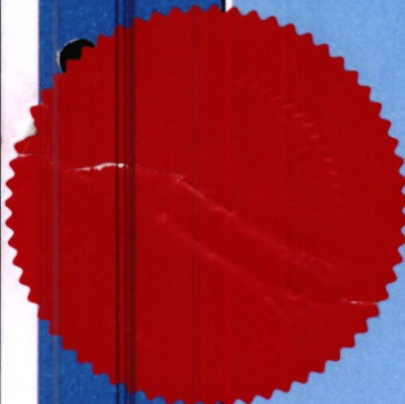


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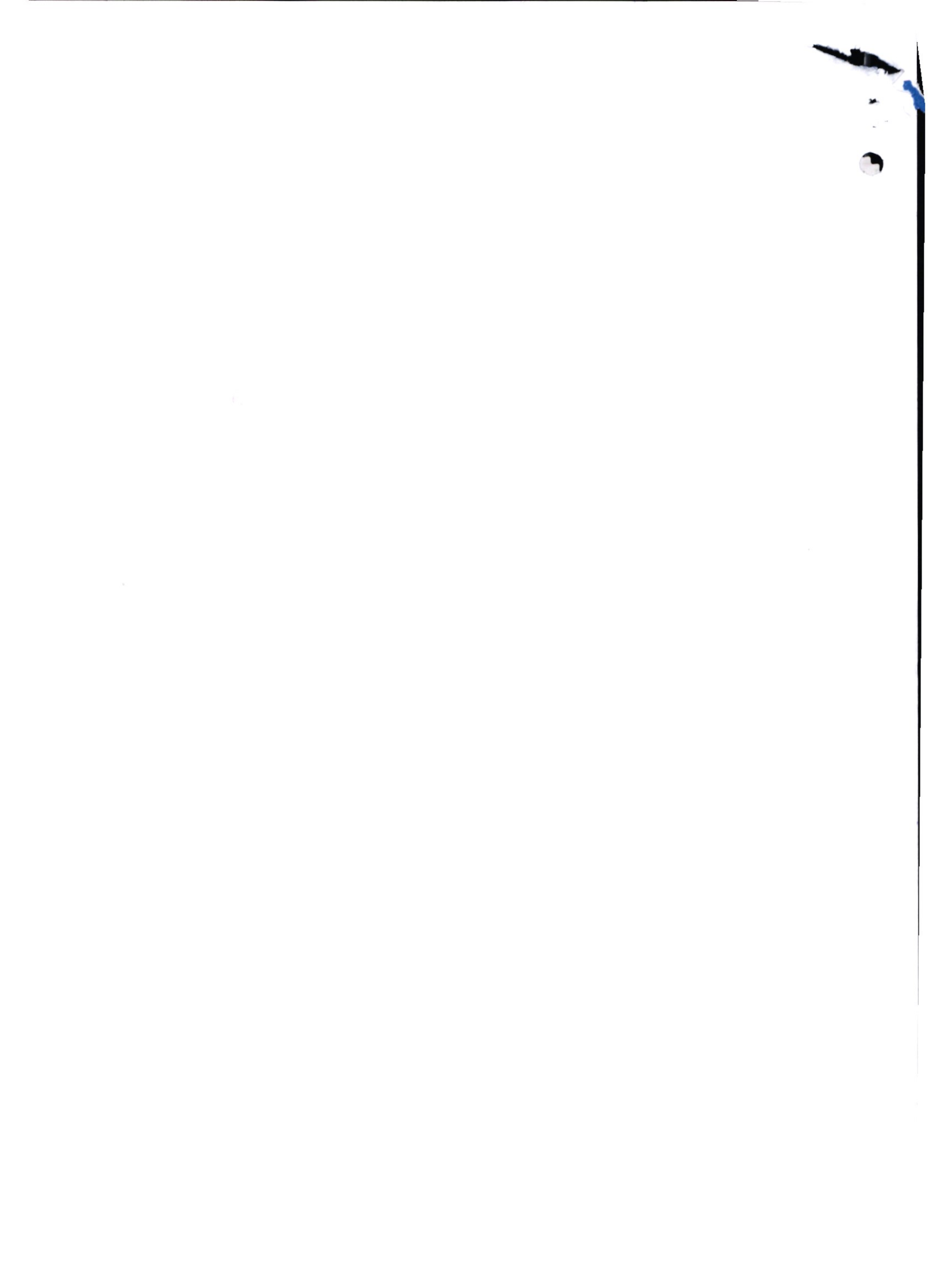
<b>REPORT</b>	
NATIONAL ASSEMBLY PAPERS LAID	
DATE: 14 AUG 2024	DAY: WEDNESDAY
TABLED BY: <b>OF</b>	DEPUTY MAJORITY LEADER
CLERK-AT THE-TABLE:	FINLAY MURIUKI

**THE AUDITOR-GENERAL**

**ON**

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

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





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**TONGAREN CONSTITUENCY**  
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>th</sup> JUNE 2023**

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

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

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1. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC- Project Management Committee

FY-Financial Year

## 2. Key Constituency Information and Management

### (a) Background information

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

### Mandate

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

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

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

**Vision**

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

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

#### Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Krop Merisia
2.	Sub-County Accountant	Enos Kondo
3.	Chairman NGCDFC	Joseph Waliaula
4.	Member NGCDFC	Liny Musundi

#### (c) Fiduciary Oversight Arrangements

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

P.O. Box 214 Naitiri  
NG-CDF Building  
Bungoma North Sub County Headquarters Compound  
Mukuyuni Market, KENYA



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**(e) Tongaren Constituency NGCDF Contacts**

Telephone: (254) 721776554  
E-mail: [cdf Tongaren@go.ke](mailto:cdf Tongaren@go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(f) Tongaren Constituency NGCDF Bankers**

Cooperative Bank OF KENYA  
Kimilili Branch  
P.o Box  
KIMILILI  
KENYA

**(g) Independent Auditors**

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

**(h) Principal Legal Adviser**

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

3. NG-CDFC Chairman's Report



Mr. Joseph Waliaula

I am pleased to present the unaudited financial statements for Tongaren Constituency for the financial year ended 30<sup>th</sup> June 2022. During the year, the Constituency was allocated a total of Kshs 151,960,174 as normal allocation.

On receipt of the above allocations, Tongaren National Government Constituencies Development Fund Committee (NGCDFC) pursuant to the provisions of the National Government CDF Act 2015, amended in 2022, met and allocated funds to various projects with reference to the priorities of the public participation meetings held across the Constituency. It is noteworthy that during the FY 2022/2023, we received 57.3% of the normal Constituency funding equivalent to Kshs and these funds were then disbursed to projects.

**Sector Prioritization**

During the year, a total of Kshs 10,362,300 was allocated as transfers to other Government Units which consist of transfers to primary schools, secondary schools and tertiary institutions and 53,000,000 for bursaries to secondary schools, tertiary institutions and special schools. The remaining funds were allocated to administration, M&E and emergency.

**Sectoral Analysis of Funding**

Over the past 10 years, the Constituency has received a total of over Kshs 900M which were subsequently been disbursed to various projects in such sectors as education, security, in addition to the statutory bursary, emergency, sports, environment, administration and monitoring and evaluation votes. The funding has benefitted over 600 projects and the breakdown in terms of the number of projects funded in these leading sectors over the last two years is as hereunder provided;

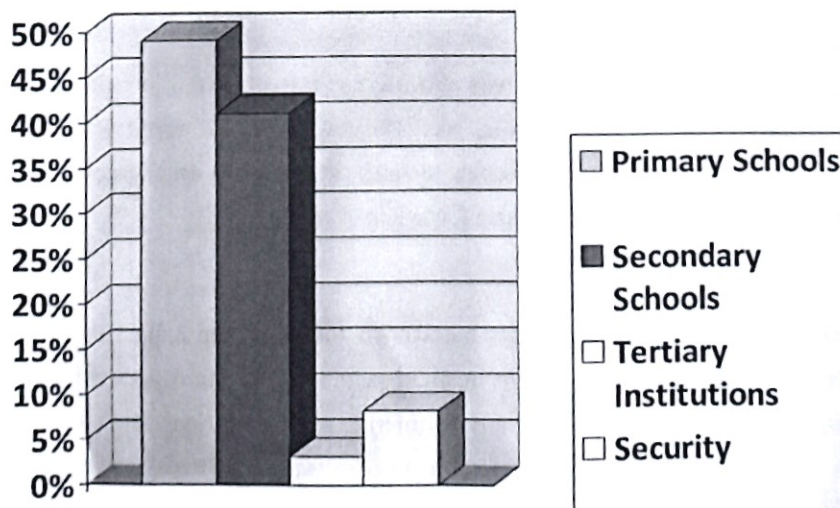
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Sector	2021/2022	2020/21	2019/20	2018/19	Total
Primary Schools	5	29	29	21	84
Secondary Schools	21	20	20	17	78
Tertiary Institutions	1	2	1	2	6
Security	4	6	4	3	17
<b>Total Number Funded</b>	<b>31</b>	<b>54</b>	<b>54</b>	<b>43</b>	<b>185</b>

Sector	PERCENTAGE OF PROJECTS FUNDED PER SECTOR
Primary Schools	49%
Secondary Schools	41%
Tertiary Institutions	3%
Security	8%

Source: Tongaren NGCDF Records (2022)

It is therefore notable that within the education sector, primary schools have realized the highest number of projects funded in the Constituency followed by secondary schools, security and finally tertiary institutions. Overall, the ranking based on highest number projects funded over the period is has primary Schools as the leading sector followed by secondary Schools, security and finally Institutions.



**PERCENTAGE OF PROJECTS  
FUNDED PER SECTOR**



The NG-CDF (Amendment) Act 2016 introduced a major shift in the scope of projects eligible to be funded. Under this Act only projects falling within the functions of the National Government as outlined in the Constitution of Kenya 2010 will be funded. This effectively means that the Fund has since been concentrating primarily on education, security, sports and environment sectors as well as other national government residual functions.

#### **Achievements and Major Undertakings**

During the year, the Committee disbursed a total of Ksh's **50,929,113** as bursary to needy students in secondary, tertiary institutions and special institutions and this benefitted over 5000 students.

Major physical facilities funded are infrastructure such as classrooms, twin laboratories, dormitories, and libraries. The continued funding towards the education sector in the Constituency has contributed to increased enrolment in primary, secondary and tertiary institutions whilst increasing retention and transition rates while equally reducing the burden of education for low-income families.

#### **Major undertakings**

- A follow up to be made to all ongoing projects which are slow in implementation to ensure all projects are completed as scheduled.
- All projects with challenges a follow up to be made to ensure that the issues are resolved to allow the implementation of the projects to continue.
- All projects which are completed should be commissioned officially and handed over to the respective departments.
- The contractor's to ensure that they comply with the terms of agreement



Friends Secondary School- Musembe

*Tongaren Constituency  
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Ongoing construction of twin lab at Nakoba Friends Secondary School



Complete dining hall at Bishop Atundo Girls Secondary School


### **Emerging Issues**

There aren't much issues witnessed by NGCDFC Tongaren during the financial year except for the rollout of new curriculum, the Competence Based Curriculum. This new curriculum has brought major changes especially on project implementation that is geared towards meeting the standards set out by CBC. The NGCDFC has welcomed the new curriculum and offers to support where necessary to ensure that each and every child's right to education is protected.

### **Challenges**

Despite the above impressive performance and plans, the Committee has noted various challenges in project implementation and management during the FY 2022/2023. These encompass failure by some project management committees to comply with the public procurement procedures and regulations as well as delayed submission of the required returns for funds disbursed. To mitigate the above, the committee during the year 2022/2023 scaled up its capacity building programmes for NGCDF Committee, Project Management Committees and NGCDFC staff on various aspects of NGCDF projects management. These programmes contributed to minimizing the challenges and improved overall performance by Project Management Committees. The NG-CDFC plans to continue with the capacity building as well as monitoring and evaluation programmes during the FY 2023/2024. We have also engaged technical officers from Bungoma County comprising of Supply Chain Management officer and Public works officers. This has greatly helped improve on compliance as far as procurement laws are concerned.

I therefore wish to sincerely thank the NGCDF Committee, NG-CDFC staff, Project Management Committees, technical officers and other stakeholders for the cooperation and support that saw the achievement of the above milestones. Going forward, the Committee envisions to even perform better and attain better assessments in its performance targets for FY 2023/2024.



.....

**JOSEPH WALIAULA**  
**CHAIRMAN NGCDF COMMITTEE**

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

##### Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of Tongaren *Constituency 2022-2027* plan are to:

- a) To increase enrolment level in schools
- b) To reduce illiteracy level
- c) To reduce school drop outs
- d) To improve the quality of education
- e) To increase access to health care
- f) To expand economic opportunities
- g) To reduce social evil

##### Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Constituency Sector	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	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels	The bursary beneficiaries increased by over 4500 in the current year for the tertiary  We also purchased three 51 seater buses for secondary schools and constructed over 20 twin labs in several schools in Tongaren constituency. The NGCDFC is also implementing the construction of

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Constituency Sector	Objective	Outcome	Indicator	Performance
				ICT cum Library block at Tongaren KMTC to facilitate the opening of the college that will benefit the community greatly.
Security	To have safe and secure environment for business, learning and where the residents go about their lives without fear for their lives and properties	Decrease in the number of insecurity related incidents. Improved security and more secure business environment	No. of usable physical infrastructure built in the security sector. Police stations, chief's offices built.	In the FY 2021/2022 we have increased number of physical infrastructure in the security sector from fifteen to nineteen.
Sports	To nurture sporting talent, this pillar also makes special provision for Kenyans with various disabilities and previously marginalized	Increased engagement and persons earning a decent living from exploiting their sporting talent. Reduced unemployment rate amongst the youth.	No. of youth, women and person living with disabilities taking up sporting activities.	We purchased over 1,000 sports kits and uniforms for 20 schools across the constituency.
Environment	To have well conserved and clean environment	Increased planting of trees across the school in the constituency	No. of trees planted in public primary and secondary schools	We increased number of trees planted to 400 during the FY 2021/2022



## 5. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Tongaren NG-CDF exists to transform lives and livelihood of the people of Tongaren. 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 Tongaren NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Tongaren 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; Tongaren NG-CDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, Tongaren 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:** Tongaren 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 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

### 2. Environmental performance

As climate issues intensify, Tongaren NG-CDF operations and people are helping to create a sustainable future, based on policy that reduces the organization climate related issues. This policy is evident in among others: The successful planting of trees in various schools in the constituency

### **3. Employee welfare**

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

Tongaren 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 interests

### **5. Community Engagements-**

Tongaren 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.

*Tongaren Constituency  
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**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.

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



.....  
Joyce Wanjala  
Fund Account Manager.

## 6. Statement Of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF- Tongaren Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 202X. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Tongaren Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the constituency's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Tongaren 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.

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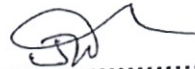
The Accounting Officer in charge of the NGCDF Tongaren Constituency confirms that the constituency has complied fully with applicable Government Regulations and the terms of external financing covenants, and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the constituency's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The NGCDF- Tongaren Constituency financial statements were approved and signed by the Accounting Officer on 22<sup>nd</sup> March, 2024.



Name: Joseph Waliaula  
Chairman – NGCDF Committee



Name: Joyce Wanjala  
Fund Account Manager

# REPUBLIC OF KENYA

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

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

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### PREAMBLE

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

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations and that its internal controls, risk management and governance systems are properly designed and were working effectively in the 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 – Tongaren Constituency set out on pages 1 to 32,

which comprise of the statement of assets and liabilities as at 30 June, 2023, statement of receipts and payments, statement of cash flows and a 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 discussed in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Tongaren 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 Transfers to Other Government Units**

The statement of receipts and payments reflects transfers to other Government units amount of Kshs.10,362,300 as disclosed in Note 7 to the financial statements which relates to transfers to secondary schools. Payment vouchers and supporting schedules provided for audit indicate that the amount includes Kshs.1,600,000, Kshs.1,500,000 and Kshs.7,262,300 transferred to St. Augustine Lukluna, Nakoba and Tongaren DEB secondary schools respectively, for construction of a septic tank, completion of twin laboratories and purchase of a 52-seator bus respectively. However, for the septic tank and laboratories, completion certificates and handing over certificates were not provided to confirm successful completion of the projects while for the bus, a copy of its log book was not provided for audit .

In the circumstances, the accuracy and completeness of transfers to other Government units amounting to Kshs.10,362,300 could not be confirmed.

#### **2. Unconfirmed Disbursement of Bursaries**

The statement of receipts and payments reflects an amount of Kshs.55,229,113 in respect to other grants and other transfers which, as detailed in Note 8 to the financial statements, includes Kshs.35,026,000, Kshs.15,643,113 and Kshs.260,000 being bursary disbursements to secondary schools, tertiary institutions, and special schools respectively, amounting to Kshs.50,929,113. However, copies of receipts and acknowledgement letters from the beneficiary institutions were not provided for audit .

In the circumstances, the accuracy and completeness of other grants and transfers amounting to Kshs.50,929,113 could not be confirmed.

#### **3. Inaccuracy of the Project Management Committee Account Balances**

Note 18.4 to the financial statements reflects a balance of Kshs.20,127,435 in respect of Project Management Committee (PMC) account balances which, as disclosed in

Annex 5, comprise of bank balances held by Project Management Committees in fifteen (15) bank accounts. However, certificates of bank balances, bank statements, bank reconciliation statements and cash books were not provided for audit review.

In the circumstances, the accuracy and completeness of the PMC account balances of Kshs.20,127,435 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 - Tongaren Constituency Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.173,768,818 and Kshs.99,808,644 respectively, resulting to an under-funding of Kshs.73,960,174 or 43% of the budget. Similarly, the Fund spent Kshs.78,370,005 against actual receipts of Kshs.99,808,644 resulting to an under-utilization of Kshs.21,438,639 or 21% of the actual receipts.

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

My opinion is not modified in respect of this matter.

#### **Key Audit Matters**

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

### **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 discussed in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources sections 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**

During the year under review, the Fund had planned to implement twenty-four (24) projects with an allocated amount of Kshs.61,700,000. However, out of this number, seven (7) or 29% of the projects valued at Kshs.17,900,000 had been completed, thirteen (13) or 54% of the projects valued at Kshs.32,100,000 were on-going while four (4) or 17% of the projects valued at Kshs.11,700,000 had not been started.

In the circumstances, the delay in completion of the projects may affect the benefits to the public.

### **2. Failure to Insure Fixed and Movable Assets**

Annex 4 on summary of fixed assets register reflects a balance of Kshs.17,754,680 being the value of assets owned by the Fund as at 30 June, 2023. However, the assets were not insured against any risk. This is contrary to Section 36(3) of the National Government Constituencies Development Fund Act, 2015 (Amended 2022) which requires that all fixed and movable assets of the Board shall be insured in the name of the Board.

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 overall 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 control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

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

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

### **Auditor-General's Responsibilities for the Audit**

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness

of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a time period by employees in the normal course of performing their assigned functions.

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

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

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

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

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

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

20 May, 2024

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

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

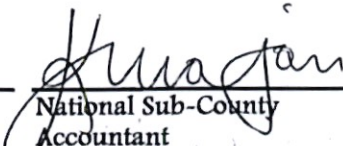
	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF Board	1	87,000,000	173,177,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	1,323,306	-
<b>TOTAL RECEIPTS</b>		<b>88,323,306</b>	<b>173,177,758</b>
<b>PAYMENTS</b>			
Compensation of employees	4	2,298,696	1,907,843
Committee expenses	5	2,143,500	-
Use of goods and services	6	8,336,396	7,528,093
Transfers to Other Government Units	7	10,362,300	103,879,188
Other grants and transfers	8	55,229,113	68,722,536
Acquisition of Assets	9	-	-
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
<b>TOTAL PAYMENTS</b>		<b>78,370,005</b>	<b>182,037,660</b>
<b>SURPLUS/DEFICIT</b>		<b>9,953,301</b>	<b>(8,859,901)</b>

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

The Constituency financial statements were approved by the NGCDFC on 22<sup>nd</sup> March, 2024 and signed by:

  
Fund Account Manager

Name: Joyce Wanjala

  
National Sub-County  
Accountant

Name: Dennis Majani  
ICPAK M/No:

  
Chairman NG-CDF Committee

Name: Joseph Waliaula

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

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

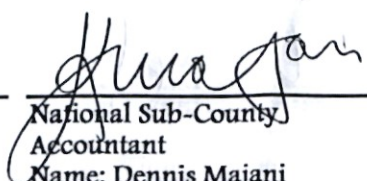
	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	12A	21,438,638	11,485,337
Cash Balances (cash at hand)	12B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>21,438,638</b>	<b>11,485,337</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	13	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>21,438,638</b>	<b>11,485,337</b>
<b>FINANCIAL LIABILITIES</b>			
<b>Accounts Payable (Deposits)</b>			
Retention		-	-
Gratuity	14B	-	-
<b>NET FINANCIAL SSETS</b>		<b>21,438,638</b>	<b>11,485,337</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	15	11,485,337	20,345,239
Prior year adjustments	16	-	-
Surplus/Deficit for the year		9,953,301	(8,859,901)
<b>NET FINANCIAL POSITION</b>		<b>21,438,638</b>	<b>11,485,337</b>

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 22<sup>nd</sup> March, 2024 and signed by:

  
Fund Account Manager

Name: Joyce Wanjala

  
National Sub-County  
Accountant

Name: Dennis Majani  
ICPAK M/No:

  
Chairman NG-CDF Committee

Name: Joseph Waliaula



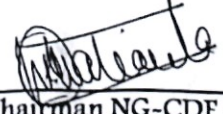
**Tongaren Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
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**10. Statement Of Cash Flows for The Year Ended 30th June 2023**

	Notes	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Transfers from NGCDF Board	1	87,000,000	173,177,758
Other Receipts	3	1,323,306	-
		<b>88,323,306</b>	<b>173,177,758</b>
<b>Payments for operating activities</b>			
Compensation of Employees	4	2,298,696	1,907,843
Committee expenses	5	2,143,500	-
Use of goods and services	6	8,336,396	7,528,093
Transfers to Other Government Units	7	10,362,300	103,879,188
Other grants and transfers	8	55,229,113	68,722,536
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
		<b>78,370,005</b>	<b>182,037,660</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
<b>Net Adjustments</b>		<b>-</b>	<b>-</b>
<b>Net cash flow from operating activities</b>		<b>9,953,301</b>	<b>(8,859,901)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>			
		<b>9,953,301</b>	<b>(8,859,901)</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	15	<b>11,485,337</b>	<b>20,345,239</b>
<b>Cash and cash equivalent at END of the year</b>		<b>21,438,638</b>	<b>11,485,337</b>

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 22<sup>nd</sup> March, 2024 and signed by:

		
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: Joyce Wanjala	Name: Dennis Majani ICPAK M/No:	Name: Joseph Waliaula

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

11. Summary Statement of Appropriation for The Year Ended 30<sup>th</sup> 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 %
<b>RECEIPTS</b>		<b>Opening Balance (C/Bk) and AIA</b>	<b>Previous years Outstanding Disbursements</b>				
Transfers from NG-CDF Board	151,960,174	11,485,337	9,000,000	172,445,511	98,485,337	73,960,174	57%
Proceeds from Sale of Assets				-	-	-	0%
Other Receipts		1,323,306		1,323,306	1,323,306	-	100%
<b>TOTAL RECEIPTS</b>	<b>151,960,174</b>	<b>12,808,644</b>	<b>9,000,000</b>	<b>173,768,818</b>	<b>99,808,644</b>	<b>73,960,174</b>	<b>57%</b>
<b>PAYMENTS</b>							
Compensation of Employees	2,888,878	254,095		3,142,973	2,298,696	844,277	73%
Committee expenses	2,397,000			2,397,000	2,143,500	253,500	89%
Use of goods and services	8,390,538	424,465		8,815,003	8,336,396	478,607	95%
Transfers to Other Government Units	54,700,000	8,710,722		63,410,722	10,362,300	53,048,422	16%
Other grants and transfers	64,322,250	1,786,055		66,108,305	55,229,113	10,879,192	84%
Acquisition of Assets				-	-	-	0%
Oversight Committee Expenses	500,000			500,000	-	500,000	0%
Other Payments	3,500,000	310,000		3,810,000	-	3,810,000	0%
Funds pending approval	15,261,508		9,000,000	24,261,508		24,261,508	0%
Unallocated Funds (PMCs)		1,323,306		1,323,306		1,323,306	0%
<b>TOTAL</b>	<b>151,960,174</b>	<b>12,808,643</b>	<b>9,000,000</b>	<b>173,768,817</b>	<b>78,370,005</b>	<b>95,398,812</b>	<b>45%</b>



*Tongaren Constituency  
National Government Constituencies Development Fund (NGCDF)  
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*Explanatory Notes.*


- (a) *We were able to receive bankings from PMC savings amounting to Kshs. 1,323,306 which also contributed to the change of funds balance.*
- (b) *The expenditure for the respective votes was below 90% apart from goods and services due to the funds still disbursed by the board as at 30<sup>th</sup> June, 2023.*

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	95,398,812
Less undisbursed funds receivable from the Board as at 30th June 2023	73,960,174
	21,438,638
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2022/2023	21,438,638

The Constituency financial statements were approved by NG CDFC on 22<sup>nd</sup> March, 2024 and signed by:

  
\_\_\_\_\_  
Fund Account Manager

Name: Joyce Wanjala

  
\_\_\_\_\_  
National Sub-County  
Accountant  
Name: Dennis Majani  
ICPAK M/No:

  
\_\_\_\_\_  
Chairman NG-CDF Committee

Name: Joseph Waliaula

*Tongaren Constituency  
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12. Budget Execution By Sectors And Projects For The Year Ended 30<sup>th</sup> June 2023

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	45,107		
	Kshs		Kshs	Kshs	Kshs	Kshs	
<b>1.0 Administration and Recurrent</b>							
1.1 Compensation of employees	2,888,878	254,095		3,142,973	2,298,696	844,277	73%
1.2 Committee allowances	1,461,000			1,461,000	1,207,500	253,500	83%
1.3 Use of goods and services	4,767,733			4,767,733	4,390,549	377,184	92%
<b>Total</b>	<b>9,117,611</b>	<b>254,095</b>	<b>-</b>	<b>9,371,706</b>	<b>7,896,745</b>	<b>1,474,961</b>	<b>84%</b>
<b>2.0 Monitoring and evaluation</b>							
2.1 Capacity building	1,400,000			1,400,000	1,400,000	-	100%
2.2 Committee allowances	936,000			936,000	936,000	-	100%
2.3 Use of goods and services	2,222,805	424,465		2,647,270	2,545,847	101,423	96%
<b>Total</b>	<b>4,558,805</b>	<b>424,465</b>	<b>-</b>	<b>4,983,270</b>	<b>4,881,847</b>	<b>101,423</b>	<b>98%</b>
<b>3.0 Emergency</b>							
<b>3.1 Primary Schools</b>							
3.1.1 Maliki Primary School	1,700,000			1,700,000	1,700,000	-	100%
3.1.2 Dr. Eseli Primary School	1,700,000			1,700,000	1,700,000	-	100%
3.1.3 Muliro DEB Primary School	500,000			500,000	500,000	-	100%
<b>3.2 Secondary schools</b>							
3.2.1 St. Augustine's Lukhuna Secondary School	400,000			400,000	400,000	-	100%
3.3 Tertiary institutions				-	-	-	
3.4 Security projects				-	-	-	
3.5 Unutilised	3,336,190	613,401		3,949,591		3,949,591	0%
<b>Total</b>	<b>7,636,190</b>	<b>613,401</b>	<b>-</b>	<b>8,249,591</b>	<b>4,300,000</b>	<b>3,949,591</b>	<b>52%</b>
<b>4.0 Bursary and Social Security</b>							
4.1 Secondary Schools	35,000,000			35,000,000	35,026,000	(26,000)	100%
4.2 Tertiary Institutions	17,186,060	1,063,154		18,249,214	15,643,113	2,606,101	86%

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

4.3 Social Security	-	-	-	-	-	-	-	-	-
4.4 Special Needs	1,000,000	-	1,000,000	-	260,000	740,000	-	26%	
Total	53,186,060	1,063,154	54,249,214	-	50,929,113	3,320,101	-	94%	
5.0 Sports	-	-	-	-	-	-	-	-	
5.1 Constituency sports	2,100,000	40,000	2,140,000	-	-	2,140,000	-	0%	
Total	2,100,000	40,000	2,140,000	-	-	2,140,000	-	0%	
6.0 Environment	-	-	-	-	-	-	-	-	
Tongaren police post	900,000	69,500	969,500	-	-	969,500	-	0%	
Total	900,000	69,500	969,500	-	-	969,500	-	0%	
7.0 Primary Schools Projects	-	-	-	-	-	-	-	-	
Siumbwa Primary School	-	(1,500,000)	(1,500,000)	-	-	(1,500,000)	-	0%	
Namboko Primary School	-	(1,500,000)	(1,500,000)	-	-	(1,500,000)	-	0%	
Birunda PAC PRIMARY SCHOOL	-	(1,500,000)	(1,500,000)	-	-	(1,500,000)	-	0%	
Lukhuna Boarding Primary	-	(1,500,000)	(1,500,000)	-	-	(1,500,000)	-	0%	
Makhang'a primary	1,500,000	1,500,000	1,500,000	-	-	1,500,000	-	0%	
Mitua primary	3,000,000	3,000,000	3,000,000	-	-	3,000,000	-	0%	
Ndalu primary	1,500,000	1,500,000	1,500,000	-	-	1,500,000	-	0%	
Ndalu Primary School	4,000,000	4,000,000	4,000,000	-	-	4,000,000	-	0%	
Mitua Primary School	3,000,000	3,000,000	3,000,000	-	-	3,000,000	-	0%	
Lukhokwe Primary	2,500,000	2,500,000	2,500,000	-	-	2,500,000	-	0%	
Naitiri Township Primary School	5,000,000	5,000,000	5,000,000	-	-	5,000,000	-	0%	
Namakehe Primary School	2,500,000	2,500,000	2,500,000	-	-	2,500,000	-	0%	
St. Paul Narati Primary School	5,000,000	5,000,000	5,000,000	-	-	5,000,000	-	0%	
Kirimini ECD Primary School	3,600,000	3,600,000	3,600,000	-	-	3,600,000	-	0%	
Total	28,100,000	-	28,100,000	-	-	28,100,000	-	0%	
8.0 Secondary Schools Projects	-	-	-	-	-	-	-	-	
Tongaren DEB secondary	7,262,300	7,262,300	7,262,300	-	-	7,262,300	-	100%	
Sirakar'u secondary	7,262,300	7,262,300	7,262,300	-	-	7,262,300	-	0%	
Nabingenge Secondary School	2,500,000	2,500,000	2,500,000	-	-	2,500,000	-	0%	
St. Marys Mwikhuipo Secondary School	2,500,000	2,500,000	2,500,000	-	-	2,500,000	-	0%	
Muliro Secondary School	2,500,000	2,500,000	2,500,000	-	-	2,500,000	-	0%	
Kewa Secondary School	2,500,000	2,500,000	2,500,000	-	-	2,500,000	-	0%	

**Tongaren Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
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Nakoba Secondary	2,500,000			2,500,000	1,500,000	1,000,000	60%
Ndalu Secondary School	2,500,000			2,500,000		2,500,000	0%
Milele Secondary School	2,500,000			2,500,000		2,500,000	0%
RGC Namawanga Secondary School	1,000,000			1,000,000		1,000,000	0%
Nyanje Secondary School	2,500,000			2,500,000		2,500,000	0%
Nabiswa Secondary School	1,000,000			1,000,000		1,000,000	0%
Kakamwe Secondary School	3,000,000			3,000,000		3,000,000	0%
St. Augustine Girls High School Lukhuna	1,600,000			1,600,000	1,600,000	-	100%
<b>Total</b>	<b>26,600,000</b>	<b>14,524,600</b>	<b>-</b>	<b>41,124,600</b>	<b>10,362,300</b>	<b>30,762,300</b>	<b>25%</b>
<b>9.0 Tertiary institutions Projects</b>				-		-	
KMTC Tongaren		(5,813,878)		(5,813,878)		(5,813,878)	0%
<b>Total</b>	<b>-</b>	<b>(5,813,878)</b>	<b>-</b>	<b>(5,813,878)</b>	<b>-</b>	<b>(5,813,878)</b>	<b>0%</b>
<b>10.0 Security Projects</b>				-		-	
Tongaren Deputy County Commissioner office	500,000			500,000		500,000	0%
<b>Total</b>	<b>500,000</b>	<b>-</b>	<b>-</b>	<b>500,000</b>	<b>-</b>	<b>500,000</b>	<b>0%</b>
<b>11.0 Acquisition of assets</b>				-		-	
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>0%</b>
<b>12.0 Oversight Committee Expenses (itemize)</b>				-		-	
Constituency Oversight Committee	500,000			500,000		500,000	0%
<b>Total</b>	<b>500,000</b>	<b>-</b>	<b>-</b>	<b>500,000</b>	<b>-</b>	<b>500,000</b>	<b>0%</b>
<b>13.0 Other payments</b>				-		-	
Strategic Plan	3,500,000			3,500,000		3,500,000	0%
Digital schools aid		310,000		310,000		310,000	0%
<b>Total</b>	<b>3,500,000</b>	<b>310,000</b>	<b>-</b>	<b>3,810,000</b>	<b>-</b>	<b>3,810,000</b>	<b>0%</b>
<b>14.0 unallocated fund</b>							
Unapproved projects	15,261,508	-	9,000,000	24,261,508		24,261,508	0%
PMC savings	-	1,323,306		1,323,306		1,323,306	0%
<b>Total</b>	<b>15,261,508</b>	<b>1,323,306</b>	<b>9,000,000</b>	<b>25,584,814</b>	<b>-</b>	<b>25,584,814</b>	<b>0%</b>
	<b>151,960,174</b>	<b>12,808,643</b>	<b>9,000,000</b>	<b>173,268,817</b>	<b>78,370,005</b>	<b>95,398,812</b>	<b>45%</b>

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

### **13. Significant Accounting Policies**

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

#### **1. Statement of Compliance and Basis of Preparation**

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

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

#### **2. Reporting Entity**

The financial statements are for the NGCDF Tongaren 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.

##### **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.

*Significant Accounting Policies continued*

**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.

**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.

*Significant Accounting Policies continued*

**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.

**6. Cash and Cash Equivalent.**

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

**7. Accounts Receivable**

For the purposes of these financial statements, imprests and advances to 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.



*Significant Accounting Policies continued*

**8. Accounts Payable**

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

**9. Pending Bills**

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

**10. Unutilized Fund**

Unutilized funds consist of bank balances in the constituency account and funds not yet disbursed by the Board to the constituency at the end of the financial year. These balances are available for use in the subsequent financial year to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(2) of 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 30<sup>th</sup> June 2022 for the period 1<sup>st</sup> July 2022 to 30<sup>th</sup> 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.

*Significant Accounting Policies continued*

**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.

**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 30<sup>th</sup> June 2023.

**14. Errors**

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

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

**15. Related Party Transactions**

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

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14. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO. B 005108		45,088,879
AIE NO. B 030184		44,000,000
AIE NO. B 030428		22,000,000
AIE NO. B 006370		12,000,000
AIE NO. B 042761		12,000,000
		5,000,000
		18,000,000
		15,088,879
AIE NO. B185276	7,000,000	
AIE NO. B206276	26,000,000	
AIE NO. B205620	12,000,000	
AIE NO. B205915	12,000,000	
AIE NO. B207696	15,000,000	
AIE NO. B207934	15,000,000	
<b>TOTAL</b>	<b>87,000,000</b>	<b>173,177,758</b>

2. Proceeds From Sale of Assets

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

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3. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received		
Rents		
Receipts from sale of tender documents		
Hire of plant/equipment/facilities		
Other Receipts Not Classified Elsewhere	1,323,306	
<b>Total</b>	<b>1,323,306</b>	

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*Notes To the Financial Statements (Continued)*

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,187,416	1,907,843
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	26,050	-
Gratuity to contractual employees	-	-
Employer Contributions Compulsory national social security schemes	85,230	-
<b>Total</b>	<b>2,298,696</b>	<b>1,907,843</b>

5. Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	1,833,500	-
Other committee expenses	310,000	-
<b>Total</b>	<b>2,143,500</b>	-

6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	20,000	268,310
Electricity		31,068
Communication, supplies and services	92,490	9,450
Domestic travel and subsistence	1,963,100	-
Printing, advertising and information supplies & services	76,800	-
Rentals of produced assets	-	-
Sitting allowance	-	1,363,925
Other committee expenses	-	2,232,000
Training expenses	456,000	300,000
Hospitality supplies and services	786,000	227,899
Computer accessories	382,800	-
Specialised materials and services	-	-
Office and general supplies and services	2,040,400	867,250
Fuel , oil & lubricants	1,238,000	1,200,000
Other operating expenses	-	-
Bank Charges	24,834	321,545
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	723,172	706,646
Routine maintenance- office furniture	532,800	-
<b>TOTAL</b>	<b>8,336,396</b>	<b>7,528,093</b>

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*Notes To The Financial Statements (Continued)*

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	-	16,000,000
Transfers To Secondary Schools (See Attached List)	10,362,300	55,862,300
Transfers To Tertiary Institutions (See Attached List)	-	32,016,888
<b>Total</b>	<b>10,362,300</b>	<b>103,879,188</b>

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary - Secondary ( see attached list)	35,026,000	17,650,916
Bursary -Tertiary ( see attached list)	15,643,113	29,085,394
Bursary- Special Schools	260,000	7,816,920
Mocks & CAT ( see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security Projects ( see attached list)	-	3,700,000
Sports Projects ( see attached list)	-	1,960,000
Environment Projects ( see attached list)	-	1,930,500
Emergency Projects ( see attached list)	4,300,000	6,578,806
Roads Projects	-	-
<b>TOTAL</b>	<b>55,229,113</b>	<b>68,722,536</b>

9. Acquisition Of Assets

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

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*Notes To the Financial Statements (Continued)*

10. Oversight Committee Expenses

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

11. Other Payments

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

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
<b>12A: Bank Accounts (Cash Book Bank Balance)</b>		
<i>Cooperative Bank ,A/C no.01141470213900 , Kimilili Branch . (main account)</i>	21,438,638	11,485,337
Kenya Commercial Bank,A/C no. Branch . (deposit account)	-	-
	-	-
<b>TOTAL</b>	21,438,638	11,485,337
<b>12B: CASH IN HAND)</b>		
	2022-2023	2021-2022
	Kshs	Kshs
	(30/6/2023)	(30/6/2022)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
<b>TOTAL</b>	-	-
<i>Cooperative Bank ,A/C no.01141470213900 , Kimilili Branch . (main account)</i>	21,438,638	11,485,337
Kenya Commercial Bank,A/C no. Branch . (deposit account)	-	-
	-	-
<b>TOTAL</b>	21,438,638	11,485,337

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*Notes To the Financial Statements (Continued)*

13. Outstanding Imprests

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



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*Notes to the Financial Statement Continued*

14. Retention and Gratuity

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

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

15. Fund Balance B/F

	(1 <sup>st</sup> July 2022)	(1 <sup>st</sup> July 2021)
	Kshs	Kshs
Bank accounts	11,485,337	20,345,239
Cash in hand		
Imprest		
Total	11,485,337	20,345,239
Less		
Payables: - Retention		
Payables – Gratuity		
Fund Balance Brought Forward	11,485,337	20,345,239

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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			
Cash in hand			
Accounts Payables			
Receivables			
Others ( <i>specify</i> )			
<b>Total</b>			

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

**17. Changes In Accounts Receivable – Outstanding Imprests**

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> 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**

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 <sup>st</sup> 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)**

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

**19.2: Pending Staff Payables (See Annex 2)**

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

**19.3: Unutilized Fund (See Annex 3)**

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	844,277	254,095
Use of goods and services	732,107	424,465
Amounts due to other Government entities (see attached list)	53,048,422	8,710,722
Amounts due to other grants and other transfers (see attached list)	10,879,192	1,786,055
Acquisition of assets	-	-
Oversight Committee Expenses	500,000	-
Others ( <i>specify</i> )	3,810,000	310,000
Funds pending approval	24,261,508	9,000,000
Savings from PMCs	1,323,306	
<b>Total</b>	<b>95,398,812</b>	<b>20,485,337</b>

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18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	20,127,435	5,306,823
Total	20,127,435	5,306,823

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15. Annexes

**Annexes: 1 Analysis of Pending Accounts Payable**

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

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Annex 2 - Analysis of Pending Staff Payables

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

**Tongaren Constituency**  
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**Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees		844,277	254,095	
Committee Allowances		253,500	424,465	
Use of goods & services		478,607		
<b>Sub-Total</b>		<b>1,576,384</b>	<b>678,560</b>	
<b>Amounts due to other Government entities</b>				
<b>7.0 Primary Schools Projects</b>			8,710,722	
7.1 Siumbwa Primary School	Renovation of 4 classrooms	(1,500,000)	(1,500,000)	
7.2 Namboko Primary School	Renovation of 4 classrooms	(1,500,000)	(1,500,000)	
7.3 Birunda PAG Primary School	Renovation of 4 classrooms	(1,500,000)	(1,500,000)	
7.4 Lukhuna Boarding Primary	Renovation of 4 classrooms	(1,500,000)	(1,500,000)	
7.5 Makhanga primary School	Construction of 2 classrooms	1,500,000	1,500,000	
7.6 Mitua primary School	Construction of a dormitory	3,000,000	3,000,000	
7.7 Ndalul primary School	Construction of dinning hall	1,500,000	1,500,000	
7.8 Ndalul Primary School	Construction of dinning hall	4,000,000		
7.9 Mitua Pimary School	Construction of a dormitory	3,000,000		
7.10 Lukhokwe Primary	Construction of 2 classrooms	2,500,000		
7.11 Naitiri Township Primary School	Construction of 4 classrooms	5,000,000		
7.12 Namakhele Primary School	Construction of 2 classrooms	2,500,000		
7.13 Msangura Primary School	Construction of 2 classrooms	2,500,000		
7.14 St. Paul Narati Primary School	Construction of 4 classrooms	5,000,000		
7.15 Kiminini ECD Primary School	Construction of 3 classrooms	3,600,000		
<b>TOTAL</b>		<b>28,100,000</b>	<b>-</b>	
<b>8.0 Secondary Schools Projects</b>				
8.1 Sirakaru secondary School	Purchase of school bus	7,262,300	7,262,300	
8.2 Nabingenge Secondary School	Complete construction of twin laboratory	2,500,000		
8.3 St. Marys Mwikhupo Secondary School	Complete construction of twin laboratory	2,500,000		
8.4 Muliro Secondary School	Complete construction of twin laboratory	2,500,000		
8.5 Kewa Secondary School	Complete construction of twin laboratory	2,500,000		
8.6 Nakoba Secondary School	Complete construction of twin laboratory	1,000,000		
8.7 Ndalul Secondary School	Complete construction of dinning hall	2,500,000		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
8.8 Milele Secondary School	Complete construction of twin laboratory	2,500,000		
8.9 RGC Namawanga Secondary School	Complete construction of twin laboratory	1,000,000		
8.10 Nyange Secondary School	Complete construction of twin laboratory	2,500,000		
8.11 Nabiswa Secondary School	Complete construction of twin laboratory	1,000,000		
8.12 Kakamwe Secondary School	Renovation of dinning hall	3,000,000		
8.13 Tongaren DEB Secondary School	Purchase of school bus	-	7,262,300	
<b>TOTAL</b>		<b>30,762,300</b>	<b>14,524,600</b>	
<b>9.0 Tertiary institutions Projects</b>				
9.1 KMTC Tongaren	Construction of a two storey laboratory and Library	(5,813,878)	(5,813,878)	
<b>TOTAL</b>		<b>(5,813,878)</b>	<b>(5,813,878)</b>	
<b>Sub-Total</b>		<b>53,048,422</b>	<b>8,710,722</b>	
<b>Amounts due to other grants and other transfers</b>				
<b>3.0 Emergency Projects</b>				
3.5 Unutilised Emergency Fund	Respond to unforeseen situations	3,949,591	613,401	
<b>4.0 Bursary and Social Security</b>				
4.1 Secondary Schools	Pay fees for needy students	(26,000)		
4.2 Tertiary Institutions	Pay fees for needy students	2,606,101	1,063,154	
4.4 Special Needs	Pay fees for needy students	740,000		
<b>5.0 Sports</b>				
5.1 Constituency sports	Hold a sports tournament	2,140,000	40,000	
<b>6.0 Environment</b>				
6.1 Tongaren police post	Construction of a 5 door pit latrine	969,500	69,500	
<b>10.0 Security Projects</b>				
10.1 Tongaren Deputy County Commissioner office	Purchase of office equipment	500,000		
<b>Sub-Total</b>		<b>10,879,192</b>	<b>1,786,055</b>	
<b>Acquisition of assets</b>				
<b>Oversight Committee Expenses(itemize)</b>				
Constituency Oversight Committee	Office use for the committee	500,000		
<b>Sub-Total</b>		<b>500,000</b>		
<b>Others (specify)</b>				



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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Strategic Plan	Develop strategic plan	3,500,000		
Digital schools aid	Purchase of computers	310,000	310,000	
<b>Sub-Total</b>		<b>3,810,000</b>	<b>310,000</b>	
<b>14.0 unallocated fund</b>				
Unapproved projects	Conditionally approved projects	24,261,508	9,000,000	
PMC savings	Funds recovered from closure of PMCs bank accounts	1,323,306		
<b>Sub-Total</b>		<b>25,584,814</b>	<b>9,000,000</b>	
<b>Grand Total</b>		<b>95,398,812</b>	<b>20,485,337</b>	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	
Buildings and structures	6,500,000	-	-	6,500,000
Transport equipment	10,351,490	-	-	10,351,490
Office equipment, furniture and fittings	374,690	-	-	374,690
ICT Equipment, Software and Other ICT Assets	513,500	-	-	513,500
Other Machinery and Equipment	15,000	-	-	15,000
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>17,754,680</b>	<b>-</b>	<b>-</b>	<b>17,754,680</b>

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**Annex 5 – PMC Bank Balances As At 30<sup>th</sup> June 2023**

No.	PMC	Bank	Account number	Date A/C Opened	Bank Balance 2022-2023	Bank Balance 2021-2022
1	AIC James Mwei Secondary	1111712336	KCB	22/4/2009	-	40,735
	Bishop Atundo Secondary School Mabusi					
2		1115343688	KCB	20/4/2009	-	2,194
3	Bishop Philip Anyolo Secondary School	113959967900	Co-Operative	11/5/2015	-	14,617
4	Bunambo Secondary School	1141470583400	Co-Operative	6/5/2014	-	5,629
5	Friends Kimimini Secondary School	1139599580403	Co-Operative	21/6/16	186,513	186,632
6	Friends Secondary School Musembe	1141470394800	Co-Operative	24/01/2014	-	12,772
7	Kewa Secondary School	1141687673300	Co-Operative	9/7/2016	2,516,823	16,722
8	Lungai Secondary School	1139469235600	Co-Operative	15/02/2013	171,801	211,800
9	Makhang'a S.A Primary	1139050345701	Co-Operative	5/12/2013	885	884
10	Milele Secondary School	1141694496300	Co-Operative	29/12/2021	2,512,735	12,735
11	Mitimani Secondary School	1139502061400	Co-Operative	15/2/2013	136,859	1,849,859
12	Mitua Girls Secondary School	1139085301203	Co-Operative	13/5/2014	-	4,578
13	Mitua Primary	1139502937100	Co-Operative	6/12/2013	16,103	16,102
14	Muliro Secondary School	1236799518	KCB	6/8/2018	-	149,121
15	Nabing'Eng'E Friends Secondary School	1141644173500	Co-Operative	5/1/2022	2,764,471	264,471
16	Nabiswa Secondary School	1141470585900	Co-Operative	9/5/2014	1,652,115	652,114
17	Nakoba Secondary School	1141683399300	Co-Operative	1/8/2018	467,015	48,695
18	Narawang'a Rgc Secondary School	1141745911900	Co-Operative	21/8/2021	1,125,975	678,975
19	Ndalu Primary	1139269431901	Co-Operative	7/5/2014	-	4,365
20	Nvange Pag Secondary	1139269718202	Co-Operative	6/11/2013	3,524,918	1,025,037
21	Sirakaru S.A Secondary School	1139469235500	Co-Operative	15/2/2013	6,660	6,660
22	Soyambu Chiefs Office	1141644173600	Co-Operative	8/1/2022	-	53,475
23	St Marys Mwikhupo Secondary School	1139599221202	Co-Operative	12/5/2015	2,526,432	26,551
24	St. Peters Secondary School Ndalu	1139694808600	Co-Operative	5/7/2016	2,518,134	18,133
25	Tabani Fyn Primary School	1141923868300	Co-Operative	23/11/2021	-	1,735
26	Tongaren Deb Secondary School	1141687674200	Co-Operative	11/7/2016	-	2,232
	<b>TOTAL</b>				<b>20,127,435</b>	<b>5,306,823</b>

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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)

The constituency has no pending audit issues in the year.



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Name: Joyce Wanjala  
Fund Account Manager.