefs office	1,500,000			1,500,000		1,500,000
10.2 Kamukabi Chiefs office	350,000			350,000		350,000
10.3 Karinga Assistant Chiefs office	1,300,000			1,300,000		1,300,000
10.4 Kigumo Police Station	2,007,599			2,007,599		2,007,599
10.5 Kigumo police station		5,000,000.00		5,000,000	5,000,000	-
Total	5,157,599	5,000,000		10,157,599	5,000,000	5,157,599
11.0 Acquisition of assets				-		-
	-			-		-
Total	-			-		-
12.0 Oversight Committee Expenses (itemize)				-		-
12.1 Accommodation - Domestic Travel	150,000			150,000		150,000
12.2 Advertising, Awareness and Publicity Campaigns	50,000			50,000		50,000

Kigumo Constituency
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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			
12.3 Committee allowances	942,000			942,000	651,250	290,750
12.4 Daily Subsistence Allowance	100,000			100,000		100,000
12.5 Publishing and Printing Services	30,000			30,000		30,000
12.6 Refined Fuels and Lubricants for Transport	130,000		-	130,000	-	130,000
12.7 Telephone, Telex, Facsimile and Mobile Phone Service	48,000		-	48,000	-	48,000
Total	1,450,000		-	1,450,000	651,250	798,750
13.0 Other payments				-		-
13.1 Kigumo NG-CDF Strategic Plan	3,500,000			3,500,000.00		3,500,000.00
13.2 Other projects		945,521.00		945,521.00		945,521.00
Total	3,500,000	945,521	-	4,445,521	-	4,445,521
14.0 unallocated fund						
Unapproved projects			25,588,879			-
Kangari primary school	8,000,000			8,000,000		8,000,000
NG-CDFC Motor Vehicle	7,900,000			7,900,000		7,900,000
Muthithi Assistant County Commission	1,338,709			1,338,709		1,338,709
AIA		117,000		117,000		117,000

Kigumo Constituency
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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			
PMC savings						
Total	17,238,709		-	42,944,588	-	42,944,588
GRANT TOTAL	145,087,603	70,765,392	38,177,758	254,030,753	90,735,526	163,295,227

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based.

XIV. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Kigumo 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	FY 2022/2023	FY 2021/2022
NGCDF Board	Kshs	Kshs
Normal Allocation	Kshs	Kshs
AIE NO. A 888926	12,588,879	0
AIE NO.B 185104	7,000,000	0
AIE NO. B185517	6,000,000	0
AIE NO. B185638	15,000,000	0
AIE NO. B 205776	12,000,000	0
AIE NO. B 206138	5,000,000	
AIE NO. B 206402	12,000,000	
AIE NO. B 207537	20,000,000	
AIE NO. B 207899	16,000,000	
B140936		33,000,000
B105688		34,000,000
B128547		6,000,000
B105807		30,000,000
B128859		12,000,000
B154055	-	13,000,000
B164496	-	18,000,000
A89506A	-	20,000,000
TOTAL	105,588,879	166,000,000

2. Proceeds From Sale of Assets

	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-

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Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	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

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,260,426	1,880,610
Personal allowances paid as part of salary		
House allowance	12,000	255,000
Transport allowance	12,000	180,000
Leave allowance	--	
Gratuity-contractual employees	259,610-	
Employer Contributions Compulsory national social security schemes	47,332	104,203
TOTAL	1,591,368	2,419,813

5. Committee Expenses

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Sitting allowance	2,770,345	1,714,000
Other committee expenses	1,679,555	1,434,940
TOTAL	4,449,900	3,148,940.00

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6. Use of Goods and services

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Utilities, supplies and services	242,430	36,669
Communication, supplies and services	32,000	66,000
Domestic travel and subsistence	-	150,000
Printing, advertising and information supplies & services	216,300	52,860
Rentals of produced assets	-	-
Training expenses	-	1,342,500
Hospitality supplies and services	-	281,525
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	3,063,950	1,176,255
Fuel , oil & lubricants	-	-
Other operating expenses	3,329,708	-
Bank Charges	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	-	52,130
TOTAL	6,884,388	3,157,939.00

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	1,500,000	26,422,354
Transfers To Secondary Schools (See Attached List)	1,500,000	38,100,000
Transfers To Tertiary Institutions (See Attached List)	-	7,500,000
Total	3,000,000	72,022,354

8. Other Grants and Other transfers

	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Bursary - Secondary (see attached list)	39,771,620	23,081,785
Bursary -Tertiary (see attached list)	15,740,285	20,705,320
Bursary- Special Schools	13,646,715	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	1,000,000
Security Projects (see attached list)	5,000,000	2,445,600
Sports Projects (see attached list)	-	5,489,115
Environment Projects (see attached list)	-	-
Emergency Projects (see attached list)	-	7,100,000
Roads Projects	-	-
TOTAL	74,158,620	59,821,820

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of office furniture and 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 Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
TOTAL	-	0

10. Oversight Committee Expenses

	2022-2023	FY 2021/2022
	Kshs	Kshs
COC Members allowance	651,250	-
Other COC expenses	-	-
TOTAL	651,250	-

11. Other Payments

	2022-2023	FY 2021/2022
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
Equity Bank,A/C no. 0070296246702 , Kangari Branch . (main account)	13,710,395	70,765,392
Familyl Bank,A/C no. 007000028853, Kangari Branch . (Main account)	73,008,350	-
	-	-
TOTAL	86,718,745	70,765,392
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>	-	-

13. Outstanding Imprests

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

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

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Notes to the Financial Statement Continued

14. Retention and Gratuity

14 A. Retention	FY 202/2023	FY 2021/2022
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

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

15. Fund Balance B/F

	(1st July 2022)	(1st July 2021)
	Kshs	Kshs
Bank accounts	70,765,392.21	45,336,258
Cash in hand	-	-
Imprest	-	-
Total	70,765,392.21	45,336,258
Less	-	-
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	70,765,392.21	45,336,258

[Provide short appropriate explanations as necessary]

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16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	70,765,395	1,100,000	71,865,395
Cash in hand			
Accounts Payables			
Receivables			
Others (<i>specify</i>)			
Total	70,765,395	1,100,000	71,865,395

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

17. Changes In Accounts Receivable – Outstanding Imprests

	FY 2022/2023	FY 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	-	-

18. Changes In Accounts Payable – Deposits and Retentions

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

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

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

19.2: Pending Staff Payables (See Annex 2)

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

19.3: Unutilized Fund (See Annex 3)

	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Compensation of employees	5,730,802	3,101,330
Use of goods and services	4,868,631.00	7,365,875
Amounts due to other Government entities (see attached list)	62,717,221.00	25,400,000
Amounts due to other grants and other transfers (see attached list)	41,789,714.00	46,824,545
Acquisition of assets		
Oversight Committee Expenses	798,750	
Others		-
Strategic plan	3,500,000	
Thamara sec. school	400,000	
AIA	117,000	
Njoguini primary school	545,521	
Funds pending approval		26,251,400

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	42,827,588.00	
Total	163,295,227.20	108,943,150.00

18.4: PMC account balances (See Annex 5)

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	44,042,164	41,787,639
Total	44,042,164	41,787,639

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XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30th 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 Current FY 2022/2023	Outstanding Balance Previous FY 2021/2022	Comments
Compensation of employees		5,730,802	3,101,330	
Use of goods & services		3,908,631	7,365,875	
Amounts due to other Government entities				
Ack Kahumbu Sec School		2,000,000		
KMT Kigumo		20,000,000		
Ngecha Primary school		3,000,000		
Kahuho primary school		3,200,000		
Kaharati primary school		4,534,400		
Mutithi primary school		2,465,600		
Ndugamano Primary School			1,500,000	
ACK Kahumbu Secondary School			2,000,000	
Ikumbi Secondary School			1,500,000	
Thamara Secondary School (2014/15)			400,000	
Kigumo Kenya Medical Training College (2019/2020)			20,000,000	
Muthihi primary school		1,318,200		
Githimaini primary school		1,532,400		
Thamara primary school		1,121,420		
Kiungu primary school		1,000,800		
Mathareini primary school		2,634,200		
Kirere primary school		4,207,000		

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Name	Brief Transaction Description	Outstanding Balance Current FY 2022/2023	Outstanding Balance Previous FY 2021/2022	Comments
Kigumo primary school		1,834,400		
Ndugamano primary school		1,817,400		
GIKIGIE PRIMARY SCHOOL- Construction to completion of 3 door Staff pit latrine with one unit for PWD and a urinal		3,218,000		
Kamukambi primary school		2,822,400		
Mariira primary school		1,197,401		
Ngurweini primary school		3,107,200		
Gatiaini primary school		1,334,400		
Rarakwa primary school		372,000		
	Sub-Total	62,717,221	25,400,000	
Amounts due to other grants and other transfers				
Bursary		8,669,781		
Emergency		14,187,054		
Environment		8,133,520		
Security		5,157,599		
Sports		5,641,760		
Emergency 2020/2021 (Re-allocated to Ajira Centres)			6,550,864	
Bursary and Social Security				
Secondary Schools			920,116	

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Name	Brief Transaction Description	Outstanding Balance Current FY 2022/2023	Outstanding Balance Previous FY 2021/2022	Comments
Tertiary Institutions			148,285	
Vocational Institutions			25,980,000	
Sports: Kigumo Constituency Sports 2020/2021			2,741,760	
Environment				
Environment 2021/22			2,741,760	
Environment 2020/21			2,741,760	
Security Projects				
Kigumo Police Station			5,000,000	
	Sub-Total		46,824,545	
Acquisition of assets				
Oversight Committee Expenses allowances				
		798,750		
Others				
Strategic plan		3,500,000		
Thamara sec. school		400,000		
AIA		117,000		
Njoguini primary school		545,521		
	Sub-Total	4,562,521		
Funds pending approval		42,827,588		
Njoguini Primary School			1,200,000	

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Name	Brief Transaction Description	Outstanding Balance Current FY 2022/2023	Outstanding Balance Previous FY 2021/2022	Comments
Githima Primary School			10,000,000	
Kenya Medical Training College – Kigumo (2021/2022)			10,000,000	
Constituency Revision Books Project			3,434,400	
Gachocho Police Post			1,500,000	
AIA			117,000	
			26,251,400	
Grand Total		163,295,227	108,943,150	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land				
Buildings and structures	10,483,710			10,483,710
Transport equipment				
Office equipment, furniture and fittings	770,850			770,850
ICT Equipment, Software and Other ICT Assets	1,852,898			1,852,898
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	13,107,458			13,107,458

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

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Ikumbi Secondary school	Family	007000011952	72,948	
Ndugamano primary school	Equity	0070190894806	1500161	
Kigumo police station	Equity	0070163927717	681,411	
ACK Kahumbu Primary School	Equity Kenol	0890194277107	627	627
Gachathiini Primary School	Equity Murang'a	00220193291006	151	151
Gachocho Primary School	Equity Kangari	0070190251977	2,001,785	2,001,785
Gakarati PrimarySchool	Equity Kenol	0890199226442	311,914	311,914
Takeu Primary School	Equity Kenol	0890294672682	-	-
Gakoe-ini Primary School	Equity Kangari	0070279857284	-	-
Gakuyu Primary School	Equity Kangari	0070277912589	2,110,813	2,110,813
Gathimaini Primary School	Equity Kenol	00890199849502	-	-
Gatia-ini Primary School	Equity Kangari	0070163883251	71,606	71,606
Gatimu Primary School	Equity Kangari	0070170200123	-	-
Gatitu DEB Primary School	Equity Kangari	0070170062250	2,025,663	2,025,663
Gatumbi Primary School	Equity Kangari	0070294087526	-	-
Gikigie Primary School	Equity Kangari	0070276916934	1,008,655	1,008,655
Gikondi Primary School	Equity Kenol	0890266596024	1,246,647	1,246,647
Githima Primary School	Equity Kangari	0070197014855	261,068	261,068
Irigiro Primary School	Equity Kenol	0890293397584	-	-
Iriguini Primary School	Equity Kangari	0070163934581	-	-
Kahariro Primary School	Equity Kenol	0890276004290	1,160,630	1,160,630
Kahumbu Primary School	Equity Kangari	0890194277107	-	-
Kahuti Primary School	Equity Kangari	0070160541318	-	-
Kaimiri Primary School	Equity Kangari	0070199840881	403,595	403,595

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Kairitu Primary School	Equity Kangari	0070278895129	-	-
Kamukabi Primary School	Equity Kangari	0070190980084	-	-
Kamung'ang'a Primary School	Equity Kangari	0070197210725	-	-
Kanderendu Primary School	Equity Kangari	0070162317989	-	-
Karega Primary School	Equity Kangari	0070190183085	-	-
Karia-ini Primary School	Equity Kangari	0070199815481	144,832	144,832
Kiahiti Primary School	Equity Kangari	0070294241629	220,380	220,380
Kiamaingi Primary School	Equity Kangari	0070190253446	-	-
Kiangai Primary School	Equity Kangari	0070172476918	-	-
Kigumo Primary School	Equity Kangari	0070191192672	-	-
Kimotho Primary School	Equity Kangari	0070194205290	1,000,055	1,000,055
Kirere Primary School	Equity Kenol	0890276996476	220,026	220,026
Kiugu Primary School	Equity Kenol	0890264198605	2,523,176	2,523,176
Makomboki Primary School	Equity Kangari	0070162311379	-	-
Mariira Primary School	Equity Kangari	0070161576142	-	-
Marumi Primary School	Equity Kangari	0070197970242	316,220	316,220
Matandara Primary School	Equity Kangari	0070164175885	142,865	142,865
Mathareini Primary School	Equity Kangari	0070196994204	-	-
Mumbu Primary School	Equity Kenol	0890261639443	-	-
Muthithi Primary School	Equity Kenol	0890193447542	-	-
Mwarano Primary School	Equity Kangari	0070194240202	-	-
Ndonga Primary School	Equity Kenol	0890298206246	-	-
Ndugamano Primary School	Equity Kangari	0070190894806	-	-
Nguku Primary School	Equity Kangari	0070199844355	895	895
Njora Primary School	Equity Kangari	0070163965384	-	-
Rarakwa Primary School	Equity Kangari	0070192669835	198,289	198,289
Thamara Primary School	Equity Kangari	0070162866637	-	-

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Turuturu Primary School	Equity Kangari	0070279856300	7,407	7,407
SECONDARY SCHOOLS				
Bishop Gatimu Kinyona Girls Secondary School	Equity Kangari	0070166861851	101,283	101,283
Gatumbi Secondary School	Equity Kangari	0070181401124	775,993	775,993
Githembe Secondary School	Equity Kenol	0890298088051	65,179	65,179
Githima Secondary School	Equity Kangari	0070194364736	4,692,222	4,692,222
Ikumbi Secondary School	Family Kangari	007000011952	-	-
Karinga Secondary School	Equity Kangari	0070290307488	139,160	139,160
Karinga Secondary School	Equity Kangari	0070290307488	-	-
Kigumo Bendera High School	Equity Kangari	0070293407674	277,214	277,214
Kigumo Mixed Secondary	Equity Kangari	0070278637442	-	-
Kiugu Secondary School	Equity Kenol	0890298154325	1,230,176	1,230,176
Makomboki Secondary School	Equity Kangari	0070193476344	869	869
Matu Secondary School	Equity Kangari	0070278888628	11,615	11,615
Mumbu Secondary School	Equity Kenol	0890299872166	2,080	2,080
Mununga Secondary School	Equity Kangari	0070167920147	2,598,485	2,598,485
Muthithi Secondary School	Equity Kenol	0890193428345	2,498,823	2,498,823
Ndugamano Secondary School	Equity Kangari	0070164114794	3,792,621	3,792,621
St. Francis Mukuyu-ini Secondary	Equity Kangari	0070166575487	-	-
Thamara Secondary School	Equity Kenol	0890194257986	46,201.	46,201.
Wamahiga Secondary School	Equity Murang'a	0220279845648	210	210
TERTIARY INSTITUTIONS				
Kigumo TVET	Equity Kangari	0070181746574	4,528,542	4,528,542
SECURITY PROJECTS				

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Gatia-ini Chief's Office/ Police Post	Equity Kangari	0070279081396	1,503,760	1,503,760
Gakuyu Police Post	Equity Kenol	0890279308594	502,655	502,655
Githima Police Post	Equity Kangari	0070279795584	412,488	412,488
Muthithi Police Post	Equity Kangari	0070179183366	6,909	6,909
Kigumo Police Station	Equity Kangari	0070163927717	325,141	325,141
OTHER PROJECTS				
Kigumo Constituency Sports Committee	Equity Kangari	0070277370503	2,898,719	2,898,719
TOTAL			44,042,164	41,787,638

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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)



Name: ISWAH WANGA
Fund Account Manager - 10203, KIGUMO