

REPUBLIC OF KENYA




Enhancing Accountability



REPORT

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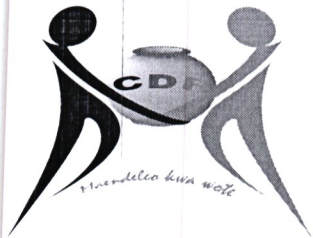
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CLERK-AT THE-TABLE:	J. GINDO

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2019**



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

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF)
LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

(NGCDF)

LIKUYANI CONSTITUENCY

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For the year ended June 30, 2019

KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF)**

LIKUYANI CONSTITUENCY

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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.

(b) Key Management

The NGCDF LIKUYANI Constituency 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 2018 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	Sifuna Musuya
2.	Sub-County Accountant	Kennedy Odongo
3.	Chairman NGCDFC	Francisca Nakhayo
4.	Member NGCDFC	Catherine Wangila

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF LIKUYANI Constituency Headquarters

P.O BOX
15-30200
MATUNDA

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF)**

LIKUYANI CONSTITUENCY

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For the year ended June 30, 2019

(f) NGCDF LIKUYANI Constituency Contacts

Telephone: (254) 715-560-144
E-mail: ngcdflikuyani@ngcdf.go.ke
Website: likuyanicdf.go.ke

(g) NGCDF LIKUYANI Constituency Bankers

1. Equity Bank
A/C no 0500261734009
P.O. Box 2512-50100
Kakamega
Tel: 056-30239/40

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF)**

LIKUYANI CONSTITUENCY

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For the year ended June 30, 2019

FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

This financial year under review, the committee received all the funds from the board in comparison to last year where only 89% of the annual allocation was received in time. Find below is a comparative graph showing receipt of funds from the board.

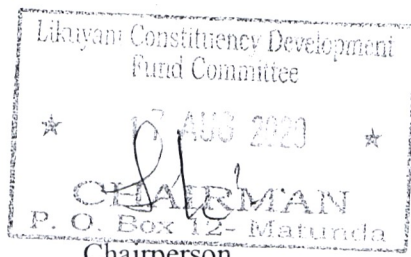
The budget performance Also had an improvement in comparison to last year. This year's actual performance against the budget was 78% compared to last year's which was 94% against the budget,

In terms of projects implementation ,several twin laboratories were completed for various institutions namely Mapera sec, Mary Lusweti Sec, St Teresas Sec school, St Peters Moisbridge girls sec school, all these twin labs were completed at an approximate cost of Ksh. 3,500,000.00 each.

Also the committee implemented library/Computer laboratories to completion in the following institutions these are St Jude Seregeya Secondary School, St Michael Kilimani Secondary School and Moi girls High School Nangili.

Another major achievement was the implementation of social security programmes where by 500 families for elderly persons, persons living with disability and a few bodaboda riders were given cover for one year

The biggest challenge the committee is currently experiencing is the executive order for 100% transition to secondary schools which has put a lot of pressure to bring up more infrastructure in secondary schools. The committee is implementing construction of extra classrooms in the affected schools and we expect this to continue till the affected classes reach form IV



**Chairperson
NG-CDF LIKUYANI**

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

(NGCDF)

LIKUYANI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

STATEMENT OF ENTITY 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-LIKUYANI 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, 2019. 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-LIKUYANI 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 *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-LIKUYANI Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.


The Accounting Officer in charge of the NGCDF-LIKUYANI Constituency confirms that the entity 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 entity'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-LIKUYANI Constituency financial statements were approved and signed by the Accounting Officer on 04/07 2019.


Fund Account Manager

Name: Sifuna Mũsuya

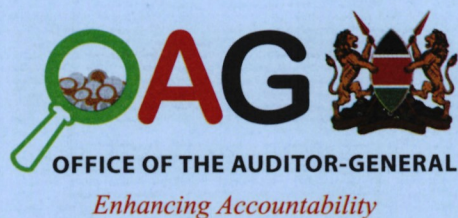

Sub-County Accountant
Name: Kennedy Odongo
ICPAK Member Number:
11493

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF)
LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

I. REPORT OF THE AUDITOR GENERAL ON LIKUYANI NG- CDF

REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - LIKUYANI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Likuyani Constituency set out on pages 1 to 27, which comprise of the statement of assets and liabilities as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined 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 the National Government Constituencies Development Fund - Likuyani Constituency as at 30 June, 2019, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracy in Receipts

As disclosed in Note 1 to the financial statements, the statement of receipts and payments reflects transfers from NGCDF Board totalling to Kshs.122,139,311. The balance differs on comparable basis with the balance of Kshs.122,620,186 reflected in the summary statement of appropriation. This resulted in an unreconciled variance of Kshs.480,875.

Consequently, the accuracy, completeness and validity of transfers from NGCDF Board totalling to Kshs.122,139,311 reflected in the statement of receipts and payments for the year ended 30 June, 2019 could not be confirmed.

2. Unsupported Expenditure for Strategic Plan

As disclosed in Note 4 to the financial statements, the statement of receipts and payments reflects use of goods and services balance totalling to Kshs.12,437,337. The balance includes an amount of Kshs.3,499,550 paid to a firm for the preparation of 2018-2023 Strategic Plan as per the contract signed on 10 September, 2018. However, there was no evidence that the Strategic Plan was launched and implemented. Further, delivery note and Inspection and Acceptance Committee report were not provided.

Consequently, the accuracy, completeness and validity of the Strategic Plan payment amounting to Kshs.3,499,550 for the year ended 30 June, 2019 could not be confirmed.

3. Unsupported Bursaries

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects other grants and transfers totalling to Kshs.40,879,680. The balance includes bursaries amounting to Kshs.24,660,500. However, the Management did not provide supporting documents such as; student application forms and minutes of the Vetting Committee.

Further, there was no evidence of existence of the Bursary Sub-committee in accordance with the NGCDF Board guidelines contained in Circulars/Vol.1/111 of 13 September, 2010 which requires that a Sub-committee of the Constituency Development Committee should be formed to manage the bursary scheme.

Consequently, the accuracy, completeness and validity of the bursaries amounting to Kshs.24,660,500 for the year ended 30 June, 2019 could not be confirmed.

4. Inaccuracy in Cash and Cash Equivalents

As disclosed in Note 8 to the financial statements, the statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.26,452,733. The bank reconciliation statement for the month of June, 2019 showed unpresented cheques totalling to Kshs.8,553,494 out of which cheques amounting to Kshs.246,585 related to the period between 30 June, 2018 and 01 December, 2018 and were therefore, stale. However, the cheques had not been reversed in the cash book.

Consequently, the accuracy, completeness and validity of the cash and cash equivalents balance of Kshs.26,452,733 reflected in the statement of assets and liabilities as at 30 June, 2019 could not be confirmed.

5. Unsupported Committee Bank Balance

Note 13 to the financial statements reflects Project Management Committee (PMC) account balance totalling to Kshs.11,439,052 outstanding on twenty-eight (28) PMC accounts. However, supporting cash books and certificate of bank balances were not provided.

Consequently, the accuracy, completeness and validity of the PMC account balance of Kshs.11,439,052 as at 30 June, 2019 could not be confirmed.

6. Inaccuracy in Unutilized Funds

Note 13 to the financial statement reflects unutilised funds totalling to Kshs.26,457,162. However, the correct casting amounts to Kshs.26,707,296 resulting to an unreconciled variance of Kshs.250,134.

Consequently, the accuracy, completeness and validity of unutilised funds of Kshs.26,457,162 as at 30 June, 2019 could not be confirmed.

7. Inaccuracy in Summary Statement of Appropriation

The summary statement of appropriation - recurrent and development combined reflects total budget and actual on comparable basis of Kshs.153,254,255 and Kshs.126,551,387 respectively. However, the statement of budget execution by programmes and sub-programmes reflects total budget and actual on comparable basis of Kshs.152,967,995 and Kshs.126,546,959 respectively. The anomaly was not corrected.

Consequently, the accuracy, completeness and validity of the summary statement of appropriation - recurrent and development combined for the year ended 30 June, 2019 could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.126,657,186 and Kshs.126,657,186 respectively. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.153,254,255 and Kshs.126,551,387 respectively, resulting to an under expenditure of Kshs.26,452,733 or 17% of the budget.

The underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury's Circular Ref: PSASB/1/12 Vol.1(44) of 25 June, 2019.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Delay in Project Implementation

The Project Implementation Status Report as at 30 June, 2019, showed that the Fund had planned to implement seven hundred and eighty-nine (789) projects from 2013/2014 to 2018/2019 at a total cost of Kshs.496,257,383 and which were at various levels of implementation. Out of the ninety-six (96) Projects that were to be implemented during 2018/19 financial year, only fifty-five (55) projects amounting to Kshs.71,574,834 were completed while forty-one (41) projects amounting to Kshs.12,150,000 were ongoing.

Further, twenty-four (24) projects totalling to Kshs.21,971,282 relating to 2017/2018 financial year and earlier were indicated as ongoing and no reason was provided for the delay in their implementation.

In the circumstances, I am unable to confirm whether the public will obtain value for money for the delayed projects.

2. Unsatisfactory Construction of Deputy County Commissioner's Residence

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects other grants and transfers balance totalling to Kshs.40,879,680. Included in the balance is a security project amount of Kshs.2,489,180 which was paid to a local firm for construction of the Deputy County Commissioner's residence at a contract sum of Kshs.2,971,174. However, physical verification in July, 2020 revealed the following;

- (i) The contractor had installed nine (9) flash doors instead of fourteen (14) mahogany doors as per the bill of quantities (BQs).
- (ii) The windows installed were fifteen (15) instead of twenty-two (22) as per the BQs.

- (iii) There was no evidence of land ownership for the land on which the house was constructed.
- (iv) Further, there was no evidence that the relevant Departments of Government including Public Works and Lands were involved and there were no Engineer's estimates. This is contrary to Regulation 15(a) of the National Government Constituencies Development Fund Regulations, 2016 which requires that a Project Management Committee for each Project in a Constituency should implement Projects in consultation with the relevant Departments of Government.

Consequently, I am unable to confirm the validity and value for money for the amount of Kshs.2,489,180 incurred on the project.

3. Unsupported Identification of National Hospital Insurance Fund Beneficiaries

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects other grants and transfers balance of Kshs.40,879,680. The balance includes an amount of Kshs.3,420,000 which was disbursed to National Hospital Insurance Fund (NHIF) for local beneficiaries. However, there was no evidence on how the beneficiaries were identified and evidence that the relevant Government Departments were consulted as required by Regulation 21(4) of the National Government Constituencies Development Fund Regulations, 2016.

The Management therefore breached the law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

- Perform such other procedures as I consider necessary in the circumstances.

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

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


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

02 November, 2021

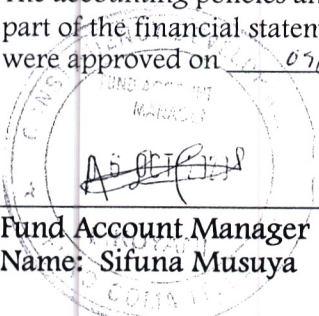
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**


**Reports and Financial Statements
For the year ended June 30, 2019**

STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018 - 2019 Kshs	2017 – 2018 Kshs
RECEIPTS			
Transfers from NGCDF board	1	122,139,311	85,590,345
Other Receipts	2	<u>37,000</u>	<u>83,000</u>
TOTAL RECEIPTS		122,176,311	85,673,345
PAYMENTS			
Compensation of employees	3	2,454,124	2,040,153
Use of goods and services	4	12,437,337	3,344,973
Transfers to Other Government Units	5	70,780,246	40,928,835
Other grants and transfers	6	40,879,680	13,951,999
Acquisition of Assets	7		1,298,979
TOTAL PAYMENTS		126,551,387	61,564,939
SURPLUS/(DEFICIT)		<u>(4,375,076)</u>	<u>24,108,406</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-LIKUYANI Constituency financial statements were approved on 05/09/2019 and signed by:


Fund Account Manager
for Name: Sifuna Musuya


Sub-County Accountant
Name: Kennedy Odongo
ICPAK Member Number: 11493

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

Reports and Financial Statements

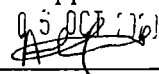
For the year ended June 30, 2019

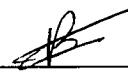
STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019 Kshs	2017-2018 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	8.	26,452,733	30,827,810
Total Cash and Cash Equivalents		26,452,733	30,827,810
Current Receivables			
TOTAL FINANCIAL ASSETS		26,452,733	30,827,810
FINANCIAL LIABILITIES			
TOTAL FINANCIAL LIABILITES		00	
NET FINANCIAL ASSETS		26,452,733	30,827,810
REPRESENTED BY			
Fund balance b/fwd	9	30,827,810	6,382,684
Surplus/Deficit for the year		(4,375,076)	24,108,406
Prior year adjustments	10		336,720
NET FINANCIAL POSITION		26,452,733	30,827,810

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-LIKUYANI Constituency financial statements were approved on 04/04 2019 and signed by:

for


Fund Account Manager
Name: Sifuna Musuya



Sub-County Accountant
Name: Kennedy Odongo
ICPAK Member Number: 11493


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2019

STATEMENT OF CASHFLOW

		2018-2019	2017-2018
		Kshs.	Kshs.
Receipts			
Transfers from NGCDF Board	1	122,139,311	85,590,345
Other Receipts	2	37,000	83,000
Total receipts		122,176,311	85,673,345
Payments			
Compensation of Employees	3	2,454,124	2,040,153
Use of goods and services	4	12,437,337	3,344,973
Transfers to Other Government Units	5	70,780,246	40,928,835
Other grants and transfers	6	40,879,680	13,951,999
Total payments		126,551,387	60,265,960
Total Receipts Less Total Payments		-4,375,076	
Adjusted for:	10		336,720
Net cash flow from operating activities		0	25,744,105
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	7	0	1,298,979
Net cash flows from Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		-4,375,076	0
Cash and cash equivalent at BEGINNING of the year	9	30,827,810	6,382,684
Cash and cash equivalent at END of the year		26,452,733	30,827,810

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-LIKUYANI Constituency financial statements were approved on 04/09/2019 and signed by:


Fund Account Manager
Name: **Sifuna Musuya**


Sub-County Accountant
Name: **Kennedy Odongo**
ICPAK Member Number: **11493**

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – LIKUYANI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	109,040,876	13,579,310	122,139,311	122,139,311	-	100.0%
Approved A.I.A			480,875	480,875	-	
Other Receipts		37,000	37,000	37,000	-	100.0%
TOTAL RECEIPTS	109,040,876	13,616,310	122,657,186	122,657,186	-	100.0%
PAYMENTS						
Compensation of Employees	2,318,604	1,466,576	3,785,180	2,454,124	1,331,056	64.8%
Use of goods and services	7,495,074	6,053,226	13,548,300	12,437,337	1,110,963	91.8%
Transfers to Other Government Units	59,727,985	13,782,261	73,510,246	70,780,246	2,730,000	96.3%
Other grants and transfers	39,499,212	22,324,367	61,823,579	40,879,680	20,943,899	66.1%
Acquisition of Assets					(250,135)	-100.0%
Other Payments		586,950	586,950		586,950	
TOTAL	109,040,876	44,213,380	153,254,255	126,551,387	26,452,733	82.7%

ATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – LIKUYANI CONSTITUENCY
Reports and Financial Statements
for the year ended June 30, 2019

- (a) *The committee received all the funds from the board. However A.I.A approval by the board was not done.*
- (b) *Grants and transfers had under absorption because of bursary and social security programmes that had not been disbursed because vetting is done in July and beneficiary receive funds in September also funds for environment had not been disbursed because of the dry season.*
- (c) *Purchase of office assets had over expenditure of 185% due to purchase of tablets for NG-CDG Members that had been budgeted for an amount Ksh 250,135 overall absorption rate was 78% which was an under absorption done to non disbursement of bursary and social security programmes whose vetting is normally done in July and funds disbursed in September*



and Account Manager
Name: Sifuna Musuya

The NGCDF-LIKUYANI Constituency financial statements were approved on 2/07/ 2019 and signed by:

A handwritten signature in black ink.

Sub-County Accountant
Name: Kennedy Odongo
ICPAK Member Number: 11493

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits 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-LIKUYANI Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30th June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

In-kind contributions are donations that are made to the Entity 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 Entity includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they 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 year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

10. Unutilized Fund

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are 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 June 2017 for the period 1st July 2017 to 30th June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2018.

14. Errors

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

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

15. Related Party Transactions

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

IX: NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

	2018-2019	2017 - 2018
	Kshs	Kshs
AIE NO. B034034	13,099,310	
AIE NO. B030264	10,000,000	
AIE NO. B06426	6,000,000	
AIE NO. B030479	15,000,000	
AIE NO. B030567	11,000,000	
AIE NO. B042788	12,000,000	
AIE NO. B047514	55,040,000	
AIE NO A855903		5,500,000
AIE NO. A892670		500,000
AIE NO. A896763		17,216,500
AIE NO. A892961		20,688,672
AIE NO. A896942		41,685,173
	122,139,311	85,590,345

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. OTHER RECEPTS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Interest Received	-	-
Rents	-	40,000
Sale of Tender Documents	37,000	43,000
Other Receipts Not Classified Elsewhere (specify)	-	-
TOTAL	37,000	83,000

3. COMPENSATION OF EMPLOYEES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Basic wages of contractual employees	2,454,124	1,518,498
Basic wages of casual labour		
Personal allowances paid as part of salary		
House allowance		228,000
Transport allowance		
Leave allowance		
Other personnel payments		
Employer contribution to NSSF		71,280
Gratuity-Paid		222,375
TOTAL	2,454,124	2,040,153

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. USE OF GOODS AND SERVICES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Utilities, supplies and services	0	13,000
Communication, supplies and services	130,300	73,000
Domestic travel and subsistence		0
Printing, advertising and information supplies & services	1,257,517	197,946
Rentals of produced assets		
Training expenses		
Hospitality supplies and services		3,150
Other committee expenses	4,809,840	1,896,800
Committee allowance	724,255	844,000
Insurance costs		
Specialised materials and services		
Office and general supplies and services	965,875	
Fuel , oil & lubricants	1,050,000	317,077
Other operating expenses		
Bank service commission and charges		
Security operations		
Routine maintenance - vehicles and other transport equipment		
Routine maintenance- other assets		
Strategic Plan	3,499,550	0
TOTAL	12,437,337	3,344,973

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Transfers to Primary schools	17,014,615	18,940,000
Transfers to Secondary schools	53,765,631	21,988,835
TOTAL	70,780,246	40,928,835

6. OTHER GRANTS AND OTHER PAYMENTS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Bursary –Secondary	12,326,000	5,500,000
Bursary –Tertiary	12,334,500	3,127,000
NHIF Social Security	5,100,000	0
Security	2,489,180	300,000
Sports	1,461,000	970,000
Environment	500,000	999,999
Emergency Projects	6,669,000	3,055,000
TOTAL	40,879,680	13,951,999

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7. ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2018-2019	2017 - 2018
	Kshs	Kshs
Construction of Buildings	-	1,298,979
TOTAL	-	1,298,979

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS

8: Bank Accounts (cash book bank balance)

	2018-2019	2017-2018
	Kshs.	Kshs.
<i>Equity Bank Limited, Kakamega Branch . Likuyani</i>		
<i>NG-CDF</i>	<u>26,452,733</u>	<u>30,827,810</u>
	<u>26,452,733</u>	<u>30,827,810</u>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. BALANCES BROUGHT FORWARD		
	2018-2019	2017-2018
	Kshs	Kshs
Bank accounts	26,452,733	30,827,810
Total	<u>26,452,733</u>	<u>30,827,810</u>
10. Prior Year Adjustments		
	2018-2019	2017-2018
	Kshs	Kshs
Prior year adjustments	-	336,720
Total	<u>-</u>	<u>336,720</u>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11 .NGCDFC STAFF GRATUITY(See Annex 2)

	2018-2019 Kshs.	2017-2018 Kshs.
NGCDFC STAFF GRATUITY	254,724	335,660
	<u>254,724</u>	<u>335,660</u>

12: UNUTILIZED FUND

	2018-2019 Kshs.	2017-2018 Kshs.
Compensation of employees	1,331,056	1,466,576
Use of goods and services	1,110,963	6,053,226
Amounts due to other Government entities (see attached list)	2,730,000	10,983,232
Amounts due to other grants and other transfers (see attached list)	20,943,899	32,774,379
Acquisition of assets	(250,135)	(250,124)
Others (<i>specify</i>)	586,950	586,950
	<u>26,452,733</u>	<u>51,614,239</u>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
(NGCDF) – LIKUYANI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13: PMC account balances

BANK ACCOUNT BALANCES AS AT 30TH JUNE 2019				Balance As at 30th June 2019
PMC NAME	BANK NAME	BRANCH	ACCOUNT NO	Balance As at 30th June 2019
ALIGULA SECONDARY SCHOOL	KCB	MOIS BRIDG	1150906715	96,986.00
ST ELIZABETH LKUYANI GIRLS SEC S	KCB	MOIS BRIDG	1167835131	1,117,468.00
MARY LUSWETI SEC SCHOOL	KCB	MOIS BRIDG	1169090397	1,167,116.00
ST STEPHENS LWANDA SEC SCHOOL	KCB	MOIS BRIDG	1156764513	500,151.00
FRIENDS SEC SCHOOL KONGONI	KCB	MOIS BRIDG	1155891198	153,727.00
KISIGAME MIXED SEC SCHOOL	KCB	MOIS BRIDG	116452625	2,213,904.00
ST VERONICA MIREMBE SEC SCHOOL	KCB	MOIS BRIDG	1175636525	56,082.00
ST TERESA SECONDARY SCHOOL	KCB	MOIS BRIDG	1152067141	1,663,423.00
ALIGULA PRIMARY SCHOOL	KCB	MOIS BRIDG	1165991268	1,564.00
KOSOKI PRIMARY SCHOOL	KCB	MOIS BRIDG	1156553458	39,017.00
MBURURU PRIMARY SCHOOL	KCB	MOIS BRIDG	1152325442	504.00
SIRENDE BLESSING PRIMARY SCHOOL	KCB	MOIS BRIDG	1150362979	463,824.00
ST AUGUSTINE RIVERSIDE PRIMARY S	KCB	MOIS BRIDG	1150714212	92,725.00
BINYENYA PRIMARY SCHOOL	KCB	MOIS BRIDG	1165835118	433,917.00
MUKUNGA PRIMARY SCHOOL	KCB	MOIS BRIDG	1152072250	330,756.00
MAWE TATU PRIMARY SCHOOL	KCB	MOIS BRIDG	1166594203	251,685.00
LURENDE PRIMARY SCHOOL	KCB	MOIS BRIDG	1150105852	89,885.00
MUFUNGU PRIMARY SCHOOL	KCB	MOIS BRIDG	1160443386	183,479.00
KILIMANI PRIMARY SCHOOL	KCB	MOIS BRIDG	1167486773	200,993.00
CHEPKAKA PRIMARY SCHOOL	KCB	MOIS BRIDG	1165295504	81,610.00
KAMBI MAWE PRIMARY SCHOOL	KCB	MOIS BRIDG	1151917540	522,042.00
LUMINO PRIMARY SCHOOL	KCB	MOIS BRIDG	1205621091	1,003,951.00
GIMAYO PRIMARY SCHOOL	KCB	MOIS BRIDG	1178454827	64,608.00
MUTONI PRIMARY SCHOOL	KCB	MOIS BRIDG	1178830934	22,338.00
FRIENDS SECONDARY SCHOOL MATIS	KCB	MOIS BRIDG	1199274666	160,456.00
MANDILA PRIMARY SCHOOL	KCB	MOIS BRIDG	1155799755	87,034.00
KONGONI PRIMARY SCHOOL	KCB	KAKAMEGA	0261734009	6,388.00
EVERGLADE PRIMARY SCHOOL	KCB	MOIS BRIDG	115682131	433,419.00

NATIONAL GOVERNMENT ENTITY – LIKUYANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

ANNEX 1 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Costb/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land				
Buildings and structures	10,599,505			10,599,505
Transport equipment	99,000			99,000
Office equipment, furniture and fittings	515,485			515,485
ICT Equipment, Software and Other ICT Assets	1,063,037			1,063,037
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	12,277,027			12,277,027

ANNEX 2-STAFF GRATUITY OUTSTANDING

	2018 – 2019 Kshs	2017-2018 Kshs
Ezekiel Kataka	53,940	71,755
Japheth Soita	48,948	65,107
ElahuyaAsami	42,276	53,046
Iren Emolem	36,519	48,584
Cecilia Okuyumba	36,519	48,584
Elizabeth Mkaete	36,519	48,584
Total	254,724	335,660

NATIONAL GOVERNMENT ENTITY – LIKUYANI CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2019

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	2018/2019	2018/2019
	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration					
Employees' Salaries	2,318,604.00	1,466,576.00	3,785,180.00	2,376,364.00	1,408,816.00
Goods and Services	2,065,088.00	6,053,226.00	8,118,314.00	4,648,065.93	3,470,248.07
Committee Expenses	1,608,000.00		1,608,000.00	1,195,453.00	412,547.00
Purchase of Tablet and TV	295,000.00		295,000.00		295,000.00
NSSF	77,760.00		77,760.00	77,760.00	0.00
Purchase of Furniture	178,000.00		178,000.00		178,000.00
Sub-Total	6,542,452.00	7,519,802.00	14,062,254.00	8,297,642.93	5,764,611.07
2.0 Monitoring and Evaluation					
Goods and Services	391,226.00		391,226.00		391,226.00
Committee Expenses	1,680,000.00		1,680,000.00	1,050,000.00	630,000.00
Capacity Building of NG-CDFs/PMCs	1,200,000.00		1,200,000.00	809,840.30	390,159.70
Sub-Total	3,271,226.00	0.00	3,271,226.00	1,859,840.30	1,411,385.70
3.0 Emergency					
Emergency	5,738,993.45		5,738,993.45	6,669,000.00	-930,006.55
Sub-Total	5,738,993.45	0.00	5,738,993.45	6,669,000.00	-930,006.55
4.0 Bursary and Social Security Programme					

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Bursary Secondary Schools	10,630,110.00	7,408,414.60	18,038,524.60	10,000,000.00	8,038,524.60
Bursary Tertiary Schools	16,330,109.00	9,942,742.30	26,272,851.30	14,360,500.00	11,912,351.30
Bursary Special Schools	300,000.00		300,000.00	300,000.00	0.00
Social Security Programmes–NHIF	3,000,000.00	2,100,000.00	5,100,000.00	5,100,000.00	0.00
Sub-Total	30,260,219.00	19,451,156.90	49,711,375.90	29,760,500.00	19,950,875.90
5.0 Sports					-
Sub-Total	1,000,000.00		1,500,000.00	1,461,000.00	39,000.00
6.0 Environment					-
Nangili Water Spring	50000		50,000.00	50,000.00	0.00
Luyekhe Water Spring	50000		50,000.00	50,000.00	0.00
Soy Water spring	50000		50,000.00	50,000.00	0.00
Maloba Water Spring	50000		50,000.00	50,000.00	0.00
changarawe Water spring	50000		50,000.00	50,000.00	0.00
Binyenya Water Spring	50000		50,000.00	50,000.00	0.00
Kadima Mideyo Water Spring	50000		50,000.00	50,000.00	0.00
Kidaha Water spring	50000		50,000.00	50,000.00	0.00
Bosco Soysambu Water Spring	50000		50,000.00	50,000.00	0.00
Mwindo Water Spring	50000		50,000.00	50,000.00	0.00
Treese Seedling	500000		500,000.00	0	500,000.00
Sub-Total	1,000,000.00		1,000,000.00	500,000.00	500,000.00
7.0 Primary School Projects					-
Mandila Primary School	500,000.00		500,000.00	500,000.00	0.00
St Charles Lwanga Primary School	500,000.00		500,000.00	500,000.00	0.00
Mufungu Primary school		600,000.00	600,000.00	600,000.00	0.00
Mufungu primary school	564,615.00		564,615.00	564,615.00	0.00
St Michaels Nzoia primary school	500,000.00		500,000.00	500,000.00	0.00

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Sierende Blessings Primary school	700,000.00		700,000.00	700,000.00	0.00
Mukungu Primary school	750,000.00		750,000.00	750,000.00	0.00
Namunyiri Primary school	500,000.00		500,000.00	500,000.00	0.00
Everglade Primary school	500,000.00		500,000.00	500,000.00	0.00
Everglade Primary school	500,000.00		500,000.00	500,000.00	0.00
Maua Primary school	500,000.00		500,000.00	500,000.00	0.00
Maua Primary school	500,000.00		500,000.00	500,000.00	0.00
Muruli Primary school	500,000.00		500,000.00	500,000.00	0.00
Muruli Primary school	500,000.00		500,000.00	500,000.00	0.00
Drwakube Primary school	500,000.00		500,000.00	500,000.00	0.00
Mapera Primary school	500,000.00		500,000.00	500,000.00	0.00
St Teresa primary school	250,000.00		250,000.00	250,000.00	0.00
St Josephs ACK Kipsangui primary school	650,000.00		650,000.00	650,000.00	0.00
Sango primary school	500,000.00		500,000.00	500,000.00	0.00
Mirembeprimary school	500,000.00		500,000.00	500,000.00	0.00
Changarawe primary school	500,000.00		500,000.00	500,000.00	0.00
chepkaka primary school	500,000.00		500,000.00	500,000.00	0.00
St Augustine primary school	500,000.00		500,000.00	500,000.00	0.00
Gimayo primary school	500,000.00		500,000.00	500,000.00	0.00
LurendePrimary school	500,000.00		500,000.00	500,000.00	0.00
Godown primary school	500,000.00		500,000.00	500,000.00	0.00
Ngao primary school	500,000.00		500,000.00	500,000.00	0.00
Kona Primary School	500,000.00		500,000.00	500,000.00	0.00
Biyenya primary school	500,000.00		500,000.00	500,000.00	0.00
Chief Banda primary school	500,000.00		500,000.00	500,000.00	0.00
DRNganga primary school	500,000.00		500,000.00	500,000.00	0.00
St monica primary school	500,000.00		500,000.00	500,000.00	0.00
Kambimaweabeka primary school	500,000.00		500,000.00	500,000.00	0.00
Sub-Total	16,414,615.07		17,014,615.07	17,014,615.07	0.00
8.0 Secondary School Projects					

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St Peters Girls Secondary School		1,357,241.00	1,357,241.00	1,357,241.00	0.00
Mapera Secondary School		1,357,241.00	1,357,241.00	1,357,241.00	0.00
St Teresa Mukunga Secondary School		1,357,241.00	1,357,241.00	1,357,241.00	0.00
St Elizabeth LikyaniGirls Secondary School		1,357,241.00	1,357,241.00	1,357,241.00	0.00
St Johns Mtoni Sec School		1,357,241.00	1,357,241.00	1,357,241.00	0.00
St Peters Boys Secondary School		220,000.00	220,000.00	220,000.00	0.00
Moi Girls secondary school	900,000.00	900,000.00	900,000.00	900,000.00	0.00
St Stephens Lwanda Sec School	400,000.00	400,000.00	400,000.00	400,000.00	0.00
St Benedicts Lugulu Sec School	300,000.00	300,000.00	300,000.00	300,000.00	0.00
St Teresa Mukunga Secondary School	300,000.00	300,000.00	300,000.00	300,000.00	0.00
St Stephens Lwanda Sec School	300,000.00	300,000.00	300,000.00	300,000.00	0.00
Mwiba S.A Sec school	500,000.00	500,000.00	500,000.00	500,000.00	0.00
Friends secondary School Binyenya	600,000.00	600,000.00	600,000.00	600,000.00	0.00
Aligula Sec School	600,000.00	600,000.00	600,000.00	600,000.00	0.00
St Elizabeth LikyaniGirls Secondary School	700,000.00	700,000.00	700,000.00	700,000.00	0.00
St Josephskogo sec school		1,500,000.00	1,500,000.00	1,500,000.00	0.00
St Benedicts Lugulu Sec School	600,000.00	600,000.00	600,000.00	600,000.00	0.00
St Benedicts Lugulu Sec School	400,000.00	400,000.00	400,000.00	400,000.00	0.00
St Jude Seregeya Sec School	800,000.00	800,000.00	800,000.00	800,000.00	0.00
St Johns Mtoni Sec School	500,000.00	500,000.00	500,000.00	500,000.00	0.00
St Josephslumino Sec school	300,000.00	300,000.00	300,000.00	300,000.00	0.00
St Peters mois bridge boys sec school	700,000.00	700,000.00	700,000.00	700,000.00	0.00
St Veronica Mirembe Girls sec school	700,000.00	700,000.00	700,000.00	700,000.00	0.00
Friends Secondary school Matisi	763,370.00	763,370.00	763,370.00	763,370.00	0.00
Friends secondary school Kongoni	800,000.00	800,000.00	800,000.00	800,000.00	0.00
St Josephskogo sec school	500,000.00	500,000.00	500,000.00	500,000.00	0.00
St Josephskogo sec school	500,000.00	500,000.00	500,000.00	500,000.00	0.00
St Josephslumino Sec school	900,000.00	900,000.00	900,000.00	900,000.00	0.00
St Josephslumino Sec school	419,028.00	419,028.00	419,028.00	419,028.00	0.00
Mwiba S.A Sec school	900,000.00	900,000.00	900,000.00	900,000.00	0.00
Mwiba S.A Sec school	419,028.00	419,028.00	419,028.00	419,028.00	0.00
Eshikulu Girls secondary school	900,000.00	900,000.00	900,000.00	900,000.00	0.00

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

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. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Land without Title deed	Not possible to confirm the ownership of parcel of land valued Ksh.3,075,000	Most the tittle deed are at the land control board approval level	FAM	Not resolved	30 th septemb er 2019
Prior year adjustment	Not possible to ascertain validity of the prior year adjustment figure of Kshs. 336,720	The adjustment was due to over payment to the supplier for construction of CDF building and this was adjusted against the retention funds before being paid.The D.A approved the necessary documents for the adjustments and they are still available to be given to the auditors	FAM	Resolved	30 th septemb er 2019
Project implementation status	Non implementation of planned projects	Funds were disbursed late from the NG-CDF BOARD	FAM	Not resolved	30 th September 2019

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		which led to late disbursements of funds and hence late implementation of project			
Poor implementation of projects	Transfer to other Government units of Ksh 4,900,000 projects poorly done	We had retained 10% retention funds for most of the projects and therefore the respective contractors have corrected the defects before these funds were released to them	FAM	Resolved	30 th September 2019