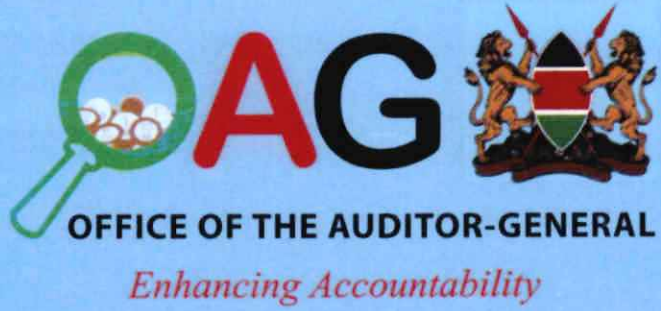


REPUBLIC OF KENYA



REPORT

PARLIAMENT
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THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 15 MAR 2024	DAY: Wednesday
TABLED BY: Hon. Dwen Bayar MP Deputy Leader of Majority	
CLERK-AT-TABLE: Esther Ngingo	

ON

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – LARI CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2024



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
LARI CONSTITUENCY
ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2024

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

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1. Acronyms and Definition of Key Terms

A. Acronyms

AIE	Authority to Incur Expenditure
ARMC	Audit and Risk Management Committee
DCC	Deputy County Commissioner
IPSAS	International Public Sector Accounting Standards.
FAM	Fund Account Manager
NG-CDFB	National Government Constituencies Development Fund Board
NG-CDF	National Government Constituencies Development Fund
NG-CDFC	National Government Constituency Development Fund Committee
NSCA	National Sub-County Accountant
PFM	Public Finance Management
PMC	Project Management Committee
PWD	Persons with Disability
FY	Financial Year

B. Definition of Key Terms

Fiduciary Management - Members of Management directly entrusted with the entity's financial resources.

Comparative Year- Means the prior period.

(This list is an indication of the common acronyms and abbreviations; Entity to insert all the relevant acronyms and key terms used in the annual report and financial statements)

2. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2023. 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 the cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the Fund's general policy and strategic direction.

Mandate

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

- a) Recognize the constituency as a platform for the 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 realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;

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- i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;
- j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;
- k) Create a harmonious relationship between citizens and the national government and its officers in local development;
- l) Provide a platform for citizens' participation in service delivery;
- m) Build local accountability and transparency in the use of resources; and
- n) 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.

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 are as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

The NGCDF Lari Constituency's 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 2024 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	AIE holder	Florence Njuguna
2.	National Sub-County Accountant	Emmah Kuria
3.	Chairman NGCDFC	James Njuru
4.	Member NGCDFC	Mary Kagwa

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Lari Constituency. The reports and recommendations of ARMC, when adopted by the NGCDF Board, are forwarded to the Constituency Committee for action. The Board forwards any matters that require policy guidance to the Cabinet Secretary and National Assembly Select Committee.

(e) NGCDF Lari Constituency Headquarters

P.O. Box 71-00221
Lari Sub-County Headquarters Kimende
Off Nairobi-Naivasha Highway
Matathia, KENYA.

(f) NGCDF Lari Constituency Contacts

Telephone: (254) 768981691
E-mail: cdfhari@cdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF Lari Constituency Bankers

Lari National Government Development Fund Equity Bank
Account 1110295360924
Kimende
P.O. Box 245
Matathia

(h) Independent Auditor

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

3. NG-CDFC Chairman’s Report

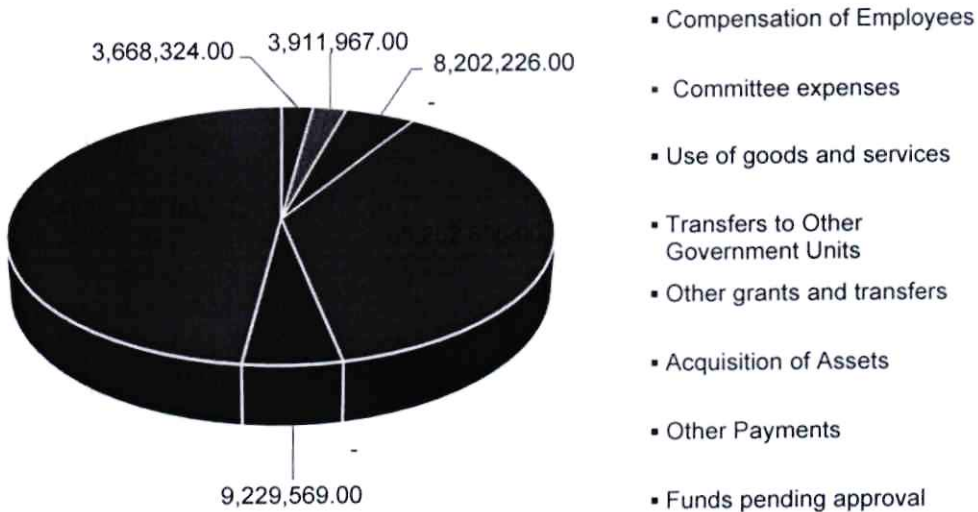


Name : James N. Njuru

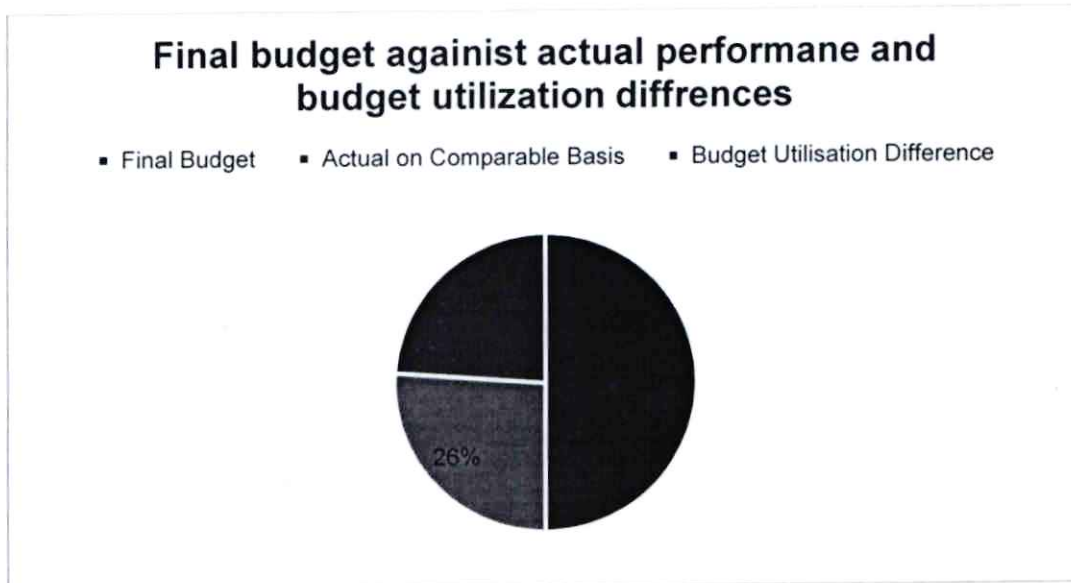
Our resilience and sustainability are reliant on the degree to which we remain true to our purpose: to make lives better. The most successful businesses in the world are those that have a clear social purpose, and we aim to play our part to create long-term sustained value. Now we can broadly fulfil the Government Bottom up economic transformation Agenda, societal financial wellness and good governance.

On behalf of Lari NGCFC, I wish to express my appreciation to the NGCDF BOARD and the Executive Team for their collective contribution to the Fund’s performance.

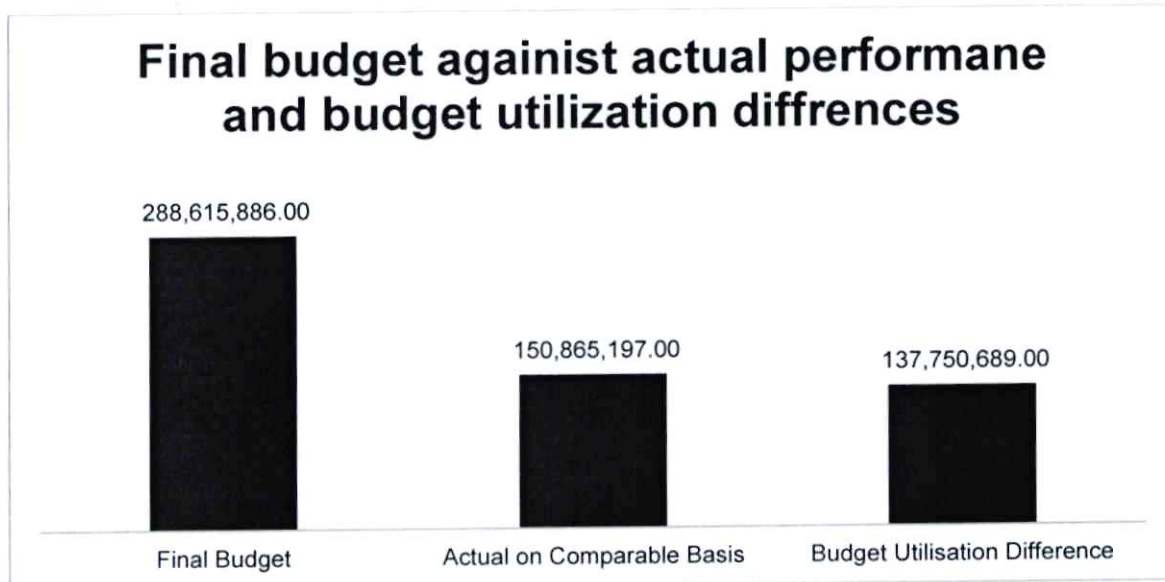
PAYMENTS



The pie chart represents payments made during the financial year 2023-2024



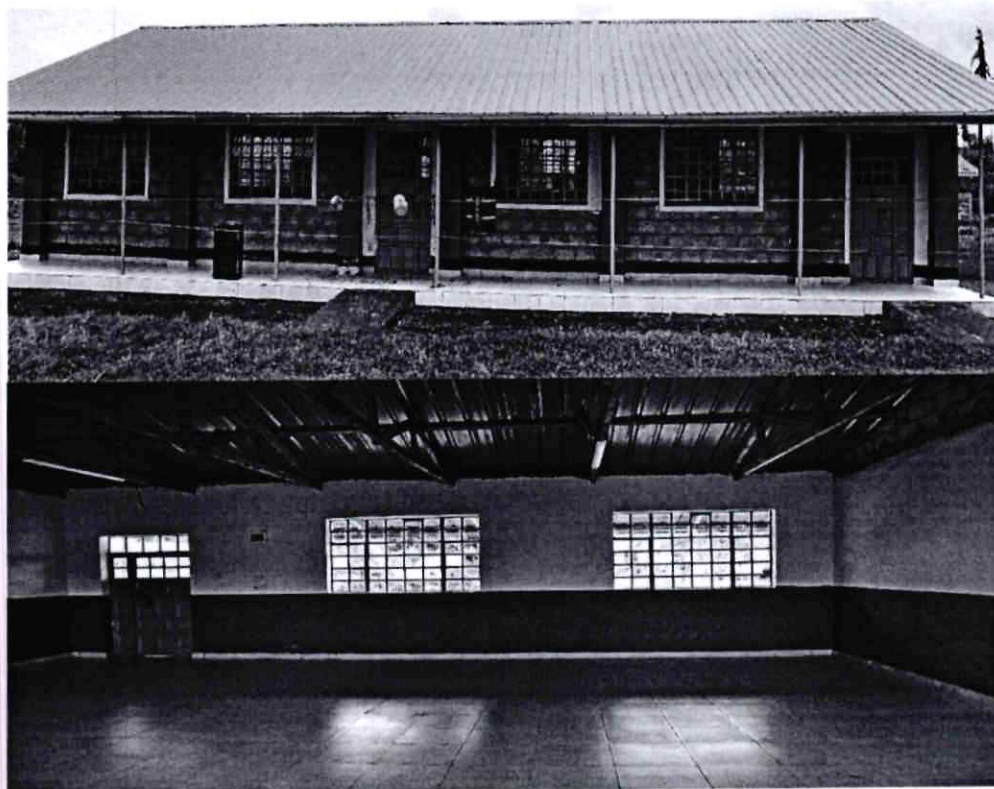
The pie chart represents budget performance against actual amount as a percentage.



- Detail key achievements for the entity (under this section, use pictorials to depict successful projects in different sectors undertaken during the year).

Project Name : Kirasha primary School

Description of the project : construction of 2 no. classrooms

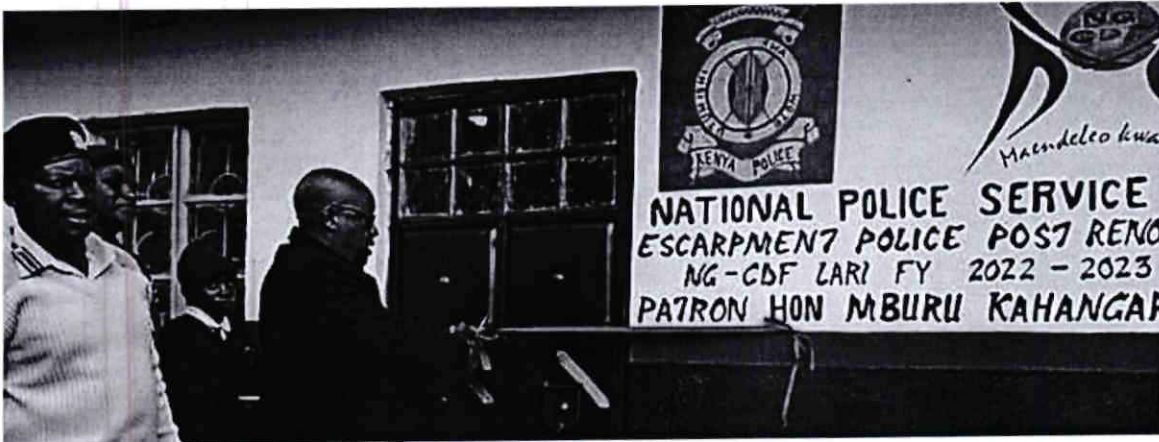


Project Name : Juvenalis Secondary school
Description of the project : Construction of 100 capacity dormitory

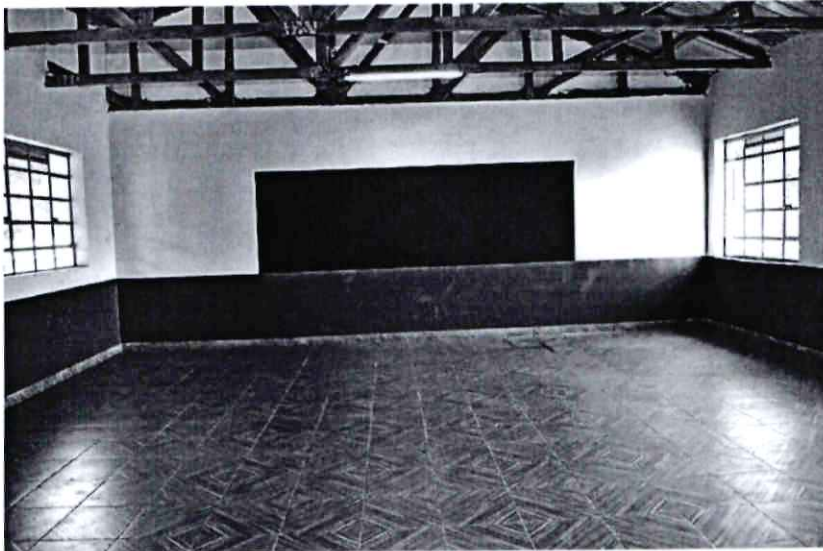


Project Name : Escarpment Police Post

Description of the project : Renovation after the post was razed down by fire



**Project Name : KINALE PRIMARY SCHOOL
Description of the project : CONSTRUCTION OF 2.NO CLASSROOMS**



- *List the implementation challenges and recommended way forward.*
 - Late disbursement of the funds hence delaying the implementation of projects.
 - Delaying in approving project proposals
 - Delay in approval of reallocated projects
- *(Ensure that you include what the entity is doing to overcome the challenges noted).*
 - Ensuring timely public participation
 - Preparation of project management committee so that once the funds are received the implementation of projects starts immediately

.....
**Name: James Njuru
Chairman NGCDF Committee.**

4. Statement of Performance Against Predetermined Objectives for FY 2023/24

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 the *NGCDF Lari Constituency 2023-2027* plan are:

- I. Institutional improvement and growth*
- II. Advancing education and skill development*
- III. Promoting community safety and security*
- IV. Empowering youth, advancing gender equity and cultivating arts and culture*
- V. Environmental sustainability*

Progress on the attainment of Strategic development objectives

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

Sector	Objective	Outcome	Indicator	Performance
Education	<ul style="list-style-type: none"> • Improve access to quality education. • Enhance infrastructure and learning facilities. 	<ul style="list-style-type: none"> • Increased enrolment and retention rates. • Improved learning environments. 	<ul style="list-style-type: none"> • Number of new classrooms and school facilities constructed. • Increased number of bursary beneficiaries at all levels 	<p>In FY 2023/24, we;</p> <ul style="list-style-type: none"> • Renovated 39 classrooms in Gachoire pry Sch, Kingatua pry sch, Nyamweru pry sch, Gituamba pry

	<ul style="list-style-type: none"> • Support educational programs and initiatives. 	<ul style="list-style-type: none"> • Enhanced academic performance. 		<p>sch and Kamburu high sch.</p> <ul style="list-style-type: none"> • Constructed to completion of 2 classrooms at Kinale pry school and 2 at Sulmac pry school. • Constructed to completion of administration blocks at Kamahindu high school and Matathia pry school. • Constructed of 100 beds capacity dormitory at Juvenalis Gitau High school. • Bursary beneficiaries at all levels were as per the attached schedules
Security	<ul style="list-style-type: none"> • Enhance community security and safety. • Improve infrastructure for law 	<ul style="list-style-type: none"> • Reduced crime rates. • Enhanced capacity of security personnel. 	<ul style="list-style-type: none"> • Number of police stations and posts constructed or renovated. • Crime statistics and reports. 	<p>In the F/Y 2023/24, renovations were done in Escarpment Police Post and police houses that consists of 6 blocks.</p>

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	<p>enforcement agencies.</p> <ul style="list-style-type: none"> • Support initiatives aimed at crime reduction. 	<ul style="list-style-type: none"> • Improved public safety. 	<ul style="list-style-type: none"> • Community satisfaction with security services. 	
Environment	<ul style="list-style-type: none"> • Promote environmental conservation and sustainability. • Support initiatives for waste management and pollution control. • Enhance awareness and education on environmental issues. 	<ul style="list-style-type: none"> • Reduced environmental degradation. • Improved waste management practices. • Increased community involvement in conservation activities. 	<ul style="list-style-type: none"> • Number of trees planted • Amount of waste recycled or properly disposed of. • Participation rates in environmental awareness programs. 	Natural resources conservation initiatives and provision of proper sanitary facilities to schools and community
Sports	<ul style="list-style-type: none"> • Develop and improve sports infrastructure. • Support talent identification and development programs. • Promote community 	<ul style="list-style-type: none"> • Enhance sports facilities. • Increased opportunities for talent development. • Higher community engagement in sports. 	<ul style="list-style-type: none"> • Participation rates in sports programs and events. • Achievements in local and national sports competition. 	Increased number of constituents whose talents have been identified and nurtured.

	participation in sports.			
Emergency	<ul style="list-style-type: none"> • Improve preparedness and response to emergencies and disasters. • Enhance infrastructure for emergency services. • Support initiatives for disaster risk reduction. 	<ul style="list-style-type: none"> • Reduced impact of emergencies and disasters. • Improved response times and effectiveness. • Enhanced community resilience. 	<ul style="list-style-type: none"> • Number of emergency response facilities and equipment procured. • Community training and awareness programs on disaster preparedness. 	<ul style="list-style-type: none"> • Increased number of unfit to use school sanitary blocks • Installation of CCTV cameras at NG-CDF office to counter on intrusion
Others (Specify)				

5. Governance Statement

Appointment of NGCDFC members

(1) The members of a Constituency Committee provided for Appointment of under section 43(2) (b), (c) and (d) of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee. vacancy in the Constituency Committee. Kenya Subsidiary Legislation, 2016 1951 (2) A vacancy shall occur in Constituency Committee upon— commencement of a new parliamentary term; dissolution of a Constituency Committee; removal of a member of a Constituency committee; or the occurrence of a vacancy in a Constituency Committee. (3) Upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel. (4) The selection panel referred to in paragraph (1) shall consist of— one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection panel; the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and two persons, one of either gender, nominated by the Constituency office. (5) The officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board. (6) The selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants taking into account age, gender, special interest groups and regional balance in accordance with section 43(2)(b)(c) and (d) of the Act (7) The officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates together with the report of the selection panel. (8) The Board shall co-opt the person referred to in section 43(2) (g) of the Act to ensure equitable representation in the membership of a Constituency Committee. (9) The Board shall, in writing, request the clerk of the National Assembly to notify the Constituency Office to nominate two persons of either gender, pursuant to section 43(2)(e) of the Act and to forward the names to the Office of the Board seconded to the Constituency. (10) The Board shall submit the names of the seven persons selected from each Constituency in accordance with section 43(2)(b),(c),(d) and (e) of the Act to the National Assembly for approval. (11) The Board shall,

within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette. 1952 Kenya Subsidiary Legislation, 2016 The selection panel shall stand dissolved upon the appointment of the members of a Constituency Committee. The Board shall, within fourteen days after gazettelement of the members of a Constituency Committee inform the members of their appointment in writing. A member of a Constituency Committee who is appointed under section 43 (2) (b), (c), (d), (e) and (g) may at any time resign from office by giving notice, in writing, to the officer of the Board and a copy thereof to the Board. At least one of the Constituency Committee members appointed under section 43(2)(b)(c) or (d) shall be a mandatory signatory to the Constituency accounts.

Removal of NG-CDF Members

(1) The members of a Constituency Committee may remove a member in accordance with section 43 (13) and (14) of the Act upon receipt of a complaint against a member. A complaint against a member of a Constituency Committee shall be deposited with the National Government Constituency Office. The complaint referred to in paragraph (2) shall clearly set out the particulars of the issues complained of. The Secretary shall convene a special meeting in accordance with these Regulations to deliberate on the complaint, but the member against whom the complaint is raised shall not participate in such a meeting. If, at a meeting held pursuant to paragraph (4), members determine that sufficient grounds exist requiring the member against whom the complaint is raised to respond to the issues complained of, the secretary shall by notice, require the member to respond to the issues received in the complaint within fourteen days of the date of the notice. A copy of the complaint and any other grounds of removal shall be attached to the notice issued under paragraph (5). The member against whom the complaint is raised may be required to respond to the complaint in writing. The member against whom a complaint is raised may, in addition to the written response required under paragraph (7), elect to be heard orally, and a Constituency Committee may hear such a member. The member against whom a complaint is made may call witnesses. If the member against whom a complaint is raised chooses not to submit a response in writing or to attend the hearings, a Constituency Committee may proceed to determine the matter. Notwithstanding paragraph (10), a Constituency Committee may summon the member against whom the complaint is made to clarify any issue, and such member shall attend the hearing. Kenya Subsidiary Legislation, 2016 1955 If the member against whom a complaint is

made fails to respond to the complaint as may be directed by a Constituency Committee, the Committee may proceed and make a determination based on the evidence available. A Constituency Committee shall issue its decision on the complaint within seven days after the conclusion of the hearing. If a Constituency Committee resolves to remove the member against whom a complaint is made, the secretary shall communicate the decision of the Constituency Committee to the Board within fourteen days of the decision. The communication to the Board under paragraph (14) shall include duly executed proceedings, together with all the supporting documents. The Board shall, within thirty days after receipt of the communication in paragraph (14), consider the matter and issue a final declaration which shall be binding on all parties. A member against whom a complaint is made shall not, participate in the deliberations and activities of a Constituency Committee from the time the Constituency Committee starts considering the complaint. If a member against whom a complaint is made responds to the allegations to the satisfaction of a Constituency Committee and the committee makes a determination in favour of such member, the member shall resume duties as a member of the Committee. A Constituency Committee may remove the Chairperson or secretary from their respective positions for failing to perform their functions, under regulations 8 and 9 respectively. A Constituency Committee shall inform the Chairperson or Secretary of the reasons for the proposed removal, and shall give the Chairperson or Secretary reasonable opportunity to be heard. A Chairperson or secretary who is removed pursuant to paragraph (19) shall continue to discharge duties as a member of the Constituency Committee. At least two thirds of the total membership of a Constituency Committee shall be required to remove the Chairperson or secretary from office.

Roles and functions of the Committee

The functions of a Constituency Committee shall be to –

- build the capacity of project management committees and Committee. sensitize the Community on the operations of the Fund; consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act; 1956 - Kenya Subsidiary Legislation, 2016 ensure that project

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proposals submitted to the Board include detailed budget proposals, procurement plans and work plans; in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;

- consult with relevant government departments to ensure that cost estimates for projects are realistic; in considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects; subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- rank projects proposals in order of priority while ensuring that on-going projects take precedence; ensure that all projects receive adequate funding and are completed within three years; where a project involves purchase of a parcel of land or a building,
- ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies; (I) ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board; monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;
- ensure that project reports are prepared and submitted to the Board; ensure formation of project management committees, opening of project accounts, project implementation and closure of projects; ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund; submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act; Kenya Subsidiary Legislation, 2016 1957 (r) collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act; (s) recommend to the

Board the removal of a committee member in accordance with section 43(13) and (14) of the Act; (t) submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain list of all the new projects commenced during the financial year and their completion status; and a list of all projects approved, funded and commenced during previous financial years, and their completion status; (u) enter into performance contracting with the Board on an annual basis; (v) in exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution; (w) receive returns from project management committees in accordance with regulation 15; (x) maintain a database of project management committees and reports from the respective committees; (y) ensure that the reports referred to in paragraph (x) are received before funding is released for each phase of the project being implemented; (z) record the names of all the signatories of the accounts of a project management committee as communicated to a Constituency Committee by the project management committee upon assumption of office; (aa) receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level; (bb) ensure that the committee does not enter into commitments for which funding has not been allocated; (cc) ensure projects are labelled in accordance with the guidelines issued by the Board; and (dd) perform any other function assigned to it by the Board.

Members remuneration

Chairman: 7,000/= per sitting, Members: 5,000/= per sitting

Currently we haven't received any conflict of interest

Code of conduct

Integrity, Objectivity, Professional competence and Confidentiality, and Professional behaviour

National Government Constituencies Development Fund (NGCDF)
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Schedule of meetings

Name	7 TH JU LY 20 23	28 ^T H JU LY 20 23	2 ^N D A U G 20 23	24 TH A U G 20 23	22 ND S E P 20 23	9 ^T H O C T 20 23	3 ^R D N O V 20 23	15 TH D E C 20 23	16 TH JAN 2024	15 TH JAN 2024	15 TH FEB 2024	26 TH FEB 2024	6 ^T H M A R 20 24	15 TH M A R 20 24	4 TH AP RIL 202 4	30 ^T H AP RIL 202 4	3 RD M A Y 20 24	31 ST M A Y 20 24	7 TH JU N 20 24	28 TH JU N 20 24
James Njuru	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Samuel Kariuki	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
wz	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Anne Nyambura	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Christine Wangui	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Mary Kagwaa	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Wallace Kabogoro	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Samuel Ngamau	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√
Michael Kigundu	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√	√

Currently we haven't received any conflict of interest

Code of conduct

Integrity, Objectivity, Professional competence and Confidentiality, and Professional behaviour

Risk Management

NO	RISK EVENT	ROOT CAUSE	ACTION	ACTION IMPLEMENTATION
1	Allocation of funds to projects without considering bill of quantity estimates.	Late submission of BQS	Timely requisition of BQS	Started The FAM has liaised with the public work officer to submit the BQS on time after requisition.
2	Failure to comply with PPRA circular on mandatory reporting requirement	Lack of procurement personnel when needed.	Timely communication to the procurement personnel	Started The FAM has liaised with the procurement officer to submit the BQS on time after requisition
3	Inadequate allocation of bursary fund to match beneficiary needs	High poverty levels in the constituency	Proper vetting of the applicants	Started There has been a change in the vetting process to ensure all needy students from all constituency corners benefit.
4	Inadequate safeguarding of constituency assets	Lack of serialisation	Serializing and ensuring they are well kept	Started The FAM is following up with the staffs to properly tag and serialize the constituency assets.
5	Projects that do not suit People with disability(PWD)	Not including it in project description and BQS	Ensuring its well included in the proposal and BQS	Started The FAM is following up with all the contractors to construct disability friendly structures.
6	Delayed disbursement of funds by the NG-CDF Board	Lack of funds	Requesting for the funds	Work on Progress The board is working on release of funds to the constituencies on time.

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Annual Report and Financial Statements for The Year Ended June 30, 2024

7	High level of reconciling items in bank reconciliations for constituencies	Lack of timely reconciliation	Timely Reconciliation	Work on progress The FAM and Accounts assistant are working on timely reconciliation.
8	Unavailability of ownership documents on public land	Lack of proper documents	Requesting for proper documents	Work on progress The FAM is working closely with the security administration and nyumba kumi on the follow up of proper documents for public lands
10	Failure to deduct and remit statutory deductions	Late remitting	Timely remitting and deduction of statutory deductions	Work on progress The FAM is working closely with the account assistant and staffs on timely remitting of statutory deductions.

6. Environmental and Sustainability Reporting

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

- a. Education and Training:** Lari Constituency's focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers, thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalized groups, including girls and people living with disabilities.

- b. Security Sector Support:** Among its key pillars; 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.

2. Environmental performance

- *Lari NGCDF has undertaken planting of avocado seedlings as part of environment conservation by planting avocado seedlings to 25 school. The activity was involving the students during preparation, planting and watering of the seedling. Students were to continuously water and weed the seedlings to maturity*
- *The NGCDF Lari renovated Escarpment police post that significantly is used by the security agencies to curb the issue of security and drug and substance abuse among the youths.*

3. Employee welfare

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

Lari Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Lari Constituency 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

Lari Constituency 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.

Lari Constituency has continually practiced public participation and public awareness

During project identification and proposal collections in all the wards in the constituency.

31 DEC 2024

...P.O. Box 71 - 00221...
Name: **Florence Njuguna**
Fund Account Manager.

7. 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-Lari 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, 2024. 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-Lari 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, 2024, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Lari 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.

***National Government Constituencies Development Fund (NGCDF)
Lari Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024***

The Accounting Officer in charge of the NGCDF Lari 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- Lari Constituency financial statements were approved and signed by the Accounting Officer on _____ 2024.


.....

Name: James Njuru
Chairman – NGCDF Committee



Name: Florence Njuguna
Fund Account Manager

REPUBLIC OF KENYA

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



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - LARI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

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

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

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 - Lari Constituency set out on pages 1 to 41 which

Report of the Auditor-General on National Government Constituencies Development Fund – Lari Constituency for the year ended 30 June, 2024

comprise of the statement of assets and liabilities as at 30 June, 2024, the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the 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 National Government Constituencies Development Fund - Lari Constituency as at 30 June, 2024 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 National Government Constituencies Development Fund Act, 2015, (Amended 2022).

Basis for Qualified Opinion

Unsupported Fixed Assets Balance

Annex 4 to the financial statements reflects the summary of fixed assets register balance of Kshs.8,878,366. Included in the balance is buildings and structures valued at Kshs.4,450,116. However, the ownership documents to the parcels of land where the buildings and structures are constructed were not provided for audit.

In the circumstances, the accuracy, completeness and ownership of land and office equipment, furniture and fittings balance of Kshs.8,878,366 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Lari Constituency Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis totaling to Kshs.288,615,886 and Kshs.221,820,709 respectively, resulting to an underfunding amounting to Kshs.66,795,177 or 23% of the budget. However, the Fund spent a balance of Kshs.150,865,197 against actual receipts of Kshs.221,820,709 resulting to an under-utilization of Kshs.70,955,512 or 32% of actual receipts.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues as at 30 June, 2024

Other Information

The Management is responsible for the other information set out on page iii to xxiv which comprise of Key Constituency Information and Management, NGCDF Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Environmental and Sustainability Reporting and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the National Government Constituencies Development Fund - Lari Constituency financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information and I am required to report that fact. Based on the audit procedures performed and the matters described in my Basis for Qualified Opinion, I confirm that other information is not materially inconsistent with the financial statements.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on

Report of the Auditor-General on National Government Constituencies Development Fund – Lari Constituency for the year ended 30 June, 2024

Lawfulness and Effectiveness in the Use of Public Resources section of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Failure to Return Unutilized Project Management Committee Balances

Annex 5 to the financial statements reflects a balance of Kshs.34,674,681 Project Management Committee (PMC) bank balances as at 30 June, 2024. These were unutilized funds at the end of the year that were not returned to the Constituency account contrary to Section 12(8) of the National Government Constituency Fund Act, 2015 which requires all unutilized funds to be returned to the Constituency account at the end of the year.

In the circumstances, Management was in breach of the law

2. Incomplete Projects

Physical inspection of reported projects revealed that two security projects, Kinale Chief's Office and Bathi Chief's Office were incomplete. The completion schedule and status of the projects could not be confirmed as they were not reflected in the Project Implementation Status report, or had their project contracts provided for audit review. Further, Management did not provide an updated project implementation status report as at the year ended 30 June, 2024.

In the circumstances, the value for money on the expenditure incurred on the incomplete projects could not be confirmed

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require 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 comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective

processes and systems of internal controls, risk Management and overall governance were operating effectively in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of the Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain 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 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 comply 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


My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

31 December, 2024

National Government Constituencies Development Fund (NGCDF)
Lari Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

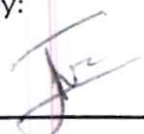
9. Statement of Receipts and Payments for the Year Ended 30th June 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	174,742,614	108,261,500
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		174,742,614	108,261,500
Payments			
Compensation of Employees	4	2,857,248	2,167,102
Committee expenses	5	5,462,000	3,068,580
Use of Goods and Services	6	8,455,784	6,636,230
Transfers to Other Government Units	7	34,658,879	16,005,131
Other Grants and Transfers	8	94,489,752	41,410,503
Acquisition of Assets	9	2,800,116	-
Other Payments	10	2,141,418	-
Total Payments		150,865,197	69,287,546
Surplus/(Deficit)		23,877,417	38,973,954

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

The Constituency financial statements were approved by the NGCDFC on _____ 2024 and

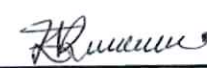
signed by:



**Chairman NG-CDF
 Committee
 Name: James Njuru**

LARI NATIONAL GOVERNMENT
 CONSTITUENCY DEVELOPMENT FUND
 31 DEC 2024
 P.O. Box 71 - 00221
Fund Accountant/Manager

Name: Florence Njuguna



**National Sub-County
 Accountant
 Name: Emmah Kuria
 ICPAK M/No: 20436**

National Government Constituencies Development Fund (NGCDF)
Lari Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

10. Statement of Assets and Liabilities as at 30th June, 2024

	Note	2023-2024	2022-2023
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances	11A	70,955,512	47,078,095
Cash Balances	11B	-	-
Total Cash and Cash Equivalents		70,955,512	47,078,095
Accounts Receivable			
Outstanding Imprests	12	-	-
Total Financial Assets (A)		70,955,512	47,078,095
Financial Liabilities			
Accounts Payable			
Retention	13	-	-
Gratuity	14	-	-
Total Financial Liabilities (B)		-	-
Net Financial Assets (A-B)		70,955,512	47,078,095
Represented By			
Fund Balance B/Fwd	15	47,078,095	8,104,141
Prior Year Adjustments	16	-	-
Surplus/(Deficit) for The Year		23,877,417	38,973,954
Net Financial Position		70,955,512	47,078,095

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NG CDFC on _____ 2024 and signed _____

.....
 Chairman NG-CDF
 Committee
 Name: James Njuru

**LARI NATIONAL GOVERNMENT
 CONSTITUENCY DEVELOPMENT FUND**
31 DEC 2024
 Fund Accountant Manager
 MATATHIA
 Name: Florence Njuguna

.....
 National Sub-County
 Accountant
 Name: Emmah Kuria
 ICPAK M/No: 20436

National Government Constituencies Development Fund (NGCDF)
Lari Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

11. Statement Of Cash Flows for the Year Ended 30th June 2024

	Notes	2023-2024	2022-2023
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	174,742,614	108,827,379
Other Receipts	3	-	-
Total Receipts		174,742,614	108,827,379
Payments			
Compensation of Employees	4	2,857,248	2,167,102
Committee Expenses	5	5,462,000	3,068,580
Use of Goods and Services	6	8,455,784	6,636,230
Transfers to Other Government Units	7	34,658,879	16,005,131
Other Grants and Transfers	8	94,489,752	41,410,503
Other Payments	10	2,141,418	-
Total Payments		(148,065,081)	(69,287,546)
Total Receipts Less Total Payments		26,677,533	38,973,954
Adjusted For:			
Prior Year Adjustments	16	-	-
Decrease/(Increase) in Accounts Receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		26,678,533	38,973,954
Cash flow From Investing Activities			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(2,800,116)	-
Net Cash Flows from Investing Activities		2,800,116)	-
Net Increase in Cash & Cash Equivalent		23,877,417	38,973,954
Cash & Cash Equivalent at Start of the Year	11	47,078,095	8,104,141
Cash & Cash Equivalent at End of the Year	11	70,955,512	47,078,095

National Government Constituencies Development Fund (NGCDF)
Lari Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

12. Summary Statement of Appropriation for The Year Ended 30th June 2024

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2024	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2024	2024		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	175,361,310	47,078,095	66,176,481	288,615,886	221,820,709	66,795,177	76.9%
Proceeds From Sale of Assets	-			-			
Other Receipts	-			-			
Totals	175,361,310	47,078,095	66,176,481	288,615,886	221,820,709	66,795,177	76.9%
Payments							
Compensation of Employees	3,668,324	2,543,546	-	6,211,870	2,857,248	3,354,622	46.0%
Committee Expenses	3,911,967	2,166,492	-	6,078,459	5,462,000	616,459	89.9%
Use of Goods and Services	8,202,226	1,213,817	-	9,416,043	8,455,784	960,259	89.8%
Transfers to Other Government Units	-	-	63,274,741	63,274,741	34,658,879	28,615,862	54.8%
Other Grants and Transfers	66,252,896	37,464,865	-	103,717,761	94,489,752	9,228,009	91.1%
Acquisition of Assets	-	3,689,375	-	3,689,375	2,800,116	889,259	75.9%
Other Payments	9,229,569	-	2,901,740	12,131,309	2,141,418	9,989,891	17.7%
Funds Pending Approval**	84,096,328	-	-	84,096,328	-	84,096,328	0.0%
Totals	175,361,310	47,078,095	66,176,481	288,615,866	150,865,197	137,750,689	52.3%

National Government Constituencies Development Fund (NGCDF)

Lari Constituency

Annual Report and Financial Statements for The Year Ended June 30, 2024

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

- Compensation of employees, the under-utilization was due to gratuity that had not been transferred to the deposit account since the treasury had not approved opening of the gratuity account. The approval has been received during the current financial year and a gratuity account has been opened.
- Transfer to other government unit, the under-utilization was due to unapproved funds meant for project that have been approved in the current financial YEAR
- Acquisition of asset, the under-utilization was due to office renovation which was 75% complete as at 30th June 2024 that has since been completed in the current financial year.
- Funds pending approval, these were funds that had not been approved by the NGCDF board as at 30th June 2024 but have been approved in the current financial year

(Explain whether the changes between the original and final budget are as a result of re-allocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	137,750,689
Less undisbursed funds receivable from the Board as at 30 th June 2024	(66,795,177)
	70,955,512
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	(0)
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30 th June 2024	70,955,512

National Government Constituencies Development Fund (NGCDF)

Lari Constituency

Annual Report and Financial Statements for The Year Ended June 30, 2024

13. Budget Execution By Sectors And Projects For The Year Ended 30th June 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,668,324	2,543,546	-	6,211,870	2,857,248	3,354,622
1.2 Committee allowances	3,911,967	2,166,492	-	6,078,459	5,462,000	616,459
1.3 Use of goods and services	8,202,226	1,213,817	2,015,862	9,416,043	8,455,784	960,259
Sub-total	15,782,517	5,923,855	2,015,862	21,706,372	16,775,032	4,931,340
2.0 Monitoring and evaluation						
2.1 Capacity building						
2.2 Committee allowances						
2.3 Use of goods and services						
Sub-total						
3.0 Constituency Oversight Committee (Itemize as per budget)						
3.1						

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Blk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
4.0 Emergency						
4.1 Primary Schools	9,229,569			9,229,569	2,141,418	7,088,151
4.1.1 Kirenga Primary					1,950,000	
4.2 Secondary schools						
4.2.1 Kirenga Girls					1,950,000	
4.2.2 Kamuchege secondary					2,800,000	
4.3 Tertiary institutions						
4.4 Security projects						
Sub-total	9,229,569			9,229,569	8,620,000	609,569
5.0 Bursary and Social Security						
5.1 Primary Schools						
5.2 Secondary Schools	32,752,896	12,846,994		45,599,890	40,302,800	5,297,090
5.3 Tertiary Institutions	25,000,000	18,789,871		43,789,871	24,420,200	19,369,671
5.4 Special Schools	1,500,000	28,000		1,528,000	945,000	583,000
5.5 Education Support Programmes	4,000,000			4,000,000	-	4,000,000
5.6 Social Security	3,000,000	3,000,000		6,000,000	-	6,000,000
Sub-total	66,252,896	34,664,865		100,917,761	65,668,000	35,249,761
6.0 Sports						

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
6.1			300,000		300,000	-
6.2						
Sub-total			300,000		300,000	
7.0 Environment						
7.1			2,901,740	2,901,740	2,901,740	-
7.2						
Sub-total			2,901,740	2,901,740	2,901,740	-
8.0 Primary Schools Projects (List all the Projects)						
8.1 Kiriita Primary			2,450,000.00	2,450,000.00	2,450,000.00	
8.2 Gachoire Primary			3,920,000.00	3,920,000.00	3,920,000.00	
8.3 Wangware Primary			2,400,000.00	2,400,000.00	2,400,000.00	
8.4 Kirasha Primary			2,400,000.00	2,400,000.00	2,400,000.00	
8.5 Karigu-ini Primary			1,200,000.00	1,200,000.00	1,200,000.00	
8.6 Kinale Primary			2,400,000.00	2,400,000.00	2,400,000.00	
8.7 Kago Primary			1,500,000.00	1,500,000.00	1,500,000.00	

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
8.8 King'atua Primay			3,920,000.00	3,920,000.00	3,920,000.00	
8.9 Gituamba Primary			3,920,000.00	3,920,000.00	3,920,000.00	
8.10 Crossroad Primary			3,600,000.00	3,600,000.00	3,600,000.00	
8.11 Sulmac Primary			3,600,000.00	3,600,000.00	3,600,000.00	
Sub-total			31,310,000	31,310,000	27,710,000	3,600,000
9.0 Secondary Schools Projects (List all the Projects)						
9.1 Juvenalis Gitau			488,879.00	488,879.00	488,879.00	
9.2 Kamahindu			4,000,000.00	4,000,000.00	4,000,000.00	
9.3 Kamburu			1,960,000.00	1,960,000.00	1,960,000.00	
9.4 Bathi			3,000,000.00	3,000,000.00	3,000,000.00	3,000,000
Sub-total			9,448,879	9,448,879	6,448,879	3,000,000
10.0 Tertiary institutions Projects (List all the Projects)						

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
10.1 Lari TVC			500,000	500,000	500,000	-
10.2						
10.3						
Sub-total						
11.0 Security Projects						
11.1 Kinale Chiefs Office			3,000,000.00	3,000,000.00	3,000,000.00	
11.2 Kijabe Chiefs Office			3,000,000.00	3,000,000.00	3,000,000.00	
11.3 Bathi Chiefs Office			3,000,000.00	3,000,000.00	3,000,000.00	
11.4 Escarpment Chiefs Office			3,000,000.00	3,000,000.00	3,000,000.00	
11.5 Kagwe Police Station			5,000,000.00	5,000,000.00	5,000,000.00	
11.6 Karatina Chiefs Office			3,000,000.00	3,000,000.00	3,000,000.00	
Sub-total			20,000,000.00	20,000,000.00	17,000,000	3,000,000
12.0 Acquisition of assets						
12.1 Motor Vehicles (including motorbikes)						
12.2 Construction of CDF office		3,689,375		3,689,375	2,800,116	889,259

*National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
12.3 Purchase of furniture and equipment						
12.4 Purchase of computers						
12.5 Purchase of land						
Sub-total		3,656,369		3,656,369	2,808,116	889,259
13.0 Others						
13.1 Strategic Plan		2,200,000		2,200,000	2,141,418	58,582
13.2 Innovation Hub						
13.2						
Funds pending approval**	84,096,328			84,096,328	-	84,096,328
Sub-total	84,096,328			84,096,328		84,096,328
Total	175,361,310	47,078,095	66,176,481	288,615,886	150,865,197	137,750,689

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based. This statement totals should time to totals of statement in schedule 12

14. 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;

- Receivables that include imprests
- Payables that include 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-Lari 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. Recognition of Receipts

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

a. Transfers from the National Government Constituency Development Fund (NGCDF)

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

b. Proceeds from the Sale of Assets

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

c. Other receipts

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

d. 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.

e. 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.

5. Recognition of payments

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

a) Compensation of Employees

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

b) 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.

c) Acquisition of Fixed Assets

The payment on the 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 is provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

6. 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.

7. 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 an insignificant risk of changes in value. Bank account balances include amounts held at various commercial banks at the end of the financial year.

8. 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.

9. Accounts Payable

For 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 the fulfilment of obligations by the contractor and holding deposits on behalf of third parties. Gratuity earned 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 the National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

10. 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.

11. 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 the NGCDF Act, 2015

12. 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 15 June 2023 for the period 1st July 2023 to 30th June 2024 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.

13. Comparative Figures

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

14. 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 2024.

15. Prior Period 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, restate 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.

16. 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.

National Government Constituencies Development Fund (NGCDF)
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15. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2023-2024	2022-2023
NGCDF Board	Kshs	Kshs
AIE NO A888918		17,261,500
AIE NO B185146		7,000,000
AIE NO B185548		6,000,000
AIE NO B185682		15,000,000
AIE NO B206202		5,000,000
AIE NO B206447		12,000,000
AIE NO B205957		12,000,000
AIE NO B207554		18,000,000
AIE NO B207837		16,000,000
AIE NO B2141124	12,088,839	
AIE NO B214339	30,685,862	
AIE NO B225370	23,401,740	
AIE NO B225109	40,000,000	
AIE NO B226107	40,000,000	
AIE NO B214985	28,566,133	
TOTAL	174,742,614	108,261,500

2. Proceeds From Sale of Assets

	2023-2024	2022-2023
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

	2023-2024	2022-2023
	Kshs	Kshs

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Interest Received	-	-
Rent	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs account	-	-
Other Receipts Not Classified Elsewhere <i>(specify)</i>	-	-
Total	-	-

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4. Compensation Of Employees

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,556,894	1,413,132
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	-	513,150
Employer Contributions Compulsory national social security schemes	214,976	240,000
Employer Contributions Compulsory Housing levy	81,228	-
Employer contributions to National Industrial Training Authority	4,150	-
Total	2,857,248	2,167,102

5. Committee Expenses

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
A.NG CDFC		
Sitting allowance	2,294,000	2,536,000
Other committee expenses	1,718,000	532,580
Sub total	4,012,000	3,068,580
B. Constituency Oversight Committee		
Allowances	600,000	-
Other committee expenses	850,000	-
Sub total	1,450,000	-
Total (A+B)	5,462,000	3,068,580

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6. Use of Goods and services

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
Utilities, supplies and services	412,872	248,950
Communication, supplies and services	828,800	373,573
Domestic travel and subsistence	3,007,400	1,207,625
Printing, advertising and information supplies & services	307,400	-
Rentals of produced assets	-	-
Training expenses	471,750	624,000
Hospitality supplies and services	867,582	1,180,190
Insurance costs	-	-
Specialized materials and services	231,200	-
Office and general supplies and services	1,584,254	1,668,456
Fuel, oil & lubricants	135,481	56,258
Bank Charges	30,000	-
Other operating expenses	485,600	1,139,378
Routine maintenance – vehicles and other transport equipment	43,445	37,900
Routine maintenance – other assets	50,000	99,900
Other operating expenses	-	-
Total	8,455,784	6,636,230

7. Transfer To Other Government Units

Description	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
Transfers To Primary Schools	27,710,000	13,400,000
Transfers To Secondary Schools	6,448,879	2,605,131
Transfers To Tertiary Institutions	500,000	-
Total	34,658,879	16,005,131

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8. Other Grants and Other transfers

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
Bursary – secondary schools	40,302,800	22,852,000
Bursary – tertiary institutions	24,420,200	11,711,730
Bursary – special schools	945,000	572,000
Bursary- education support programmes	-	-
Social Security programmes (NHIF)	-	-
Security projects	17,000,000	-
Sports projects	300,000	2,601,752
Environment projects	2,901,752	-
Emergency projects	8,620,000	3,673,021
Roads projects	-	-
Total	94,489,752	41,410,503

9. Acquisition Of Assets

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
Purchase of Buildings		-
Construction of Buildings		-
Refurbishment of Buildings	2,800,116	-
Purchase of Vehicles and Other Transport Equipment		-
Purchase of Household Furniture and Institutional Equipment		-
Purchase of Office Furniture and General Equipment		-
Purchase of ICT Equipment, Software and Other ICT Assets		-
Purchase of Specialized Plant, Equipment and Machinery		-
Rehabilitation and renovation of plant, machinery and equipment		-
Acquisition of Land		-
Acquisition Intangible Assets		-
Total	2,800,116	-

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10. Other Payments

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
Strategic plan	2,141,418	-
ICT Hub	-	-
Others (<i>specify</i>)	-	-
Total	2,141,418	-

11. Cash and Cash Equivalents

Name of Bank and Account No.	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
11A: Bank Accounts (Cash Book Bank Balance)		
<i>EQUITY BANK ACCOUNT NO 1110295360924</i>	70,955,512	47,078,095
<i>Operation account pending closure (Indicate name & account no.)</i>	-	-
<i>FAMILY BANK (Deposit)</i>	-	-
Total	70,955,512	47,078,095
11B: Cash Balances	-	
Location 1	-	-
Location 2	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>	-	

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12. Outstanding Imprests

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

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

13. Retention

	<i>2023-2024</i>	<i>2022-2023</i>
	<i>KShs</i>	<i>KShs</i>
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	-	-

Retentions aging analysis.

	<i>2023-2024</i>	<i>% of the total Retention</i>	<i>2022-2023</i>	<i>% of the total Retention</i>
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-		-	

14. Gratuity

	<i>2023-2024</i>	<i>2022-2023</i>
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	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30th June D= A+B-C	-	-

Gratuity aging analysis

	2023-2024	% of the total Gratuity	2022-2023	% of the total Gratuity
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-		-	

The total above should be equal to the Gratuity closing figures)

15. Fund Balance B/F

	(1 st July 2023-1)	(1 st July 2022-2)
	Kshs	Kshs
Bank accounts	47,078,095	8,104,141
Cash in hand	-	-
Imprest	-	-
Total	-	-
Less	-	-
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	47,078,095	8,104,141

[Provide short appropriate explanations as necessary]

National Government Constituencies Development Fund (NGCDF)
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16. Prior Year Adjustments

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

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

17. Changes In Accounts Receivable – Outstanding Imprests

	2023-2024	2022-2023
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

18. Changes In Accounts Payable – Gratuities and Retentions

	2023-2024	2022-2023
	KShs	KShs
Gratuities and Retentions as at 1 st July (A)	-	-
Gratuities and Retentions held during the year (B)	-	-
Gratuities and Retentions paid during the Year (C)	-	-
Closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2023-2024	2022-2023
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

Aging Analysis for Pending Accounts Payables

	2023-2024	% of the total	2022-2023	% of the total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-		-	

19.2: Pending Staff Payables (See Annex 2)

	2023-2024	2022-2023
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

Aging Analysis for staff Payables

	2023-2024	% of the total	2022-2023	% of the total
Under one year	-	%	-	%
1-2 years	-	%	-	%
2-3 years	-	%	-	%
Over 3 years	-	%	-	%
Total	-		-	

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19.3: Unutilized Fund (See Annex 3)

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
Compensation of employees	3,354,622	2,542,086
Committee expense	616,459	2,166,492
Use of goods and services	960,259	1,219,335
Amounts due to other Government entities	28,615,862	39,593,800
Amounts due to other grants and other transfers	9,228,009	25,764,544
Acquisition of assets	889,259	400,000
Other Payments (specify)-emergency	9,989,891	2,392,384
Funds pending approval	84,096,328	23,401,752
Total	137,750,689	101,165,698

19.4: PMC account balances (See Annex 5)

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
PMC account balances	34,674,681.15	19,254,086.18
Total	34,674,681.15	19,254,086.18

19.5 Related Party Transactions

	<i>2023-2024</i>	<i>2022-2023</i>
	Kshs	Kshs
Committee Members Remuneration		-
Sitting allowance of committee Members during the year	2,294,000	-
		-
Transaction with the NGCDF Board		-
Receipts from the NGCDF Board during the year	-	-
Total	2,294,000	-

16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
Sub-Total					
Construction of civil works					
3.					
4.					
5.					
Sub-Total					
Supply of goods					
6.					
7.					
Sub-Total					
Supply of services					
8.					
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 2024	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Compensation of employees	Employees gratuity, staff salaries and statutory deductions	3,354,622	2,542,086	Gratuity had not been transferred to Deposit account
Use of goods & services	Administration and monitoring	1,576,718	3,385,827	Delayed release of funds by the exchequer led to underutilization of funds
Amounts due to other Government entities				
Kiriita Primary	Renovation of 5 classrooms	-	2,450,000	
King'atua Primary	Renovation of 8 classrooms	-	3,920,000	
Kago Primary	Fencing of School compound	-	1,500,000	
Gituamba Primary	Renovation of 8 classrooms	-	3,920,000	
Gitithia Primary	Renovation of 10 classrooms	4,900,000	4,900,000	
Kirasha Primary	Construction of 2 classrooms		2,400,000	
Kinale Primary	Construction of 2 classrooms		2,400,000	
Mirangi Primary	Construction of 2 classrooms	2,400,000	2,400,000	
Wangware Primary	Construction of 2 Classrooms		2,400,000	
Gachoire Primary	Renovation of 8 classrooms		3,920,000	

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Karigu-ini Primary	Construction of 1 classroom		1,200,000	
Iria-ini primary	Construction of 1 classroom	1,200,000	1,200,000	
Kimende Primary	School desks	5,800	5,800	
Sulmac Primary	Construction of three classrooms	3,600,000	-	
Secondary Projects				
Nyamweru Secondary	Purchase of Generator	1,000,000	1,000,000	
Kamburu High	Renovation of 4 classrooms		1,960,000	
Bathi Secondary	Construction of 2 classrooms, construction of water base tank and purchase of 2 10000 Ltrs water tanks	3,000,000	-	
Kamahindu High	Construction of Administration Block		4,000,000	
Sub-Total		16,105,800	39,575,800	
Amounts due to other grants and other transfers				
Bursary	Secondary Schools	598,096	5,148,000	
	Tertiary Institutions	8,048,731	7,468,931	
	Special Schools	583,000	28,000	
	Social Program-NHIF	6,000,000	3,000,000	Delayed disbursement of funds

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
	Education Day	1,000,000	-	Delayed disbursement of funds
Sub-Total		16,229,827	15,644,931	
Acquisition of assets				
N-GCDF Office	Renovation of Office	2,289,259	3,689,363	Project in progress
	Purchase of Motor bike	400,000	400,000	The management is seeking for additional funding
Others (<i>specify</i>)				
Emergency		10,385,851	9,819,613	
Sports		-	300,000	
ICT Hubs		192,384	192,384	
Strategic Plan		78,582	2,200,000	
Sub-Total		2,689,259	4,089,363	
Funds pending approval		84,096,328	23,401,753	
Sub-total		91,998,087	40,003,103	
Grand Total		137,750,689	101,165,698	

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Annex 4 – Summary of Fixed Asset Register*

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land				
Buildings and structures	1,650,000	2,800,116	-	4,450,116
Transport equipment				
Office equipment, furniture and fittings	867,620	-	-	867,620
ICT Equipment, Software and Other ICT Assets	3,560,630		-	3,560,630
Other Machinery and Equipment	-			
Intangible assets	-			
Total	6,078,250	2,800,116		8,878,366

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Annex 5 –PMC Bank Balances as at 30th June 2024

PMC	Bank	Account number	Bank Balance Current FY	Bank Balance Comparative FY	
1	NYAMUTHANGA PRIMARY SCHOOL	FAMILY BANK	49000026295	111,356.00	111,356.00
2	KIRENGA GIRLS SECONDARY SCHOOL	FAMILY BANK	49000026302	47,368.00	47,368.00
3	KIBATHITHI PRIMARY SCHOOL	FAMILY BANK	49000026304	90,078.00	90,078.00
4	KAMBURU PRIMARY SCHOOL	FAMILY BANK	49000026296	144,356.00	144,356.00
5	IRIA-INI CHIEFS	FAMILY BANK	49000026301	74,640.00	74,640.00
6	KARIGU-INI SECONDARY SCHOOL	FAMILY BANK	49000026294	12,048.00	12,048.00
7	MUNYAKA PRIMARY SCHOOL	FAMILY BANK	49000026297	19,475.00	19,475.00
8	GACHEMA SECONDARY SCHOOL	FAMILY BANK	49000026305	16,857.00	16,857.00
9	KAGAA CHIEFS OFFICE	FAMILY BANK	49000027244	120,622.41	120,622.41

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10	LCDF KINALE CHIEFS OFFICE	FAMILY BANK	49000026504	42,958.97	42,958.00
11	LARI-NGCDF KIRENGA PRIMARY SCHOOL(RENOVATION)	FAMILY BANK	49000026655	174,491.00	174,491.00
12	LCDF KAMAE PRIMARY SCHOOL	FAMILY BANK	49000026583	40,872.00	40,872.00
13	LARI-NGCDF MAGINA PRIMARY SCHOOL	FAMILY BANK	49000026652	39,531.00	39,531.00
14	LARI-NGCDF GITHOGOIYO PRIMARY SCHOOL(RENOVATION)	FAMILY BANK	49000026654	103,533.00	103,533.00
15	LARI NGCDF ST AUGUSTINE SECONDARY SCHOOL	FAMILY BANK	49000026986	17,205.93	18,630.44
16	LARI NGCDF KIMENDE HIGH SCHOOL	FAMILY BANK	49000026880	180,418.31	180,418.00
17	LARI NGCDF MIRANGI PRIMARY SCHOOL	FAMILY BANK	49000026990	10,912.00	125,716.00
18	LARI NGCDF CROSSROAD PRIMARY SCHOOL	FAMILY BANK	49000026991	149,509.00	149,509.00

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19	KINGATUA PRIMARY SCHOOL PMC	FAMILY BANK	49000029075	122,387.50	-
20	WANGWARE PRIMARY SCHOOL PMC	FAMILY BANK	49000028498	2,400,000.00	-
21	KAMBURU HIGH SCHOOL PMC	FAMILY BANK	49000028501	159,892.00	-
22	GACHOIRE PRIMARY SCHOOL PMC	FAMILY BANK	49000028499	205,466.00	-
23	GAKENGE PRIMARY SCHOOL	FAMILY BANK	49000027594	120,389.00	120,389.00
24	KARIGUINI PRIMARY SCHOOL PMC	FAMILY BANK	49000028500	108,740.00	-
25	KAGO PRIMARY SCHOOL PMC	FAMILY BANK	49000029076	1,500,000.00	-
26	LNGCDF ESCARPMENT SECONDARY SCHOOL	FAMILY BANK	49000027220	122,832.44	122,832.44
27	LNGCDF KIMENDE ICT HUB	FAMILY BANK	49000027247	136,875.00	136,875.00
28	LNGCDF KAGWE ICT HUB	FAMILY BANK	49000027222	148,046.44	148,646.44
29	LARI LCDF KAMAE SECONDARY SCHOOL	FAMILY BANK	49000027194	50,844.21	51,444.21
30	LCDF SCHOOL FIELDS	FAMILY BANK	49000027534	115,246.65	115,246.65
31	LARI NGCDF ENVIRONMENT	FAMILY BANK	49000027021	128,924.06	128,924.06
32	LNGCDF KINALE ASSISTANT COUNTY COMMISSONER OFFICE	FAMILY BANK	49000027245	20,295.41	20,875.41

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33	LNGCDF KIRENGA ASSISTANT CHIEFS OFFICE	FAMILY BANK	49000027295	160,252.42	160,252.42
34	LCDF KWAREGI PRIMARY SCHOOL	FAMILY BANK	49000027590	114,282.00	114,282.00
35	LCDF GATHIMA PRIMARY SCHOOL	FAMILY BANK	49000027607	137,958.00	137,958.00
36	CROSSROAD PRIMARY SCHOOL	FAMILY BANK	49000029343	3,600,000.00	-
37	LARI TECHNICAL AND VOCATIONAL TRAINING PMC	FAMILY BANK	49000029350	25,470.00	-
38	KAMUCHEGE SECONDARY PMC	FAMILY BANK	49000029362	2,800,000.00	-
39	BATHI CHIEFS OFFICE PMC	FAMILY BANK	49000029399	3,000,000.00	-
40	KIRENGA GIRLS PMC	FAMILY BANK	49000029361	158,338.00	-
41	KIRENGA PRIMARY PMC	FAMILY BANK	49000029349	146,672.00	-
42	ESCARPMENT CHIEFS OFFICE PMC	FAMILY BANK	49000029341	3,000,000.00	-
43	KAGWE POLICE PMC	FAMILY BANK	49000029342	5,000,000.00	-
44	KIJABE CHIEFS OFFICE PMC	FAMILY BANK	49000029377	3,000,000.00	-
45	MUKEU PRIMARY SCHOOL	FAMILY BANK	49000026585	-	162,614.00
46	ENVIRONMENT PROJECT PMC	FAMILY BANK	49000029367	154,030.00	-

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47	LARI NG-CDF-SPORTS PMC	EQUITY BANK	,1110284190627	1,072.00	2,601,752.00
48	LARI NG-CDF JUVENALIS GITAU SECONDARY SCHOOL	EQUITY BANK	,1110284215588	99,862.70	2,605,130.70
49	LARI NG-CDF MATATHIA PRIMARY SCHOOL	EQUITY BANK	,1110284216121	198,055.00	3,700,000.00
50	LARI NG-CDF KIRIITA PRIMARY	EQUITY BANK	,1110284381985	2,450,000.00	-
51	LARI NG-CDF KIRASHA PRIMARY	EQUITY BANK	,1110284382344	220,054.00	-
52	LARI NG-CDF KINALE PRIMARY SCHOOL	EQUITY BANK	,1110284382541	121,539.00	-
53	LARI NG-CDF ICT HUBS PMC ACCOUNT	EQUITY BANK	,1110284392916	-	-
54	LARI NG-CDF ESCARPMENT POLICE POST	EQUITY BANK	,1110284819764	21,406.00	-
55	LARI NG-CDF GITUAMBA PRIMARY PMC	EQUITY BANK	,1110284948815	3,643.00	-
56	LARI NG-CDF SULMAC PRIMARY SCHOOL PMC	EQUITY BANK	,1110284948838	-	-
57	LARI NG-CDF KINALE CHIEFS OFFI	EQUITY BANK	,1110285331152	3,000,000.00	-
58	LARI NG-CDF IRIAINI PRIMARY SCHOOL PMC	EQUITY BANK	,1110284076949	597,282.70	1,214,405.00
59	LARI NG-CDF NYAMWERU PRIMARY SCHOOL PMC	EQUITY BANK	1110284215680	-	3,800,000.00

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60	LARI NG-CDF KAGWE TOWNSHIP PRIMARY SCHOOL PMC	EQUITY BANK	1110284215680	2,400,000.00	2,400,000.00
	TOTAL			34,674,681.15	19,254,086.18

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Delay in construction of two Classrooms At KAGWE PRIMARY	The project had been allocated funds for construction of two roofed classrooms but the scope of work was changed to construction of two classroom up to suspended level on an existing building which required additional funding. The funds has since been allocated and approved by the NGCDF board in current financial year	Resolved	JUNE 2024
2	Unutilized funds amounting to 101,165,698	These were funds that had not been approved by the NGCDF board for various project but	Resolved	JUNE 2024

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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)
		has since been approved		
3	Failure to prepare bank reconciliation statement for month of July and August 2022	The bank reconciliation has been prepared	Resolved	June 2024
4	Lack of ownership documents for structure valued 1,650,000	This is the NGCDF LARI office building that is build on the Lari Dcc headquarters which is a public land and the NGCDF is in the process of getting allotment	Unresolved	June 2025


**LARI NATIONAL GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND**
31 DEC 2024
 Name: Florence Nyuguna
 Fund Account Manager.