

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY PADOCTAID	
DATE: 01 DEC 2022	DAY: Thursday
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THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND - AWENDO
CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2021



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY
08 SEP 2022
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Revised Template 30th June 2021



AWENDO CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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



***Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

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I. 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 2016. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Awendo 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)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Janes Awiti Majengo
2.	Sub-County Accountant	Zipporah Kebeno
3.	Chairman NGCDFC	Gilbert Adhiambo Omala
4.	Member NGCDFC	Alex Ogwari

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Awendo 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.

(e) Awendo Constituency NGCDF Headquarters

P.O. Box 450-40405
NGCDF Building
Rongo-Migori Highway
Sare Awendo

(f) Awendo Constituency NGCDF Contacts

Telephone: (254) 0710444849
E-mail: cdfawendo@ngcdf.go.ke
Website: www.go.ke

(g) Awendo Constituency NGCDF Bankers

Equity Bank
Awendo Branch
P.o Box 75104-00200
Nairobi

(h) Independent Auditors

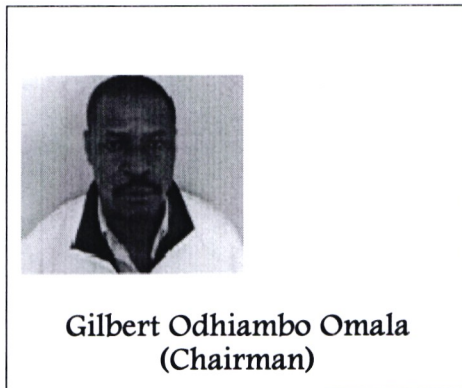
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

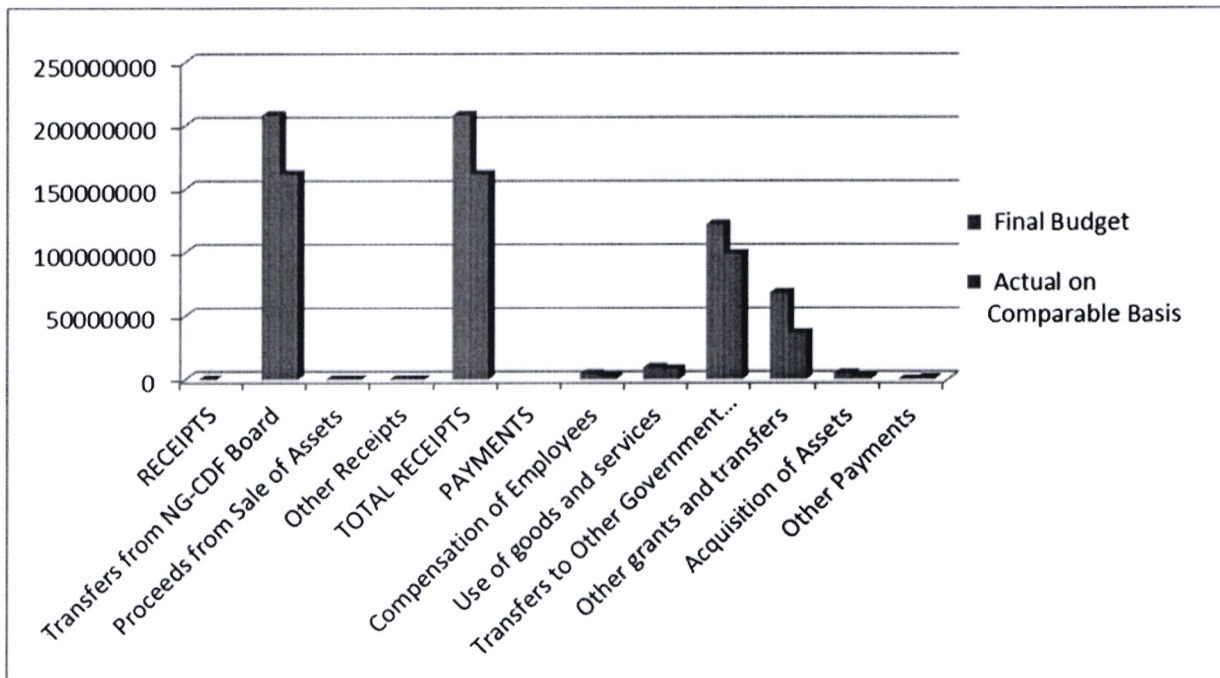
II. NG-CDFC CHAIRMAN’S REPORT

Include among others the following:



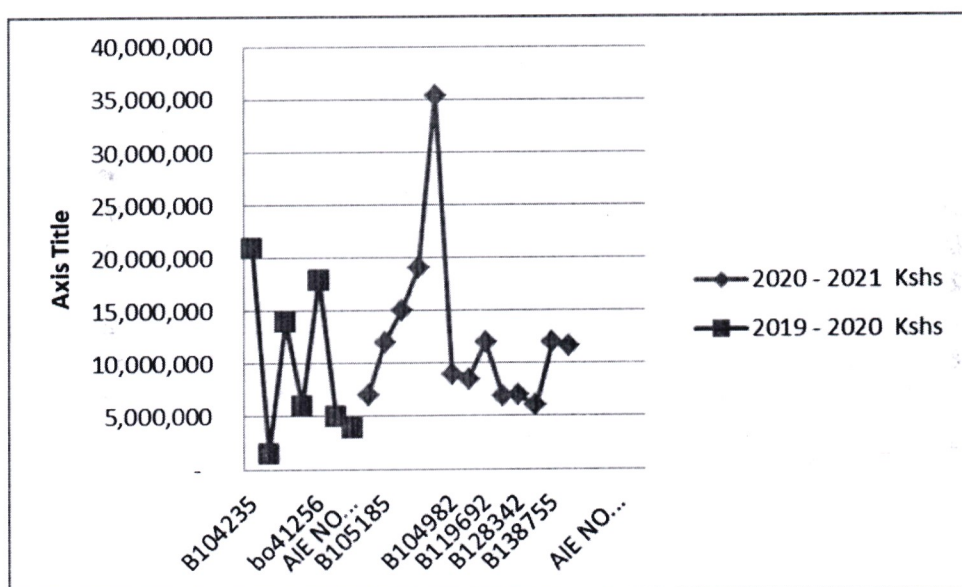
It is with pleasure to present the Awendo Constituency Development Fund financial records for the financial year 2020/2021 which ended on 30th June 2021. I hope the financial records will be able to provide an insight of our performance as a NG-CDF committee.

This financial year is our fourth year in office and we were able to perform effectively though the funds delayed and we could not excellently deliver our functions on time. The corona pandemic ravaged the entire economy. The underperformance was due to factors beyond our controls. However, the committee is committed to an improved performance for the financial year that follows even though we are expecting huge underperformance in terms of project implementation which shall be attributed by the fact that the financial year 2021/2022 shall be election year. The following graphs shows the performance of the sectors in relation to budget execution in comparative basis with the actual utilization.



The graph above indicates that

- a) The entity was able to utilize 84.4% of budget for compensation of employees. Use of goods and services was 85.9% utilized.
- b) Transfers to other government entities amounted to 33.3%. This was attributed to late disbursement of funds from the NG-CDF Board.
- c) Other grants and transfers was 68.7%.
- d) Other payments was 69.1%. This include emergency.



The above graph gives the comparative analysis of the AIEs received in the financial year 2018/2019 and 2019/2020 which shows that much of the funds were yet to be received by the end of the financial year 2019/2020 from the Board hence the percentages above shows the under utilization of the funds..

Our main areas of achievement include being able to facilitate the completion of some of the on-going project such as

- About 85% of our projects were implemented and completed before 30th June 2021 except bursary and some few project.
- Security projects were implemented and our chiefs are currently working in a conducive environment that is enabling them to deliver services to the general public effectively.
- Purchase of school bus for St Timon Rabondo mixed sec school.
- The projects that have been completed are

-Kenya National Library

-DEOs office Awendo

-Dede Divisional Headquarter and police Quoters

-Water bore holes in different schools such as st Gabriel Siruti Mixed sec school, Phares Oluoch Anindo Mixed, Ogwamrondo hill sec school

Emerging issues/ challenges in CDF Awendo in regards to the implementing projects and procurement are.

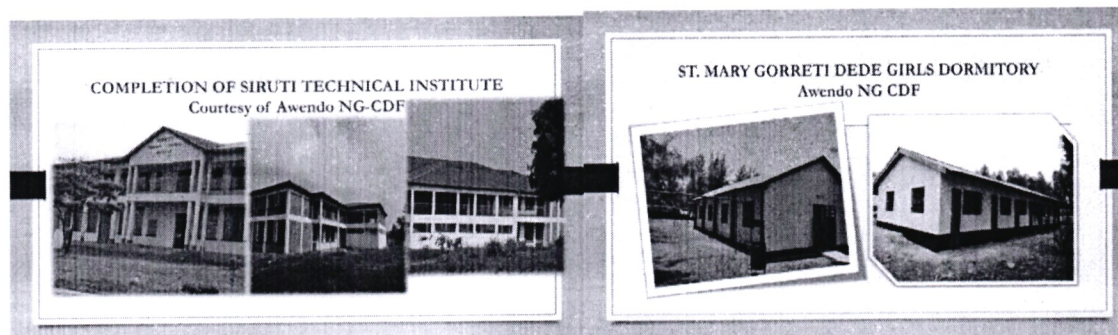
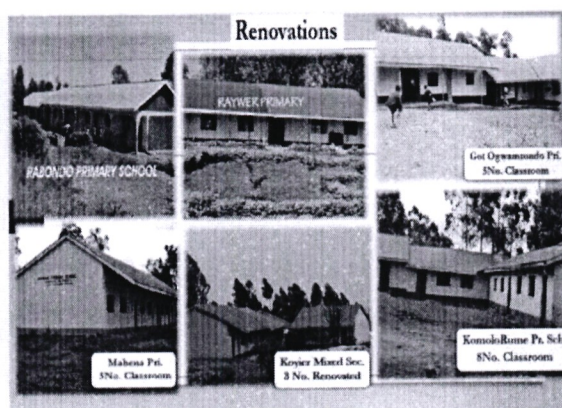
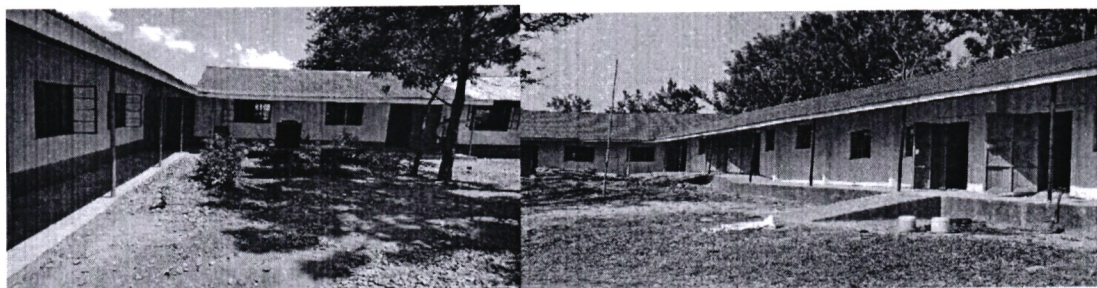
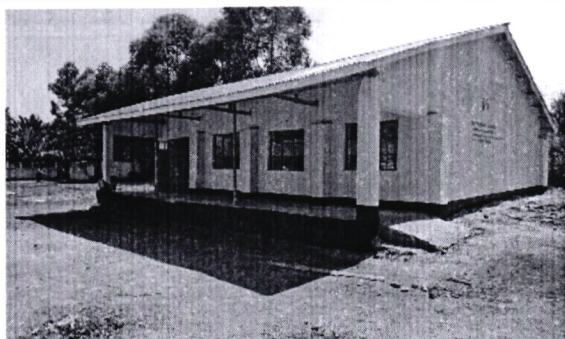
- ✓ Procurement roles of PMCs and the oversight role of both locals and various government departments.
- ✓ Poor coordination between the various arms of government.
- ✓ In the financial year 2019/2020 the entity also experienced Covid 19 pandemic which affected the operations of the entity. The entity could not disburse the bursary cheques to needy students as all students were sent home to avoid infections. The entity had written cheques to respective schools where the students were learning. As a result, the entity could not request for more funds on time leading to underutilized fund held by the NGCDF Board.
- ✓ Our main stakeholder is the National treasury where the sub county accountant is the main signatory. There is lack of staff at the sub county treasury office hence posing a greatest challenge when it comes to day to day urgent operations of the NGCDF Committee requirements.

The plans have been drawn to mitigate the challenges that are emerging.

- 1) Committee meetings have been planned in our annual work plan to improve on timely budget and allocation of funds to allow more time for implementation of projects.
- 2) Most Government department which were lacking offices within the sub county and whose services were essential to our performance have been hosted at NG-CDF premises.
- 3) In the next financial year, we shall give priority to projects so as to allow more funding to others such as bursary.

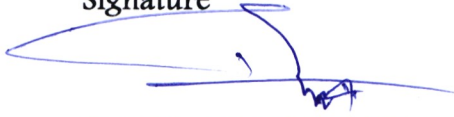


**Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**



*Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Signature

A handwritten signature in blue ink, consisting of several loops and a final flourish, positioned below the 'Signature' label.

CHAIRMAN NGCDF COMMITTEE

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

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 *Awendo Constituency 2018-2022* plan are to:

- a) To promote access to education for all.
- b) To ensure 24/7 security of life and property of Awendo residents and visitors.
- c) To secure a sustainable clean and healthy environment in all the four wards.
- d) To empower the youth and harness their sports talents.
- e) To initiate and develop programmes that enhance opportunities for empowerment at grass root level
- f) To provide public input opportunities and encourage public participation.
- g) To establish optimum implementation of rural electricity in Awendo
- h) To create a sense of belonging that promotes positive public relations.

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 beneficiaries at all levels	In FY 2020/2021 -we built 21 classrooms, 3 dormitories, 3 laboratories, 2 library, Deos office block. Renovation of 7 schools etc - Bursary was given to over 10,000 beneficiaries at all levels.
Security	To improve of security	Improved security	-Number of registered	In financial year 2020/2021 we

Awendo Constituency
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	property and individual life in the entire constituency		business. -27/4 trade -Low rate of death -increased number of security personnel -Number of built security houses	implemented the construction of 5 chiefs camp, built Admin office for police in Ranen, put up 8 pit latrines for the security agencies in different wards and we have completed Dede ACC office.
Environment	To secure environment by planting trees		Number of trees planted	Already this was archived in 2017/2018.
Sports	To empower youths and women through sport.	Improved training of youths and women.	-Number of licences to women and youths - Number of sports clubs awarded with sports equipment's. - Number of tournament held	We were not able to implement sports due to presidential directive on matters sports. However the management had bought the necessary sports items.
Disaster Management	To monitor and mitigate disaster.	Decreased in deaths.	Number of emergency project project.	There was acute shortage of fund to finance all the emergency needs in the financial year 2020/2021. Most of emergency activities were fallen pit latrines that we were able to built.

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

- a. **Education and Training:** Awendo 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 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.

Environment Policy and Action Plan Protection of the environment in which we live and operate is part of Awendo NG-CDF initiatives Care for the environment. Indeed, it is one of our key responsibilities and an important aspect in the way in which Awendo Constituency carry out its environmental operations. Our Environmental Policy in this policy statement of Awendo NG-CDF commits to:

- a) Comply with all relevant environmental legislation, regulations and approved codes of practice protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water.

- b) Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources.
- c) Managing and disposing of all wastage in a responsible manner;
- d) Providing training for our CDFC and staff so that we all work in accordance with this and within an environmentally aware culture.
- e) Regularly communicating our environmental performance to our employees and other significant stakeholders'
- f) Developing our management processes to ensure that environmental factors are considered during planning and implementation.
- g) Monitoring and continuously improving our environmental performance.
- h) Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

Our Environmental Action Awendo NG-CDF has identified four areas in which we as an office have direct or indirect environmental impact, and where we can implement initiatives to manage and reduce these impacts. These four areas together with our approach and targets for each are shown below:

- a) Impact Area Approach
- b) Capacity Building
- c) Promote environmental awareness by sensitizing the Awendo NG-CDFC, NG-CDFC staff and PMCs on good conservation practices
- d) To encourage, through regular communication to Awendo NG-CDFC, staff, and other stakeholders changes in individual behaviour to reduce usage Conservation of Energy and Resources To maximize use of available technologies to remove the need to use paper.

3. Employee welfare

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

Awendo 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-

Awendo 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.

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

V. 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-Awendo 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, 2021. 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-Awendo 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, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Awendo 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 Awendo Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

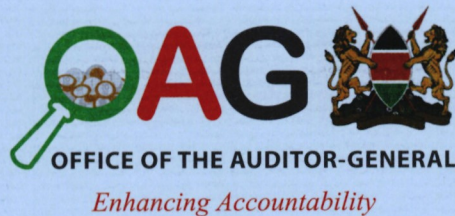
The NGCDF- Awendo Constituency financial statements were approved and signed by the Accounting Officer on 30/6 2021.

Chairman NGCDF Committee
Name:



Fund Account Manager
Name:

REPUBLIC OF KENYA



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

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - AWENDO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

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 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 - Awendo Constituency set out on pages 17 to 58,

which comprise of the statement of assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Awendo Constituency as at 30 June, 2021, 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

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The annual report and financial statements as prepared and presented for audit had the following anomalies;

- i. The statement of receipts and payments reflects compensation of employees' expenditure balance of Kshs.2,880,913 as disclosed in Note 4 to the financial statements while, the ledger reflected a total balance of Kshs.2,908,663 resulting to an unexplained and an unreconciled variance of Kshs.27,750.
- ii. The statement of receipts and payments reflects use of goods and services expenditure balance of Kshs.8,485,396 as disclosed in Note 5 to the financial statements while, the ledger reflected a total balance of Kshs.7,517,096 resulting to an unexplained and an unreconciled variance of Kshs.968,300.
- iii. The statement of receipt and payments reflects other grants and transfers expenditure balance of Kshs.36,650,541 while Note 7 to the financial statements reflects Kshs.34,896,041 leading to an unexplained and an unreconciled variance of Kshs.1,754,500.
- iv. As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects other grants and transfers figure of Kshs.34,896,041 which includes Kshs.20,363,407 in respect to security and emergency projects. However, the supporting schedules provided for audit reflects Kshs.23,918,907 leading to an unreconciled difference of Kshs.3,555,500.
- v. The statement of assets and liabilities reflects a nil balance on gratuity as at 30 June, 2021 while Note 12B to the financial statements reflects Kshs.401,255 resulting to an unexplained and an unreconciled variance of Kshs.401,255.

In the circumstances, the accuracy and completeness of the financial statements 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 - Awendo 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.

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

Budgetary Control and Performance

The summary statement of appropriation for the year under review reflects total budgeted receipts of Kshs.209,472,253 and actual receipts on comparable basis of Kshs.162,983,434 resulting to overall receipts shortfall of Kshs.46,488,819 or 22% of the budget. Similarly, the statement reflects final expenditure budget and actual expenditure on comparable basis of Kshs.209,472,253 and Kshs.150,247,236 respectively resulting to an under expenditure amounting to Kshs.59,225,017 or 28% of the budget.

The receipts shortfall and under expenditure affected the planned activities and impacted negatively on service delivery to the public.

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 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. Transfers to Other Government Entities

1.1 Implementation of Projects on Land Without Ownership Documents

The statement of receipts and payments reflects transfers to other Government entities amount of Kshs.98,891,129 which includes transfers to tertiary institutions of

Kshs.31,185,968 as disclosed in Note 6 to the financial statements. Review of expenditure documents established that an amount of Kshs.9,931,966 was utilized towards the construction of Awendo Kenya National Library and fencing of Awendo Kenya Medical Training Institute. However, ownership documents for the parcels of land on which the projects were erected were not provided.

Further, physical verification in April, 2022 revealed that a private developer had encroached on the library land. This is contrary to the provisions of Constituencies Development Fund (CDF) Board circular reference CDF Board Circulars/VOL.1/(108) dated 24 August, 2010 .

In the circumstances, Management is in breach of the Constituency Development Fund (CDF) Board Circular.

1.2 Delayed Completion of Administration Block at Siruti Secondary School

The statement of receipts and payments reflects transfers to other Government entities amount of Kshs.98,891,129 which includes transfers to secondary schools of Kshs.38,599,609 as disclosed in Note 6 to the financial statements. Review of expenditure documents revealed that an amount of Kshs.1,000,000 was incurred towards completion of an administration block at Siruti Secondary School. However, physical verification in April, 2022 revealed that the electrical works, tiling and ceiling board work had not been done and the contractor was not on site.

In the circumstances, the value for money for the funds spent on the project could not be confirmed.

1.3 Incomplete Renovation of Classrooms at Mariwa Primary School

The statement of receipts and payments reflects transfers to other Government entities expenditure balance of Kshs.98,891,129 which includes transfers to primary schools of Kshs.29,105,552 as disclosed in Note 6 to the financial statements. Review of expenditure records established that an amount of Kshs.1,000,000 was incurred towards renovation of five (5) classrooms at Mariwa primary school. However, physical verification of the project in April, 2022 revealed that walling, roofing and painting of two (2) classrooms were completed and put into use while the works on the three (3) classrooms had not been completed.

In the circumstances, the value for money spent on the project could not be confirmed.

2. Non-Operational Innovation Hub at the Kenya National Library - Awendo

The statement of receipts and payments reflects other payments expenditure balance of Kshs.1,169,257 as disclosed in Note 9 to the financial statements. Review of documents established that the expenditure was in respect of supply and installation of innovation hub at the Awendo Kenya National Library through a local contractor. However, physical verification in April, 2022 revealed that installation of the Information Communication Technology (ICT) equipment is complete but was not fully operational due to lack of internet connectivity.

In the circumstances, the value for money for the Kshs.1,169,256 expenditure incurred on the project may not be realized by the public.

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

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- 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 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 the 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


23 September, 2022

*Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

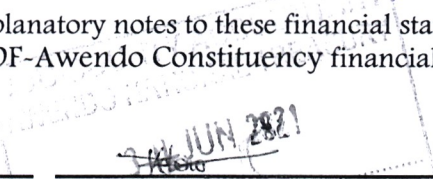
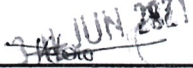
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	69,500,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		161,367,724	69,500,000
PAYMENTS			
Compensation of employees	4	2,880,913	3,354,273
Use of goods and services	5	8,485,396	7,765,098
Transfers to Other Government Units	6	98,891,129	24,765,800
Other grants and transfers	7	36,650,541	45,838,735
Acquisition of Assets	8	2,170,000	-
Other Payments	9	1,169,257	-
TOTAL PAYMENTS		150,247,236	81,723,906
SURPLUS/DEFICIT		11,120,488	(12,223,906)


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Awendo Constituency financial statements were approved on 30/6/2021 and signed by:



Fund Account Manager
Name:

National Sub-County
Accountant
Name: Zipporah Kebeno
ICPAK M/No: 25369




Chairman NG-CDF Committee
Name:

**Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

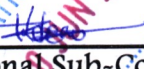
VIII. STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	12,736,198	1,615,710
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		12,736,198	1,615,710
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		12,736,198	1,615,710
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B		
NET FINANCIAL ASSETS		12,736,198	1,615,710
REPRESENTED BY			
Fund balance b/fwd 1st July...		1,615,710	13,839,616
Prior year adjustments	14	-	
Surplus/Deficit for the year		11,120,488	(12,223,906)
NET FINANCIAL POSITION		12,736,198	1,615,710

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Awendo Constituency financial statements were approved on 30/6/2021 and signed by:



Fund Account Manager
Name:



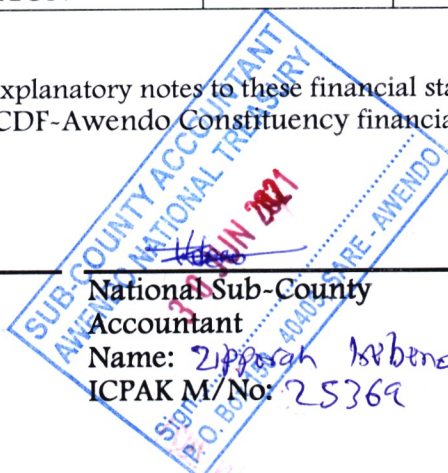
National Sub-County
Accountant

Name: Zipporah Njirero
ICPAK M/No: 25369



Chairman NG-CDF Committee

Name:





**Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
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STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2021

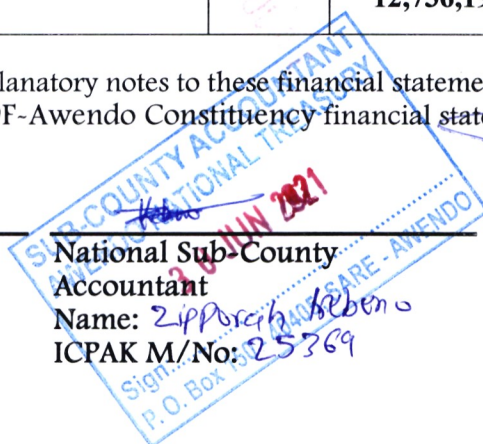
	Note	2020/2021	2019/2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	69,500,000
Other Receipts	3	-	-
		161,367,724	69,500,000
Payments for operating activities			
Compensation of Employees	4	2,880,913	3,354,273
Use of goods and services	5	8,485,396	7,765,098
Transfers to Other Government Units	6	98,891,129	24,765,800
Other grants and transfers	7	36,650,541	45,838,735
Other Payments	9	1,169,257	-
		148,077,236	81,723,906
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		13,290,488	(12,223,906)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(2,170,000)	-
Net cash flows from Investing Activities		(2,170,000)	-
NET INCREASE IN CASH AND CASH EQUIVALENT		11,120,488	(12,223,906)
Cash and cash equivalent at BEGINNING of the year	10	1,615,710	13,839,616
Cash and cash equivalent at END of the year		12,736,198	1,615,710

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Awendo Constituency financial statements were approved on 30/6/2021 and signed by:


Fund Account Manager
Name:


National Sub-County
Accountant
Name: Zipporah Kibeno
ICPAK M/No: 25369


Chairman NG-CDF Committee
Name:



*Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
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IX. SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30TH JUNE 2021

Receipt/Expense Item	Original Budget	Opening Balance (C/Blk) and AIA	Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
			Previous years Outstanding Disbursements					
	a		b		c=a+b	d	e=c-d	f=d/c %
RECEIPTS								
Transfers from NG-CDF Board	137,088,819	1,615,710	70,767,724		209,472,253	162,983,434	46,488,819	77.8%
Proceeds from Sale of Assets					0	-	-	0.0%
Other Receipts					0	-	-	0.0%
TOTAL RECEIPTS	137,088,819	1,615,710	70,767,724		209,472,253	162,983,434	46,488,819	77.8%
PAYMENTS								
Compensation of Employees	3,990,000		39,142		4,029,142	2,880,913	1,148,229	71.5%
Use of goods and services	8,347,997	1,615,710	1,033,324		10,997,031	8,485,396	2,511,635	77.2%
Transfers to Other Government Units	72,473,880		49,691,521		122,165,401	98,891,129	23,274,273	80.9%
Other grants and transfers	51,606,942		17,334,480		68,941,422	36,650,541	32,290,881	53.2%
Acquisition of Assets	670,000		1,500,000		2,170,000	2,170,000	-	100.0%
Other Payments	0		1,169,257		1,169,257	1,169,257	0	100.0%
TOTAL	137,088,819.31	1,615,710	70,767,724		209,472,253	150,247,236	59,225,017	71.7%

**Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Below is a commentary on the significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

1. The analysis of staff salary in Awendo Constituency in terms of the total budget approved plus the pending unutilized funds as at 30th June 2020 and the actual staff payment during the financial year 2020/2021, there was absorption rate of 71.5%. We could not realised 100% because of factors such as delays in the disbursement of fund from the board.
2. Use of goods and services was 77.9%
3. Disbursements to government were 80.9% this was as a result of late disbursement and also due to covid pandemic that affect the entire economy.
4. Other Grants and transfer was 53.2% which is way below the expected range. The Awendo constituency while prioritizing on the received fund to be allocated in the year under review, did not give this sector much priority instead allocated the funds to the sector which was seriously affected by the Corona virus such as Education.

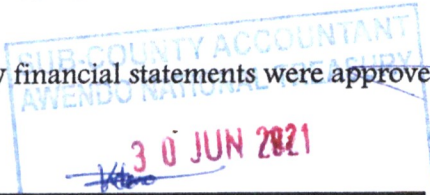
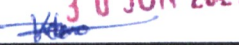
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities		
Description	Amount (ksh)	Amount (ksh)
Budget utilization difference totals	59,225,017	59,225,017
Less undisbursed funds receivable from the Board as at 30th June 2021	46,488,839	0
	12,736,178	0
Add Accounts payable	0	0
Less Accounts Receivable	0	0
Add/Less Prior Year Adjustments	0	0
Cash and Cash Equivalents at the end of the FY 202021	12,736,178	59,225,017

Reconciliation of Statement of Budget Appropriation to Statement of Assets and Liabilities introduced

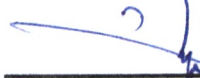
The NGCDF-Awendo Constituency financial statements were approved on 30/6/2021 and signed by:



Fund Account Manager
Name:

National Sub-County Accountant
Name: Zipporah Kebeno
ICPAK M/No: 25369



Chairman NG-CDF Committee
Name:



*Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c (= a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2020/2021	30/06/2021		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,990,000	-	39,142	4,029,142	2,880,913	1,148,229	72
1.2 Committee allowances	1,922,189	-	-	1,922,189	1,096,500	825,689	57
1.3 Use of goods and services	2,313,161	-	29,478	2,342,639	2,485,867	(143,228)	106
Total	8,225,350	-	68,620	8,293,970	6,463,280	1,830,690	78
2.0 Monitoring and evaluation							
2.1 Capacity building	2,100,000	1,500,000	474,344	4,074,344	2,177,963	1,896,381	53
2.2 Committee allowances	1,012,666	115,710	281,963	1,410,339	1,205,400	204,939	85
2.3 Use of goods and services	1,000,000	-	247,539	1,247,539	1,519,666	(272,127)	122
Total	4,112,666	1,615,710	1,003,846	6,732,223	4,903,029	1,829,194	73
3.0 Emergency							
3.1 Primary Schools	3,500,000	-	-	3,500,000	2,900,000	600,000	83
3.2 Secondary schools	2,600,000	-	2,446,662	5,046,662	4,948,243	98,420	98
3.3 Tertiary institutions	792,207	-	-	792,207	792,206	1	100
3.4 Security projects	300,000	-	469,200	769,200	450,000	319,200	59
3.5 Unutilised							
Total	7,192,207	-	2,915,862	10,108,069	9,090,449	1,017,621	90

Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

4.0 Bursary and Social Security									
4.1 Secondary Schools	24,000,000	-	368,310	24,368,310	10,301,120	14,067,190		42	
4.2 Tertiary Institutions	14,000,000	-	5,850,307	19,850,307	4,231,515	15,618,792		21	
4.3 Social Security		-							
4.4 Special Needs		-							
Total	38,000,000	-	6,218,617	44,218,617	14,532,635	29,685,982	-	33	
5.0 Sports									
5.1	2,741,777	-	-	2,741,777	1,754,500	987,277		64	
Total	2,741,777	-	-	2,741,777	1,754,500	987,277	-	64	
6.0 Environment									
6.1		-							
Total	-	-	-	-	-	-	-	-	
7.0 Primary Schools Projects									
Angaga primary school	800,000	-	800,000	800,000		800,000		-	
Angogo primary school	500,000	-		500,000		500,000		-	
Aora Jope Primary School		-	700,000	700,000	700,000			100	
Awendo primary school	900,000	-		900,000	900,000			100	
Bonde primary school	700,000	-		700,000	700,000			100	
Bondo Otuchi Primary School		-	900,000	900,000	900,000			100	
Gamba primary school	800,000	-		800,000	800,000			100	
Get Primary School		-	800,000	800,000	800,000			100	

*Awendo Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Kabuoro primary school	800,000	-	-	800,000	800,000	-	100
Kokuro Primary School	1,600,000	-	400,000	2,000,000	2,000,000	-	100
Komolorume Primary School		-	500,000	500,000	500,000	-	100
Kuoyo primary school	800,000	-	-	800,000	800,000	-	100
Kwar primary school	600,000	-	-	600,000	600,000	-	100
Kwe primary school	800,000	-	-	800,000	800,000	-	100
Lianda primary school	300,000	-	-	300,000	300,000	-	100
Lwanda Kokuro primary school		-	1,400,000	1,400,000	1,400,000	-	-
Malunga Primary School		-	1,200,000	1,200,000	1,200,000	-	100
Mariwa primary school	1,000,000	-	-	1,000,000	1,000,000	-	100
Mulo sec school	800,000	-	-	800,000	800,000	-	100
Nyambija Primary School	800,000	-	700,000	1,500,000	1,500,000	-	100
Nyangaya Primary School	200,000	-	300,000	500,000	300,000	200,000	60
Nyanginja Primary School		-	516,552	516,552	516,552	-	100
Ombasa Primary School		-	900,000	900,000	900,000	-	100
Ombo kware primary school	800,000	-	-	800,000	800,000	-	100
Otacho Primary School	800,000	-	800,000	1,600,000	1,600,000	-	100
Rabuor Kogelo Primary School		-	1,000,000	1,000,000	1,000,000	-	100
Ranjira Primary School	1,000,000	-	1,000,000	2,000,000	2,000,000	-	100
Raywer primary school	1,000,000	-	-	1,000,000	1,000,000	-	100
Ringa kodongo primary school	800,000	-	-	800,000	800,000	-	100
Saka Primary School		-	339,000	339,000	339,000	-	100

National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

		-		339,000				
Sangla Kagak Primary School	800,000	-	400,000	1,200,000	400,000	800,000	33	
Saria Primary School	800,000	-	800,000	1,600,000	800,000	800,000	50	
Siary primary school	800,000	-		800,000	800,000	-	100	
Sony primary school	1,600,000	-		1,600,000		1,600,000	-	
St. Cecilia Olare Primary School		-	950,000	950,000	950,000	-	100	
Ulanda Primary School		-	1,000,000	1,000,000	1,000,000	-	100	
Uradi primary school	500,000	-		500,000		500,000	-	
Wawaga Primary School		-	800,000	800,000	800,000	-	100	
Total	20,300,000	-	15,405,552	35,705,552	29,105,552	6,600,000	82	
8.0 Secondary Schools Projects								
Bishop Odera Agongo sec school	2,000,000	-		2,000,000	2,000,000	-	100	
Canon Apindi mixed sec school	400,000	-		400,000	400,000	-	100	
Kanyawa Mixed Sec. School	2,000,000	-	300,000	2,300,000	2,300,000	-	100	
Kanyarega Sec. School		-	2,500,000	2,500,000	2,500,000	-	100	
Kogelo mixed sec school	2,600,000	-		2,600,000	2,000,000	600,000	77	
Koyier mixed sec school	2,000,000	-		2,000,000		2,000,000	-	
Kwoyo Mixed Sec. School	2,000,000	-	900,000	2,900,000	2,800,000	100,000	97	
Mitchele Obama sec school	474,273	-		474,273		474,273	-	
Ngonga sec school	800,000	-		800,000	800,000	-	100	
Ogwambrondo Hill Sec. School		-	1,500,000	1,500,000	1,500,000	-	100	

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Ombasa sec school	2,400,000	-	-	2,400,000	2,000,000	400,000	83
Fe Hill High School	-	-	800,000	800,000	800,000	0	100
Phares Oluoch Anindo sec school	799,608	-	-	799,608	799,609	(1)	100
Raruowa Kadera SEC SCHOOL	1,600,000	-	-	1,600,000	1,000,000	600,000	63
Raywer Mixed Sec. School	-	-	800,000	800,000	800,000	-	100
Rinya Mixed Sec. School	-	-	700,000	700,000	700,000	-	100
St Gabriel Siruti sec school	3,000,000	-	700,000	3,700,000	3,700,000	-	100
St marys Angogo sec school	2,000,000	-	-	2,000,000	2,000,000	-	100
St. Joseph Bongu Mixed Sec. School	-	-	2,000,000	2,000,000	2,000,000	-	100
St. Peter's Kodeny Mixed Sec. School	1,100,000	-	700,000	1,800,000	1,800,000	-	100
St. Timmons Rabondo Sec. School	-	-	6,400,000	6,400,000	6,400,000	-	100
Tom Mboya Sec. School	-	-	2,300,000	2,300,000	2,300,000	-	100
Total	23,173,880	-	19,600,000	42,773,881	38,599,609	4,174,272	90
9.0 Tertiary institutions Projects							
Awendo DEO's Office	-	-	1,500,000	1,500,000	1,500,000	-	100
Awendo KMTC	27,000,000	-	10,000,000	37,000,000	24,500,000	12,500,000	66
Kenya National Library	2,000,000	-	3,185,969	5,185,969	5,185,968	1	100
Total	29,000,000	-	14,685,969	43,685,969	31,185,968	12,500,001	71
10.0 Security Projects							
Dede Divisional Headquarters	-	-	1,000,000	1,000,000	1,000,000	-	100
Ranen Police post	1,400,000	-	-	1,400,000	800,000	-	57
Obama AP Camp	-	-	1,400,000	1,400,000	1,400,000	-	100

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Awendo Chiefs Camp	1,172,959	-	1,400,000	2,572,959	2,572,959	-	100
South Sakwa Chiefs Camp	800,000	-	200,000	1,000,000	1,000,000	-	100
Rinya Chiefs Office	-	-	1,400,000	1,400,000	1,400,000	-	100
West Sakwa Chief Camp	-	-	1,400,000	1,400,000	1,400,000	-	100
Nyakuru Chief Camp	-	-	1,400,000	1,400,000	1,400,000	-	100
Angaga police post	300,000	-	-	300,000	300,000	-	100
Total	3,672,959	-	8,200,000	11,872,959	11,272,959	-	95
11.0 Acquisition of assets							
11.2 Construction of CDF office	670,000	-	1,500,000	2,170,000	2,170,000	-	100
Total	670,000	-	1,500,000	2,170,000	2,170,000	-	100
12.0 Other payments							
12.2 Innovation Hub	-	-	1,169,257	1,169,257	1,169,257	-	100
Total	-	-	1,169,257	1,169,257	1,169,257	-	100
13.0 unallocated fund							
Unapproved projects	-	-	-	-	-	-	-
AIA	-	-	-	-	-	-	-
PMC savings	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
Total	137,088,839	1,615,710	70,767,724	209,472,273	150,247,237	59,225,036	72

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STATEMENT OF APPROPRIATION EXTRACT (FOR COMPARISON OF APPROPRIATION STATEMENT PAYMENTS TOTALS AND BUDGET EXECUTION TOTALS)

Receipt/Expense Item	Original Budget a	Opening Balance (C/Bk) and AIA	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
PAYMENTS							
Compensation of Employees	3,990,000	-	39,142	4,029,142	2,880,913	1,148,229	1
Use of goods and services	8,348,017	1,615,710	1,033,324	10,997,051	8,485,396	2,511,655	1
Transfers to Other Government Units	72,473,880	-	49,691,521	122,165,401	98,891,129	23,274,273	1
Other grants and transfers	51,606,942	-	17,334,480	68,941,422	36,650,542	32,290,880	1
Acquisition of Assets	670,000	-	1,500,000	2,170,000	2,170,000	-	-
Other payments	-	-	1,169,257	1,169,257	1,169,257	-	0
UNALLOCATED FUND							
TOTAL	137,088,839	1,615,710	70,767,724	209,472,273	150,247,237	59,225,036	1

(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)

XI. 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-Awendo 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.

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.

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 Equivalents.

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.

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 14th June 2020 for the period 1st July 2020 to 30th June 2021 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.

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 2021.

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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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

		2020 - 2021	2019 - 2020
		Kshs	Kshs
AIE NO.	B104235		21,000,000.00
AIE NO.	B104203		1,500,000.00
AIE NO.	B104203		14,000,000.00
AIE NO.	B104203		6,000,000.00
AIE NO.	bo41256		18,000,000.00
AIE NO.	BO47677		5,000,000.00
AIE NO.	B104203		4,000,000.00
AIE NO.	B104203	7,000,000.00	
AIE NO.	B105185	12,000,000.00	
AIE NO.	B096933	15,000,000.00	
AIE NO.	B104203	19,000,000.00	
AIE NO.	B104787	35,367,724.10	
AIE NO.	B104982	9,000,000.00	
AIE NO.	B124886	8,500,000.00	
AIE NO.	B119692	12,000,000.00	
AIE NO.	B119732	6,900,000.00	
AIE NO.	B128342	7,000,000.00	
AIE NO.	BB2087	6,000,000.00	
AIE NO.	B138755	12,000,000.00	
AIE NO.	B105130	11,600,000.00	
Total		161,367,724	69,500,000

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
Total	0	0

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from sale of tender documents	0	0
Hire of plant/equipment/facilities	0	0
Unutilized funds from PMCs	0	0
Other Receipts Not Classified Elsewhere	0	0
Total	0	0

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,641,233	2,913,018
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	40,000	441,255
Employer Contributions Compulsory national social security schemes	199,680	-
Total	2,880,913	3,354,273

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Utilities, supplies and services	409,884	0
Electricity	192,000	448,499
Water & sewerage charges	-	-
Office rent	-	-
Communication, supplies and services	464,000	173,400
Domestic travel and subsistence	409,295	1,036,390
Printing, advertising and information supplies & services	442,660	400,616
Rentals of produced assets	-	-
Training expenses	2,177,963	581,680
Hospitality supplies and services	-	-
Other committee expenses	1,013,400	646,100
Committee allowance	1,096,500	2,201,192
Insurance costs	-	-
Specialised materials and services	129,500	-
Office and general supplies and services	-	1,004,462
Fuel , oil & lubricants	-	200,000
Other operating expenses	860,370	443,150
Bank service commission and charges	-	-
Other Operating Expenses	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	630,528	405,189
Routine maintenance- other assets	659,296	224,420
TOTAL	8,485,396	7,765,098

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
Transfers to Primary Schools		29,105,552	9,465,800
Transfers to Secondary Schools		38,599,609	5,300,000
Transfers to Tertiary Institutions		31,185,968	10,000,000
TOTAL		98,891,129	24,765,800

7. OTHER GRANTS AND OTHER PAYMENTS

Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
Bursary - Secondary (see attached list)		10,301,120	21,337,335
Bursary -Tertiary (see attached list)		4,231,515	10,750,000
Bursary- Special Schools		-	-
Mocks & CAT (see attached list)		-	-
Social Security programmes (NHIF)			
Security Projects (see attached list)		11,272,959	1,500,000
Sports Projects (see attached list)		-	3,132,600
Environment Projects (see attached list)		-	-
Emergency Projects (see attached list)		9,090,448	9,118,800
TOTAL		34,896,041	45,838,735

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8. ACQUISITION OF ASSETS

Non Financial Assets		2020 - 2021	2019 - 2020
		Kshs	Kshs
Purchase of Buildings		-	-
Construction of Buildings		2,170,000.00	-
Refurbishment of Buildings		-	-
Purchase of Vehicles Vehicles and Other Transport Equipment		-	-
Purchase of Bicycles & Motorcycles		-	-
Overhaul of Vehicles and Other Transport Equipment		-	-
Purchase of Household Furniture and Institutional Equipment		-	-
Purchase of office furniture and and General Equipment		-	-
Purchase of computers ,printers and other IT equipments		-	-
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		2,170,000	0

9. OTHER PAYMENTS

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Strategic Plan		-	-
ICT Hubs		1,169,257	-
		-	-
TOTAL		1,169,257	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: Bank Balances (cash book bank balance)			
Name of Bank, Account No. & currency	Account Number	2020 - 2021	2019 - 2020
Closing cash book bank balance		Kshs (30/6/2021)	Kshs (30/6/2020)
<i>NG-CDF Awendo Equity Bank, Awendo</i>	<i>A/C no.01120018205600</i>	12,736,198	1,615,710
		-	-
		-	-
TOTAL		12,736,198	1,615,710
10B: CASH IN HAND)			
		2020 - 2021	2019 - 2020
		Kshs (30/6/2021)	Kshs (30/6/2020)
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other receipts (specify)		-	-
TOTAL		-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: 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>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Total</i>				-

12A. RETENTION

	2020-2021	2019-2020
	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	-	-

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	441,255	441,255
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	40,000	-
Closing Gratuity as at 30 th June D= A+B-C	401,255	441,255

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	16,784,068	13,839,616
Cash in hand	-	-
Imprest	-	-
Total	167840678	13,839,616

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
TOTAL	-	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

	2020-2021	2019-2020
	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	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2019	2018 - 2019
	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 receivables D= A+B-C	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
	-	-

17.3: UNUTILIZED FUND (See Annex 3)

	2020- 2021	2019- 2020
	Kshs	Kshs
Compensation of employees	1,148,229	620,185
Use of goods and services	2,511,635	1,268,331
Amounts due to other Government entities (see attached list)	23,274,273	49,691,521
Amounts due to other grants and other transfers (see attached list)	32,290,881	16,729,756
Others (emergencies and (ICT))	-	4,085,119
Others Sale of Tenders	-	-
Funds pending approval	-	-
	-	-
	59,225,017	72,394,912

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	11,043,147	7,245,708
	11,043,147	7,245,708

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	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.					
11.					
12.					
Sub-Total					
Grand Total					

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	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 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees				
	Payment of staff salary gratuity	1,148,229	39,142	This contain staff gratuity
Use of goods & services				
		2,511,635	1,033,324	The fund was still at the board
Amounts due to other Government entities				
Angaga primary school	Construction of 1 classroom	800,000	-	The fund was still at the board
Angogo primary schoool	Renovation of admin block	500,000	-	The fund was still at the board
Aora Jope Primary School	Construction of 1 classroom	-	700,000	Has been funded
Bondo Otuchi Primary School	Renovation of 5 classrooms	-	900,000	Has been funded
Get Primary School	Construction of 1 classroom	-	800,000	Has been funded
Kokuro Primary School	Construction of 1 classroom	-	400,000	Has been funded
Komolorume Primary School	Renovation of 5 classrooms	-	500,000	Has been funded
Lwanda Kokuro primary school	Construction of 2 classroom	1,400,000	1,400,000	The fund was still at the board
Malunga Primary School	Renovation of 5 classrooms	-	1,200,000	Has been funded
Nyambija Primary School	Renovation of 4 classrooms	-	700,000	Has been funded
Nyangaya Primary School	Purchase of land	200,000	300,000	The fund was still at the board
Nyanginjja Primary School	Completion of 2 classrooms	-	516,552	The fund was still at the board
Ombasa Primary School	Renovation of 5 classrooms	-	-	The fund was still at the board

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Otacho Primary School	Construction of 1 classroom	-	900,000	at the board
Rabutor Kogelo Primary School	Renovation of 5 classrooms	-	800,000	The fund was still at the board
Ranjira Primary School	Renovation of 5 classrooms	-	1,000,000	The fund was still at the board
Saka Primary School	Completion of 3 classrooms	-	1,000,000	The fund was still at the board
Sangla Kagak Primary School	Completion and construction of classroom	800,000	400,000	The fund was still at the board
Saria Primary School		800,000	800,000	The fund was still at the board
Sony primary school	Construction of 2 classroom	1,600,000	-	The fund was still at the board
St. Cecilia Olare Primary School	Construction of 2 classroom	-	950,000	The fund was still at the board
Ulanda Primary School	Renovation of 5 classrooms	-	1,000,000	The fund was still at the board
Uradi primary school	Construction of pit latrine	500,000	-	
Wawaga Primary School	Construction of 2 classroom	-	800,000	The fund was still at the board
Kamyawa Mixed Sec. School	Completion of 1 classroom	-	300,000	
Kanyasrega Sec. School	Completion of Girls dormitory	-	2,500,000	
Kogelo mixed sec school	Construction of pit latrine	600,000	-	The fund was still at the board
Koyier mixed sec school	completion of 4 classrooms	2,000,000	-	The fund was still at the board
Kwoyo Mixed Sec. School	Completion of dormitory	100,000	900,000	The fund was still at the board
Mitchele Obama sec school	Intalation of water sys	474,273	-	The fund was still at the board
Ogwambrondo Hill Sec. School	Intalation of water sys	-	1,500,000	The fund was still at the board
Ombasa sec school	Completion of 2 classrooms	400,000		

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Bursary -Tertiary (see attached list)	Awarding of needy student bursary	15,618,792	5,850,307	The fund was still at the board
Bursary- Special Schools		-	-	
Mocks & CAT (see attached list)		-	-	
Social Security programs (NHIF)		-		
Security Projects (see attached list)			8,200,000	
Sports Projects (see attached list)	Holding sports tournament	987,297	-	The fund was still at the board
Environment Projects (see attached list)		-	-	
Emergency Projects (see attached list)	To cater for unforeseen natural occurrences	1,017,621	2,915,862	The fund was still at the board
Sub-Total		31,690,900	17,334,480	
Acquisition of assets		-	1,500,000	
Others (ICT)	Development of talent centre	-	1,169,257	
Sub-Total		-	2,669,257	
Funds pending approval				
Grand Total		58,625,037	70,767,724	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2020/2021	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2019/2020
Land				
Land	0			0
Buildings and structures	25,488,824			25,488,824
Transport equipment	4,343,000			4,343,000
Office equipment, furniture and fittings	3,181,914			3,181,914
ICT Equipment, Software and Other ICT Assets	1,169,257			1,169,257
Other Machinery and Equipment	0			0
Heritage and cultural assets	0			0
Intangible assets	0			0
Total	34,182,995		0	34,182,995

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 202xx

PMC	Bank	Account number	Bank Balance 2020/2021	Bank Balance 2019/2020
Wawaga primary school	Equity	1430262014095	5835	1690
Otacho Primary School	Equity	1430277374368	635114	2035
Mahena Primary School	Equity	1430261433157	4237	4237
Awendo Primary School	Equity	1430272030651	370	7005
Alara Dago Primary School	Equity	1430264135249	5045	5045
Saka Primary School	Equity	1430262237291	95	215
Rinya Mixed Secondary School	Equity	1430270947055	300	2385
Gamba Mixed Secondary School	Equity	1430265069186	0	0
Nyakuru Mixed sec school	Equity	1430272274959	693	680
Pe Hill High School	Equity	1430272541882	9299	829
Marienga Primary School	Equity	1430261458078	3435	1770
Malunga Primary School	Equity	1430277414870	11380	3435
Rabondo Primary School	Equity	1430266360486	580	1435
Bonde Primary School	Equity	1430277406363	390	580
Siruti Primary School	Equity	1430261764618	1400	1400
Rabuor Kogelo Primary School	Equity	1430264204799	1960	560
Ombo Kware Primary School	Equity	1430262801588	45868	767
Utoma Primary School	Equity	1430261430073	334	330
Bondo Otuchi Primary School	Equity	1430261471895	103	340
Sony Sugar Primary School	Equity	1430277362940	75315	390
Sony Sugar Mixed Secondary School	Equity	1430262783988	9970	9970
Gada Primary School	Equity	1430277362856	190	190
Kwar Primary School	Equity	1430261437697	23285	88715

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PMC	Bank	Account number	Bank Balance 2020/2021	Bank Balance 2019/2020
Kachangwe Primary School	Equity	1430261442751	1417	1477
Ombasa Primary School	Equity	1430261463620	95	5575
St. Cecilia Primary School	Equity	1430271934050	3880	10
Ng'ong'a Primary School	Equity	1430277432964	600	13945
Akoko Primary School	Equity	1430263264915	870	870
Obama Primary School	Equity	1430272313147	4930	4930
Kindu Primary School	Equity	1430261975024	35531	35530
Angaga Primary School	Equity	1430277461914	780	730
Kokore Primary School	Equity	1430262502131	1010	1010
Dago Primary School	Equity	1430277348441	300	300
Nyambija Primary School	Equity	1430261975019	112504	890
Nyasore Primary School	Equity	1430261449617	3720	3720
Dede Divisional Headquarter	Equity	1430264579798	3712	154465
South Sakwa Chief's Camp	Equity	1430277585940	50045	13370
Agongo primary school		1430261445519	3	1950015
Angaga mixed sec school		1430262568180	6400	6000
Agongo primary school		1430263705301	-22	670
Anindo primary school		1430261443249	3682	3630
Awendo Ap headquoter		1430262732159	0	0
Awendo bus stop/Market		1430263883270	500	500
Awendo cdf office		1430271513827	1012	1350
Awendo chiefs camp		1430277679154	1206	12317
Awendo Constituency school bus pmc		1430262453639	6787	6737
Awendo constituency school laboratory equipment pmc		1430262453611	6245	6745
Awendo DEOS office		1430277679154	1206	12727

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PMC	Bank	Account number	Bank Balance 2020/2021	Bank Balance 2019/2020
Awendo district Hospital pmc		1430262709011	910	910
Awendo KMTC		1430278924869	268948	3924913
Awendo police division		1430262732156	675	675
Awendo subcounty pmc		1430261444343	801779	1779
Bishop Odera Agongo sec		1430262544561	452701	7495
Bonde primary school		1430277406363	390	390
Bongu primary school		1430261471895	103	842
Canon Apindi mixed sec school		1430262859939	2915	20420
Gada primary school		1430261472066	500	500
Gamba sec school		1430265069186	0	0
Get primary school		1430261433320	137	2837
Got Ogwamrondo primary school		1430261443777	7290	7290
Kabuoro primary school		1430261463972	647	920
Kasdula chiefs camp		1430262201716	497	197
Kamyawa mixed sec school		1430261932211	54795	186320
Kanyasrega sec school		1430266431324	66261	7780
Kenya national library Awendo		1430276497044	0	0
Kindu dispensary pmc		1430262507266	0	120
Kodeny primary school		1430263817267	285	285
Kodhiang spring water community		1430261444343	801779	1770
Kogelo mixed sec school		1430279044377	2131392	32950
Kokore primary school		1430262502131	1010	1010
Kokuro primary school		1430261429556	51436	1510
Koyier primary school		1430261449788	0	0
Kwe mixed sec school		1430262531947	1835	1335

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PMC	Bank	Account number	Bank Balance 2020/2021	Bank Balance 2019/2020
Kwoyo chiefs camp				0
Kwoyo kodalo mixed sec school		1430277707825	6274	0
Kwoyo primary		1430279103248	118415	1320
Lianda primary school		1430261450962	6560	6740
Lwanda Kokuro primary school		1430263795312	1301	220
Manyata primary school		1430261441587	652	817
Mariwa primary school		1430270991290	131801	13140
Mitchele Obama sec		1430262677534	738560	125815
Rinya primary school		1430270947053	300	0
Nyakuru		1430261430153	693	0
Nyangaya		1430264578009	285142	265
Nyanginja		1430264527157	23063	126805
Nyarombo		1430261442851	355	355
Obama primary school		1430272313147	4930	4930
Oboke primary school		1430262543710	0	1170
Ogwamrondo mixed		1430264534791	940862	1520
Ombasa		1430278864131	420	1702
Ongora		1430264218560	2475	420
Owiro Akoko		1430266505683	2938	4525
Phares Oluoch		1430262557103	795	22510
Ranen		1430261449999	0	795
Raruowa kadera		1430261444366	801779	0
Raruowa kadera sec		1430261444343	145	145
Raruowa kadera primary		1430260809443	100060	100060
Ringa Kodongo		1430261440810	0	0
Raywer mixed		1430261440810	940	6760

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PMC	Bank	Account number	Bank Balance 2020/2021	Bank Balance 2019/2020
Sangla kagak		1430261976952	6432	6790
Saka		1430262237291	95	215
sare		1430266124464	4762	4760
Saria		1430261975270	742	2970
Siany		1430261446317	803112	3112
St Albert Ulanda		1430262810198	11140	11140
St Gabriel Siruti		1430262823810	152	190592
St Joseph Bongu		1430249199995	31285	0
St mark tom Mboya		1430262773111	105096	1755
St mary Goreti dede		1430261955504	3914	3914
St marys Angogo		1430268383548	1148016	18675
St mourice Nyarombo		1430261442851	355	355
St Nicholas Koyier		1430262520740	556	556
ST Poulina Malunga		1430262057866	897	897
St peters Kodeny		1430263817267	285	285
St timons Rabondo		1430261960317	24,125	87
Uradi		1430261463307	2,505	2,505
Yago		1430261973822	3,322	3,322
Total			11,043,147	7,245,708

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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)
	<p>ISS. 1 Stalled construction of Awendo police Division Headquarter.</p> <p>The tender for the construction of Awendo police Division Headquarter was awarded to Rosadani Enterprises of Box 446-40405, Sare through tender no: CDF/AWD/001/2015-2016 at a sum of kshs 3,948,470 being the lowest evaluated bidder. The commencement date was 10/11/2016, the contractor had been paid a total of kshs 7,100,000 as at June 2020 that was kshs 3,151,530 above the tender sum of kshs 3,948,470.</p> <p>Physical verification of the project on 19th Jan 2020 indicated that ceiling part plastering and painting had been done and the project stalled due to land dispute between the community and the government. The building was also noted to have been vandalized.</p> <p>The project was not funded during the year under review.</p> <p>Recommended action to be taken by the accounting officer.</p> <p>Account for the overpayment to the contractor and provide explanation on the status of the court case.</p>	<p>It is true that the project was started in 2015 with the knowledge that the land belongs to Kenya police. Unfortunately, one of the locals who also claims that the land was acquired by the Kenya police illegally took the Awendo police to court claiming that the land belongs to him. This matter is in court and therefore as a government entity we are not allowed to continue funding a project whose case is being determined by the court. The initial drawing whose cost is at a tender sum of kshs 3,948,470 did not have</p>	<p>Still with Auditors</p>	<p>30th June 2022</p>

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>OCPD office, OCS office, strong room and reception.</p>			
	<p>Title of Query: Construction of Awendo Kenya Medical Training College</p> <p>Description of finding</p> <p>Transfer to other government entities figure of Kshs. 24,765,800 includes Kshs. 10,000,000 in respect of transfers to tertiary institutions being allocation for construction of Awendo Kenya Medical Training College.</p> <p>The tender for construction of the college was initially awarded to M/S Treven Architects of Box 23-40405 Sare – Awendo at a tender sum of Kshs. 7,991,248.12 as per contract agreement of 17th July 2019. The tender was subsequently cancelled and awarded to Physical verification of the project on 19th January 2020 indicated that the substructure and superstructure up to second floor was complete while roofing and finishing works were outstanding.</p> <p>However, the following documents were not provided for audit;</p> <ul style="list-style-type: none"> • Tender advertisement for the 2nd contract. • Letter of termination of M/S Treven Architects contract 	<p>The management did tender advert as shown in the newspaper attached</p> <p>Letter terminating the outgoing contractors is hereby attached together with all certificate of payments.</p> <p>Valuation of work done by the public works Mr. Gangla Isaiah.</p> <p>The attached also is a copy of contract agreement for the new contractor.</p> <p>The tender committee evaluated contractors and the attached is the tender committee evaluated minutes and</p>	<p>Still with auditors</p> <p>30th June 2022</p>	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>and certificates paid up to the time of termination.</p> <ul style="list-style-type: none"> • Valuation of the work done at the time of termination. • Contact agreement for the 2nd contract. • Tender evaluation minutes for the re-awarded tender and payment certificates for the subsequent contract. <p>It was further noted that the project had initially been planned to cost Kshs. 39,870,586.20 which was raised by 40% (Kshs. 15,129,413.80) to Kshs. 55,000,000. The rise was not accompanied by measurement and building plan for additional works.</p>	<p>report.</p> <p>Find the copy of activities included in the second contractor's bill of quantity which raised the fund from 40,000,000 to 55,000,000 such as rump, stares reception, principal office, roof adjustment etc.</p>		
	<p>Audit Query Number: ISS 3</p> <p>Title of Query: Un-implemented Projects Kshs 1,169,256.80</p> <p>Description of finding: During the financial year 2017/2018, the constituency was allocated Kshs. 1,169,256.80 for establishment of innovation hub that was to involve installation of internet system and services. Despite that funds were provided, the activities had not been implemented. No explanation was provided for the delay in implementation.</p>	<p>The fund is still in the account and also reflected in the copy of the vote book attached. The management shall do a cheques of Ksh 1169256.08 to Telkom Kenya once the Kenya national library is complete. By April 2021 we shall have installed the ICT hub</p>	Still with auditors	30 th June 2022

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)																								
	Recommended action to be taken by Accounting Officer: Explain why the projects have not been implemented.	equipment's.																										
	<p>Audit Query Number: ISS. 4 Title of Query: Budget Analysis</p> <p>Description finding:</p> <p>The budget absorption by the fund was as follows;</p> <table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th>Item</th> <th>Final Budget</th> <th>Actual</th> <th>Variance</th> <th>% Utilization</th> </tr> </thead> <tbody> <tr> <td>Compensation of employees</td> <td>3,974,458</td> <td>3,354,273</td> <td>620,185</td> <td>84.4%</td> </tr> <tr> <td>Use of goods and services</td> <td>9,003,951</td> <td>7,735,620</td> <td>1,268,331</td> <td>85.9%</td> </tr> <tr> <td>Transfer to other government units</td> <td>74,457,321</td> <td>24,765,800</td> <td>49,691,521</td> <td>33.3%</td> </tr> <tr> <td>Other</td> <td>53,449,69</td> <td>36,719,93</td> <td>16,729,75</td> <td>68.7%</td> </tr> </tbody> </table>	Item	Final Budget	Actual	Variance	% Utilization	Compensation of employees	3,974,458	3,354,273	620,185	84.4%	Use of goods and services	9,003,951	7,735,620	1,268,331	85.9%	Transfer to other government units	74,457,321	24,765,800	49,691,521	33.3%	Other	53,449,69	36,719,93	16,729,75	68.7%	<p>There was low absorption rate due to late disbursement of fund from the NG-CDF Board which was done in august 2020. The late disbursement was due to covid 19. We hope that we shall be able to get fund from the NGCDFB earlier in the next subsequent financial years.</p> <p>Still with auditors</p> <p>30th june 2022</p>	
Item	Final Budget	Actual	Variance	% Utilization																								
Compensation of employees	3,974,458	3,354,273	620,185	84.4%																								
Use of goods and services	9,003,951	7,735,620	1,268,331	85.9%																								
Transfer to other government units	74,457,321	24,765,800	49,691,521	33.3%																								
Other	53,449,69	36,719,93	16,729,75	68.7%																								

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Reference No. on the external audit Report	Issue / Observations from Auditor						Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	1	5	6						
	grants and transfers								
	13,203,919	9,118,800	4,085,119			69.1%			
	Other payments (emergencies)								
	Unallocated Fund	18,000	0	18,000		0			
	Total	154,107,340	81,694,428	72,412,912	2	53%			
<p>The total budget for the fund was Kshs. 154,107,340 against actual expenditure of Kshs. 81,694,428 representing 53% absorption rate. The under absorption was more pronounced in transfers to other government units with a budget of Kshs. 74,457,321 and absorption of Kshs. 24,765,800. representing 33.3%</p> <p>Recommended action to be taken by Accounting Officer</p> <p>The management should strive to fully absorb the budget</p>									

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