

REPUBLIC OF KENYA



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REPORT

NATIONAL ASSEMBLY	
DATE: 02 AUG 2023	DAY: WED
TABLED BY:	Hon Naomi Wago, mp Deputy Majority Whip
CLERK-AT-THE-TABLE:	Funlaysia Muriuki

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2022**



BUMULA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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



***Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

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I. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2016. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

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Annual Report and Financial Statements for The Year Ended June 30, 2022

- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

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(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2022 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Philip Simiyu
2.	Sub-County Accountant	Susan Simiyu
3.	Chairman NGCDFC	William Namasake
4.	Member NGCDFC	Cyphrine Muchanga

(d) Fiduciary Oversight Arrangements

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

(e) Bumula NGCDF Headquarters

P.O. Box 36-50200
NG-CDF Building
Bumula Sub County Headquarters
Bungoma, KENYA

(f) Bumula Constituency NGCDF Contacts

Telephone: (254) 725779127
E-mail: cdfbumula@ngcdf.go.ke
Website: www.go.ke

(g) NGCDF Bumula Constituency NGCDF Bankers

Equity Bank
Bungoma Branch
P.o Box 2450-50200
Bungoma

(h) Independent Auditors

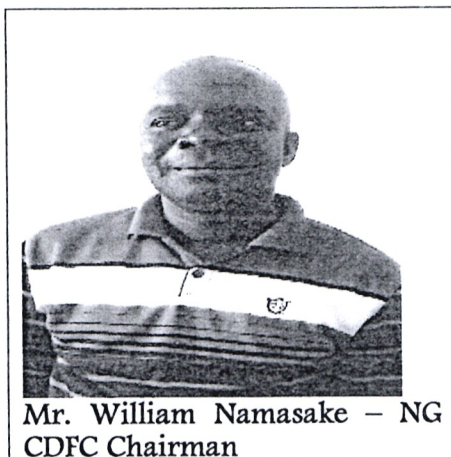
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

***Bumula Constituency
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II. NG-CDFC Chairman's Report



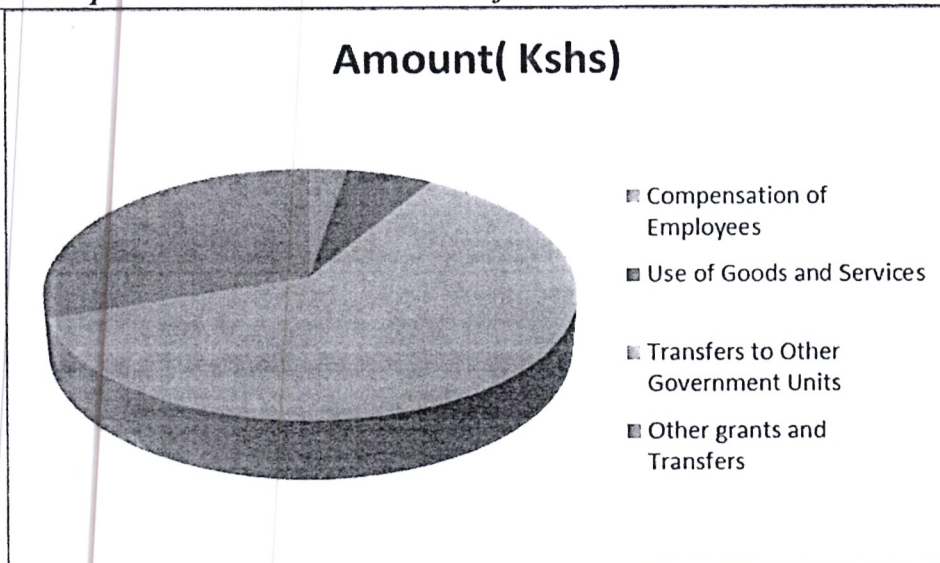
**Mr. William Namasake – NG
CDFC Chairman**

Am pleased to present the financial statements for the financial year 2021-2022 in line with the requirements of the NG-CDF Act 2015

The constituency had an original budget of Kshs. 137, 088, 889 (one hundred and thirty seven million, eighty eight thousand and eight hundred and seventy nine shillings only), the cash book opening balance was Kshs. 20,265,734 (Twenty thousand, two hundred and sixty five thousand seven hundred and seventy four shillings only) and the previous year outstanding disbursements amounted to Kshs. 45,088,879 (Forty five million, eighty eight thousand eight hundred and seventy nine shillings only)) amounting to a final budget of Kshs. 170,088,879 (One hundred and seventy million, eighty eight thousand eight hundred and seventy nine shillings only) as presented below.

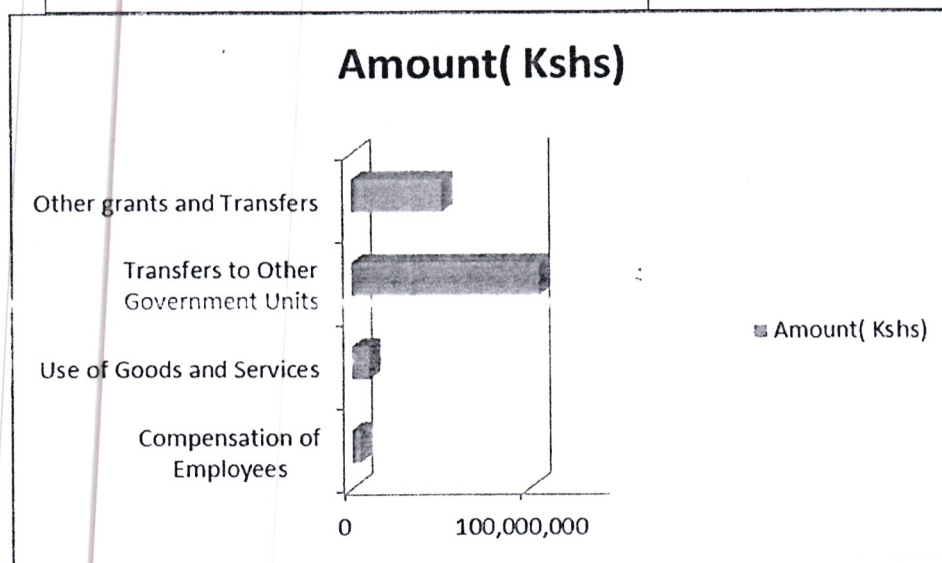
Description	Amount(Kshs)
Compensation of Employees	4,481,521
Use of Goods and Services	10,136,180
Transfers to Other Government Units	105,522,200
Other grants and Transfers	51,470,402
Total	170,088,879

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The constituency was able to utilize Kshs. 171,610,303 (One hundred and seventy one million, six hundred and forty thousand and three hundred and three shillings) , as presented below.

Description	Amount(Kshs)
Compensation of Employees	4,481,521
Use of Goods and Services	10,136,180
Transfers to Other Government Units	105,522,788
Other grants and Transfers	51,470,402
Total	171,610,303



Bumula Constituency

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The Bumula NG-CDF has all along strived to promptly disburse funds to earmarked projects. Hence progress has been made in the following areas:

1. Many needy students attaining their education dreams through bursary schemes.
2. Putting up of quality education and security infrastructure.
3. Environmental conservation, HIV/AIDS awareness campaigns, drugs and substance abuse sensitization in the constituency.

The following are some of the projects funded by Bumula NG-CDF:



Administration block at St. Teresas Kabula Boys secondary school meant to house 11 department resource centre and staff holding the capacity of 300 people.

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Kimaeti Sub County headquarters meant to accommodate 15 sub county departmental heads

However, this has not been without challenges as the funds available are less than the needs, slow project completion due to piecemeal funding and finally political interference in NG-CDF operations. Nonetheless, we have tried to address the shortcomings by sticking to our strategic plan and ensuring available funds are prudently managed.

Finally we appreciate the NG-CDF in its role of alleviating poverty at the grassroots.


.....
Name William Namasake
CHAIRMAN NGCDF COMMITTEE

III. Statement of Performance against Predetermined Objectives for FY2021/22

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 *Bumula Constituency 2018-2022* plan are 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

Bumula Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2022****Progress on attainment of Strategic development objectives**

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	In FY 2021/22 -we increased number of classrooms from 52 to 78 . - Bursary beneficiaries at all levels were as per the attached schedules
Education	To be among the top performing constituencies in both academic and co-curriculum performance at all levels of education.	Improved scores in the national examinations and excellence in sports and other extra curricula activities	number of students transiting from primary to secondary schools and from secondary schools to higher institutions of learning	-In 2021-22 F/Y we completed the construction of 28 classrooms in 10 schools and renovation of 13 classrooms in 4 schools and completion of 1 administration block in 1 school.
	To increase the transition rates from primary all the way to tertiary levels	Increase in the number of students graduating from tertiary institutions	number of students transiting from primary to secondary schools and from secondary schools to higher institutions of learning	-In 2021-2022 F/Y we completed the construction of 28 classrooms in 10 schools and renovation of 13 classrooms in 4 schools and completion of 1 administration block in 1 school.
	To improve infrastructure in all schools to a modern and	Increase in number of modern structures in	Number of modern learning blocks	-In 2021-2022 F/Y we completed the construction of 28 classrooms in 10

Bumula Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2022**

Constituency Program	Objective	Outcome	Indicator	Performance
	child/student friendly learning environment.	schools across the constituency		schools and renovation of 13 classrooms in 4 schools and completion of 1 administration block in 1 school. Amongst them were modern tuition blocks at Nakhwana primary, Wacholi primary and Nangata primary
Security	To curb insecurity within the constituency	Decrease in number of insecurity cases reported in the constituency	Construction of police houses and offices and public administration offices	In 2021-22 F/Y we completed construction of 11 residential houses in 2 security units and a modern administrative office
Environment	To train constituents on water harvesting technologies and management	Increase in the number of public institutions with enough clean water	Installation of water harvesting facilities	In 2021-22 we did mapping of 10 public institutions for installation of water harvesting equipment and planting of tree seedlings in 13 public institutions.
Sports	To have a sporty constituency with improved sporting environment.	Increase in the number of youths participating in sports events	Increased number of youths participating in sporting activities	In 2021-22 , we conducted a youth football tournament and rewarded the winning teams with uniforms and trophies
Disaster Management	To create awareness on drug and substance abuse	Decrease in number of constituents abusing drugs and substances	Decrease in number of constituents abusing drugs and substances	In 2021-22 F/Y we sensitized the public on the effects of drugs and substances abuse during our public barazas

IV. Environmental and Sustainability Reporting

Bumula 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 Buimula CDF, the committee funds the following key sectors with the following sustainable priorities.

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

- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

The organisation partakes in environmental sustainability by installation of water harvesting equipment and planting of trees in public institutions.

3. Employee welfare

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

Bumula Constituency

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Annual Report and Financial Statements for The Year Ended June 30, 2022

mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Bumula Constituency

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Annual Report and Financial Statements for The Year Ended June 30, 2022

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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



.....
Name Philip Simiyu

FAM

V. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Bumula 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, 2022. 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.

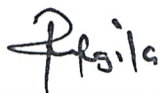
The Accounting Officer in charge of the NGCDF-Bumula Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Bumula 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.

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

The Accounting Officer in charge of the NGCDF Bumula 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- Bumula Constituency financial statements were approved and signed by the Accounting Officer on 30/8/ 2022.



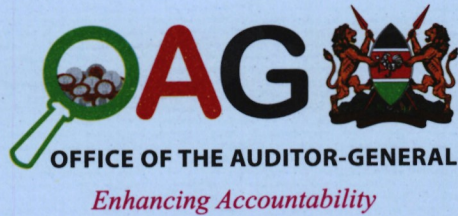
.....
Name: William Namasake
Chairman – NGCDF Committee



.....
Name: Philip Simiyu
Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - BUMULA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Bumula Constituency set out on pages 1 to 43, which comprise of the statement of assets and liabilities as at 30 June, 2022 and the statement of receipts and payments, statement of cash flows and the summary statement of

Report of the Auditor-General on National Government Constituencies Development Fund - Bumula Constituency for the year ended 30 June, 2022

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 the National Government Constituencies Development Fund – Bumula Constituency as at 30 June, 2022, 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.

Basis for Qualified Opinion

Unsupported Sports Expenses

The statement of financial performance reflects an amount of Kshs.51,470,402 in respect of other grants and transfers which, as disclosed in Note 7 to the financial statements, includes an amount of Kshs.3,743,437 relating to expenditure on sports projects. However, out of the amount of Kshs.3,743,437, Kshs.1,000,000 was not supported by payment vouchers and underlying documents.

In the circumstances, accuracy and completeness of the expenditure amounting to Kshs.1,000,000 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 - Bumula 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 reflects receipts budget and actual on comparable basis of Kshs.202,443,492 and Kshs.190,354,613 respectively, resulting to under-funding of Kshs.12,088,879 or 6% of the budget. Similarly, the statement reflects actual expenditure of Kshs.171,610,303 against approved budget of Kshs.202,443,492 resulting in under-performance of Kshs.30,833,189 or 15% of the budget.

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

2. Project Implementation Status

According to the Project Implementation Status (PIS) report, the Fund planned to implement sixty-six (66) projects during the year under review with a budget of Kshs.110,220,000. However, as at 30 June, 2022, thirty-five (35) or 53% of the projects were completed at a cost of Kshs.103,520,000 while thirty-one (31) or 47% of the projects costing Kshs.6,700,000 were on-going. No satisfactory explanation was provided for the failure to complete the thirty-one projects that were on-going.

In the circumstances, the public did not obtain value for money from the incomplete projects.

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 matter 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

Unprocessed Title for Mwiya Girls Secondary School

The statement of receipts and payments reflects an amount of Kshs.105,522,200 in respect of transfers to other Government entities which, as disclosed in Note 7 to the financial statements, includes Kshs.59,750,000 being transfers to primary schools. The amount of Kshs.59,750,000 includes Kshs.1,000,000 transferred to Mwiya Girls Secondary School for purchase of a piece of land measuring one (1) hectare. However, the title deed for the piece of land had not been processed although the amount of Kshs.1,000,000 was inclusive of the cost of processing the title deed.

In the circumstances, ownership of the land could not be confirmed.

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 its operations.

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 time period by employees in the normal course of performing their assigned functions.

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

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

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

12 July, 2023

*Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

VII. Statement of Receipts and Payments for the Year Ended 30th June 2022

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	170,088,879	161,367,724
Proceeds From Sale of Assets	2	0	0
Other Receipts	3		0
Total Receipts		170,088,879	161,367,724
Payments			
Compensation Of Employees	4	4,481,521	3,404,388
Use Of Goods and Services	5	10,136,180	11,825,629
Transfers To Other Government Units	6	105,522,200	87,298,886
Other Grants and Transfers	7	51,470,402	44,684,748
Acquisition Of Assets	8	-	-
Other Payments	9	-	-
Total Payments		171,610,303	147,213,651
Surplus/(Deficit)		(1,521,424)	14,154,073

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

The Constituency financial statements were approved on 30/8/ 2022 and signed by:


Fund Account Manager

Name: Philip Simiyu


National Sub-County
Accountant

Name: Susan Simiyu
ICPAK M/No:


Chairman NG-CDF
Committee

Name: William Namasake

*Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

VIII. Statement of Assets and Liabilities As At 30th June, 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	19,275,310	20,265,734
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		19,275,310	20,265,734
Accounts Receivable			
Outstanding Imprests	11	0	0
Total Financial Assets		19,275,310	20,265,734
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	0	0
Gratuity	12B	0	0
Total Financial Liabilities		0	0
Net Financial Assets		<u>19,275,310</u>	<u>20,265,734</u>
Represented By			
Fund Balance B/Fwd	13	20,265,734	3,134,490
Prior Year Adjustments	14	531,000	2,977,171
Surplus/Deficit for The Year		(1,521,424)	14,154,073
Net Financial Position		19,275,310	20,265,734

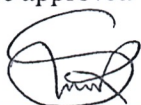
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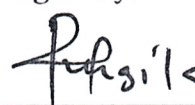
Fund Account Manager

Name: Philip Simiyu



National Sub-County
Accountant

Name: Susan Simiyu
ICPAK M/No:



Chairman NG-CDF
Committee

Name: William Namasake

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
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IX. Statement of Cash Flows for the Year Ended 30th June 2022

	Notes	2021 - 2021	2021 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	170,088,879	161,367,724
Other Receipts	3	-	-
Total Receipts		170,088,879	161,367,724
Payments			
Compensation Of Employees	4	4,481,521	3,404,388
Use Of Goods and Services	5	10,136,180	11,825,629
Transfers To Other Government Units	6	105,522,200	87,298,886
Other Grants and Transfers	7	51,470,402	44,684,748
Other Payments	9	-	-
Total Payments		171,610,303	147,213,651
Total Receipts Less Total Payments			
Adjusted For:		-	-
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16		
Prior Year Adjustments	14	531,000	2,977,171
Net Adjustments		531,000	2,977,171
Net Cash Flow from Operating Activities		(990,424)	17,131,244
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	0	0
Acquisition Of Assets	8	0	0
Net Cash Flows from Investing Activities		0	0
Net Increase In Cash And Cash Equivalent		(990,424)	17,131,244
Cash & Cash Equivalent At Start Of The Year	10	20,265,734	3,134,490
Cash & Cash Equivalent At End Of The Year	10	19,275,310	20,265,734

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

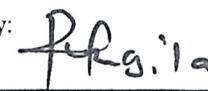
The Constituency financial statements were approved on 30/8/ 2022 and signed by:


Fund Account Manager

Name: Philip Simiyu


National Sub-County
Accountant

Name: Susan Simiyu
ICPAK M/No:


Chairman NG-CDF
Committee

Name: William Namasake

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

X. Summary Statement of Appropriation of Budget for the Year Ended 30th June 2022

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	A	Opening Balance (C/Bk) and AIA	B Previous Years' Outstanding Disbursement	c=a+b	D	e=c-d	f=d/c %
	2021/2022			2021/2022	30/06/2022		
Receipts							
Transfers From NGCDF Board	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Proceeds From Sale of Assets	137,088,879	20,265,734	45,088,879	202,443,492	190,354,613	12,088,879	94.0%
Other Receipts	-	-	-	-	-	-	0.0%
Totals	137,088,879	20,265,734	45,088,879	202,443,492	190,354,613	12,088,879	94.0%
Payments							
Compensation Of Employees	4,408,000	200,000	104,226	7,398,768	4,481,521	2,917,247	12.7%
Use Of Goods and Services	7,929,992	2,150,000	2,730,630	10,184,218	10,136,180	48,038	99.5%
Transfers To Other Government Units	76,326,200	17,590,734	30,648,169	105,522,788	105,522,200	588	100.0%
Other Grants and Transfers	48,424,687	325,000	11,605,854	51,480,317	51,470,402	9,915	100.0%
Acquisition Of Assets				0	-	-	
Other Payments	0			0	-	-	
Totals	137,088,879	20,265,734	45,088,879	202,443,492	171,610,303	30,833,189	84.8%

**Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	30,833,189
Less undisbursed funds receivable from the Board as at 30 th June 2022	12,088,879
	18,744,310
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	531,000
Cash and Cash Equivalents at the end of the FY 2021/2022	19,275,310

The Constituency financial statements were approved on 30/8/ 2022 and signed by:

Fund Account Manager

Name: Philip Simiyu



National Sub-County Accountant

Name: Susan Simiyu
ICPAK M/No:



Chairman NG-CDF Committee

Name: William Namasake



Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
X. Budget Execution by Sectors and Projects for the Year Ended 30th June 2022

Programme/Sub-programme	Original Budget 2021/2022 Kshs	Adjustments		Final Budget 2021/2022 Kshs	Actual on comparable basis 30/06/2022 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,408,000	2,212,060	778,708	7,398,768	4,481,521	2,917,247
1.2 Committee allowances	1,248,000	124,761		1,372,761	1,372,761	-
1.3 Use of goods and services	2,569,332	483,280		3,052,612	4,842,488	(1,789,876)
	8,225,332	2,820,101	778,708	11,824,141	10,696,770	1,127,371
2.0 Monitoring and evaluation						
2.1 Capacity building	1,668,732	171,226		1,839,958	1,187,800	652,158
2.2 Committee allowances	1,749,805	289,203		2,039,008	2,039,008	-
2.3 Use of goods and services	694,123			694,123	694,123	-
	4,112,660	460,429	-	4,573,089	3,920,931	652,158
3.0 Emergency						
3.1 Primary Schools	6,592,207	1,168,258.00		7,760,465	7,760,465	-
3.2 Secondary schools						-
3.3 Tertiary institutions	500,000			500,000	500,000	-
3.4 Security projects	100,000		-	100,000	100,000	-
3.5 Unutilized		1,202,063		1,202,063		1,202,063
	7,192,207	2,370,321	-	9,562,528	8,360,465	1,202,063
4.0 Bursary and Social Security						

*Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2021/2022					
4.1 Secondary Schools	14,200,000	2,303,766	2,977,171	19,480,937	16,609,000	2,871,937
4.2 Tertiary Institutions	14,500,000	917,680		15,417,680	16,357,500	(939,820)
4.3 Social Security	600,000	600,000		1,200,000		1,200,000
4.4 Special needs	200,000	1,200,000		1,400,000	-	
	29,500,000	5,021,445	2,977,171	37,498,616	32,966,500	3,132,116
5.0 Sports	1,000,000.00	2,743,438		3,743,438	3,743,437	1
Total	1,000,000	2,743,438	-	3,743,438	3,743,437	1
6.0 Environment	808,680	1,650,000		2,458,680		2,458,680
				-		-
Total	808,680	1,650,000	-	2,458,680	-	2,458,680
7.0 Primary Schools Projects (List all the Projects)						
WESIMIKHA PRIMARY	100,000	500,000.00		600,000	600,000	-
BUNAMBOBI PRIMARY	1,000,000			1,000,000	2,000,000	(1,000,000)
MARABA PRY	1,000,000			1,000,000	1,000,000	-
TULUMBA PRY	1,000,000			1,000,000	1,000,000	-
BUKUMUMA PRY	300,000	900,000		1,200,000	1,900,000	(700,000)
TUNYA PRY	2,000,000			2,000,000	2,000,000	-
KHABUSI PRY	600,000			600,000	600,000	-
BITOBO PRY	1,000,000			1,000,000	2,450,000	(1,450,000)
WAMUNYIRI PRY	1,000,000			1,000,000	1,000,000	-

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2021/2022					
LUBUNDA PRY	1,000,000			1,000,000	1,000,000	-
KIMAETI PRY	2,700,000			2,700,000	1,250,000	1,450,000
LUNAO RC PRY	1,000,000		1,500,000	2,500,000	2,100,000	400,000
KITABISI PRY	2,100,000			2,100,000	1,000,000	1,100,000
KIBUKE PRY	550,000		1,000,000	1,550,000	1,550,000	-
KHASOLO PRY	1,000,000			1,000,000	2,000,000	(1,000,000)
MATEKA PRY	2,500,000			2,500,000	1,000,000	1,500,000
KIMWANGA PRY	1,000,000			1,000,000	1,000,000	-
SYOYA PRY	550,000			550,000	550,000	-
TULUKUYI PRY	2,000,000			2,000,000	2,000,000	-
NASIMBO SA PRY	1,000,000			1,000,000	1,000,000	-
BUKIRIMO PRY	1,000,000		1,000,000	2,000,000	2,000,000	-
KHASOKO PRY	1,000,000			1,000,000	300,000	700,000
MAYANJA PRY	1,650,000			1,650,000	1,650,000	-
MUKHEKHE PRY	1,000,000			1,000,000	1,000,000	-
MUKHUMA PRY	2,200,000		1,000,000	3,200,000	3,500,000	(300,000)
MUKUYUNI PRY	2,000,000			2,000,000	2,200,000	(200,000)
MWIYENGA PRY	2,200,000			2,200,000	2,200,000	-
MYANGA PRY	1,000,000		1,000,000	2,000,000	2,000,000	-
NABUYEYWE PRY	500,000			500,000		500,000
NAMANJE PRY	1,000,000			1,000,000	1,000,000	-

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2021/2022					
NAMUNINGIE PRY	600,000	500000		1,100,000	1,100,000	-
NANDINGWA PRY	1,000,000			1,000,000	2,000,000	(1,000,000)
NAPARA RC PRY	1,000,000			1,000,000	1,000,000	-
KIBACHENJE PRY	1,000,000			1,000,000		1,000,000
MUSAKASA PRY	1,000,000			1,000,000		1,000,000
SYEKUMULO PRY	1,000,000			1,000,000		1,000,000
KISAWAYI PRY	1,000,000			1,000,000		1,000,000
MALINDA PRY	1,000,000			1,000,000		1,000,000
NAKHWANA PRIMARY		400,000		400,000	400,000	-
MUKWA RC		1,000,000		1,000,000	1,000,000	-
NASIANDA BAHAI		1,900,000		1,900,000	1,900,000	-
LUNAO FYM PRIMARY			500,000	500,000	1,000,000	(500,000)
KABULA PRIMARY			1,000,000	1,000,000	2,000,000	(1,000,000)
MASIELO PRIMARY				-	500,000	(500,000)
NG'OLI PRIMARY			1,000,000	1,000,000	1,000,000	-
KHELELA PRIMARY			1,000,000	1,000,000	1,000,000	-
WEKELEKHA PRIMARY			1,000,000	1,000,000	1,000,000	-
LUMORO PRIMARY			1,000,000	1,000,000	1,000,000	-
NABUREREYA PRIMARY				-	1,000,000	(1,000,000)
MUANDA PRIMARY			1,000,000	1,000,000	1,000,000	-
	44,550,000	5,200,000	12,000,000	61,750,000	59,750,000	2,000,000

**Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.0 Secondary Schools Projects (List all the Projects)						
KABUBERO SEC	2,000,000			2,000,000	1,500,000	500,000
MILUKI SEC	8,000,000			8,000,000	8,000,000	-
NG'OLI SEC	500,000		4,750,000.00	5,250,000	3,500,000	1,750,000
BUKIRIMO SEC	500,000		3,800,000.00	4,300,000	3,500,000	800,000
KIMAETI SEC	8,000,000			8,000,000	8,000,000.00	-
MWIYENGA GIRLS	4,000,000		1,000,000	5,000,000	5,000,000	-
MALINDA SEC	1,000,000			1,000,000	1,000,000	-
SIRENDE SEC	1,000,000			1,000,000	1000000	-
BUMULA BOYS	6,776,200			6,776,200	6772200	4,000
KABULA SECONDARY			10,400,000	10,400,000	6,500,000	3,900,000
MASELO SECONDARY			2,000,000	2,000,000	1,000,000	1,000,000
NANGATA SEC			2,200,000	2,200,000		2,200,000
TULUKUYI SEC			2,100,000	2,100,000		2,100,000
Total	31,776,200	-	26,250,000	58,026,200	45,772,200	12,254,000
9.0 Tertiary institutions Projects (List all the Projects)						
10.0 Security Projects						
KIMAETI DIV. HQs	1,000,000		3,000,000	4,000,000	4,000,000	-
MYANGA POLICE	1,423,800			1,423,800	1,400,000	23,800

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
BUMULA POLICE	1,500,000			1,500,000	1,000,000	500,000
Total	3,923,800	-	3,000,000	6,923,800	6,400,000	523,800
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment						
11.4 Purchase of computers						
11.5 Purchase of land						
12.0 Others						
Railway Junction - Kitingia primary school Road	3,000,000			3,000,000		0
Bitobo junction - Siloba shine primary school road	3,000,000			3,000,000		0
	6,000,000	-	-	6,000,000	-	6,000,000
Funds pending approval**			83,000	83,000		83,000
Total	137,088,879	20,265,734	45,088,879	202,360,492	171,610,303	30,833,189

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Bumula Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

Transfers from the National Government Constituency Development Fund (NG-CDF)

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

All unutilized funds of the Project Management Committee (PMC) are returned to the constituency account. Unutilized funds from PMCs are recognised as other receipts upon return to the constituency account.

External Assistance

External assistance refers to grants and loans received from local, multilateral and bilateral development partners. In the year under review there was no external assistance received.

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

In-kind contributions are donations that are made to the constituency in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the constituency includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2022.

14. Errors

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

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

15. Related Party Transactions

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

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NOB 120999	33,000,000	
AIE NO B 105623	34,000,000	
AIE NO B105708	16,000,000	
AIE NO B 132459	17,000,000	
AIE NO 128774	14,000,000	
AIE NO 154271	18,000,000	
AIE NO B154375	15,000,000	
AIE NO B140788	12,088,879	
AIE NO A888524	11,000,000	
AIE NO B096939		15,000,000
AIE NO B104588		22,000,000
AIE NO B 104796		32,000,000
AIE NO B 104997		9,000,000
AIE NO B 124903		8,500,000
AIE NO B119758		13,000,000
AIE NO B 119748		6,900,000
AIE NO B128359		7,000,000
AIE NO B132104		6,000,000
AIE NO B138772		13,000,000
AIE NO B126336		6,600,000
AIE NO B126357		10,000,000
AIE NO B140503		12,000,000
TOTAL	170,088,879	161,367,724

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
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2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	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

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,460,795	3,055,068
Personal allowances paid as part of salary		
House Allowance		
Transport Allowance		
Leave allowance		
Gratuity to contractual employees	775,286	
Employer Contributions Compulsory national social security schemes	245,440	349,320
Total	4,481,521	3,404,388

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses		
Utilities, supplies and services	129,550	510,629
Communication, supplies and services	28,500	245,000
Domestic travel and subsistence	-	440,000
Printing, advertising and information supplies & services	1,130,400	168,000
Rentals of produced assets		
Training expenses	1,187,800	1,500,000
Hospitality supplies and services	-	620,000
Other committee expenses	1,461,000	788,000
Committee allowance	2,139,000	4,748,000
Insurance costs		
Specialized materials and services	-	-
Office and general supplies and services	3,743,330	2,055,000
Other operating expenses	-	572,000
Routine maintenance – vehicles and other transport equipment		179,000
Routine maintenance – other assets		
Electricity	14,100	
Bank service commission and charges	302,500	
Total	10,136,180	11,825,629

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Notes To The Financial Statements (Continued)

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	59,750,000	57,500,000
Transfers To Secondary Schools (See Attached List)	45,772,200	29,798,886
Transfers To Tertiary Institutions (See Attached List)		
Total	105,522,200	87,298,886

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	16,609,000	12,039,000
Bursary – tertiary institutions (see attached list)	16,357,500	16,663,000
Bursary – special schools (see attached list)		
Mock & CAT (see attached list)		
Social Security programmes (NHIF)		
Security projects (see attached list)	6,400,000	8,413,608
Sports projects (see attached list)	3,743,437	2,747,254
Environment projects (see attached list)		
Emergency projects (see attached list)	8,360,465	4,821,886
Total	51,470,402	44,684,748

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Total	-	-

Bumula Constituency
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Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
EquityBank, Account No. 0480278524012	19,275,309	20,265,735
Total	19,275,309	20,265,735
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (Specify)	-	-
Total	-	-
[Provide Cash Count Certificates for Each]		

11: Outstanding Imprests

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

Bumula Constituency
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Notes to the Financial Statement Continued

12A. Retention

	2021-2022	2020-2021
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	775,276	-
Gratuity paid during the Year (C)	775,276	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	20,265,734	3,134,490
Cash in hand		
Imprest		
Total	20,265,733	3,134,490

Bumula Constituency
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14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances			
Cash in hand			
Accounts Payables			
Receivables	531,000		
Others (<i>specify</i>)			
Total	531,000		

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022	2020-2021
	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	-	-
Changes in Account Receivables E= D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Changes in Accounts Payable E= D-E	-	-

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	2,917,247	2,990,768
Use of goods and services	48,038	3,568,470
Amounts due to other Government entities (see attached list)		
Amounts due to other grants and other transfers (see attached list)		42,750,000
Acquisition of assets		12,985,204
Funds pending approval		
Total	2,96,28	62,377,442

Bumula Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	23,224,139	15,712,036
Total	23,224,139	15,712,036

*Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To- Date	Outstanding Balance 2022	Comments
	A	B	C	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

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Annex 2 - Analysis of Pending Staff Payables*

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

*Bumula Constituency
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Annex 3 – Unutilized Fund*

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees	Salaries and gratuity for staff	2,917,247	2,990,768	
Use of goods & services	Office operations and committee expenses	(1,137,718)	1,068,470	
Amounts due to other Government entities				
Primary schools				
BUNAMBOBI PRIMARY	Construction of 2 classrooms	(1,000,000)		
BITOBO PRY		(1,450,000)		
KIMAETI PRY		1,450,000		
KITABISI PRY		1,100,000		
MATEKA PRY		83,000		
KHASOKO PRY		700,000		
MUKUYUNI PRY		(200,000)		
NABUYEYWE PRY		500,000		
Nandingwa primary		(1,000,000)		
Wesimikha primary school	Completion of two classrooms		500,000	
Nakhwana primary school	Completion of three classrooms & admn. Block		400,000	
Namuningie primary school	Completion of 3 classrooms		500,000	
Bukumuma primary school	Completion of 3 classrooms	(700,000)	900,000	

Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Mukwa RC primary school	Renovation of 6 classrooms		1,000,000	
Nasianda Bahai primary school	Renovation of 7 classrooms		1,900,000	
Lunao RC primary	Completion of 3 classrooms	400,000	1,500,000	
Lunao FYM primary	Renovation of 2 classrooms	(500,000)	500,000	
Mukhuma primary	Renovation of 4 classrooms	(300,000)	1,000,000	
Kabula primary	Renovation of 2 classrooms	(1,000,000)	1,000,000	
Masielo primary	Renovation of 3 classrooms	(500,000)	(500,000)	
Myanga primary	Renovation of 2 classrooms		1,000,000	
Kibuke primary	Renovation of 2 classrooms		1,000,000	
Ng'oli primary	Renovation of 2 classrooms		1,000,000	
Khasolo primary	Renovation of 2 classrooms	(1,000,000)	1,000,000	
Miluki primary	Renovation of 2 classrooms		(1,000,000)	
Khelela primary	Renovation of 2 classrooms		1,000,000	
Wekelekha primary	Construction of one classroom		1,000,000	
Lumoro primary	Construction of one classroom		1,000,000	
Naburereya primary	Construction of 8 door pit latrine	(1,000,000)	500,000	
Rukirimo primary	Construction of one classroom		1,000,000	
Muanda primary	Construction of one classroom		1,000,000	
Musakasa primary	Construction of 1 classroom	1,000,000		
Syekumulo primary	Renovation of 2 classrooms	1,000,000		

**Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Kisawayi primary	Renovation of 2 classrooms	1,000,000		
Malinda primary	Renovation of 2 classrooms	1,000,000		
Kibachenje primary	Renovation of 2 classrooms	1,000,000		
Secondary schools				
Tulukuyi sec school	Completion of 4 classrooms	2,100,000	2,100,000	
Kabula Secondary	Completion of 14 unit admin block	3,900,000	10,400,000	
Ngoli Secondary	Completion of 11 unit admin block	1,750,000	4,750,000	
Rukirimo secondary school	Completion of 11 unit admin block	800,000	3,800,000	
Nangata sec	Completion of 4 classrooms	2,200,000	2,200,000	
Mwiyeenga gils	Construction of one classroom		1,000,000	
Masielo secondary	Completion of 3 classrooms	1,000,000	2,000,000	
KABUBERO SEC		500,000		
BUMULA BOYS		4,000		
Amounts due to other grants and other transfers				
Emergency	Unforeseen occurrences	1,202,063	2,370,321	
Bursary Secondary school	Needy students in secondary		2,303,766	
Bursary tertiary institutions	Needy students in middle level colleges	(939,820)	917,680	

**Bumula Constituency
National Government Constituencies Development Fund (NGCDF)
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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21	Date Opened
BISUCHE ACK SECONDARY	EQUITY	0480299866048	5,976		31/10/2012
MWIYENGA GIRLS	EQUITY	0480279031082	2,925,329	2,740	07/11/2019
ST. KIZITO MASIELO RC PRIMARY	EQUITY	0480280984918	39,294		17/6/2021
BUNAMBOBI RC PRIMARY	EQUITY	0480280030897	36,188		24/9/2020
MATEKA RC PRIMARY	EQUITY	0480280994592	65,757		15/12/2020
SILIBA SHINE RC PRIMARY SCHOOL	EQUITY	0480280981883	8,930		19/8/2020
KIBUKE ERSF PRIMARY	EQUITY	0480280854023	17,109		21/6/2021
ST. JUDE SYOYA RC PRIMARY	EQUITY	0480281014961	10,338		16/7/2019
MUKHUMA RC PRIMARY	EQUITY	0480279046291	72,222	951,430	16/6/2021
ST. MARY'S NG'OLI RC PRIMARY	EQUITY	0480280842945	1,550		05/4/2021
MYANGA PRIMARY SCHOOL	EQUITY	0480281173703	129,818		28/6/2021
KHASOLO RC PRIMARY	EQUITY	0480281176548	31,264,00		16/7/2019
BUKIRIMO RC PRIMARY	EQUITY	0480281173147	19,679		06/2/2020
NANDIKA SECONDARY	EQUITY	0480279040595	363,507		31/10/2012
MUANDA RC PRIMARY	EQUITY	0480281142109	17,479		29/4/2021
KIMWANGA RC PRIMARY	EQUITY	0480282294079	211,241		17/8/2021
BITOBO RC PRIMARY	EQUITY	0480282580211	952,000		18/8/2021

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National Government Constituencies Development Fund (NGCDF)
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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21	Date Opened
ST. KIZITO MAYANJA SECONDARY	EQUITY	0480280138709	-	1,000,000	17/8/2021
MILUKI PRIMARY	EQUITY	04802808222033	-	1,001,150	07/11/2019
MWIYENGA PRIMARY	CO- OPERATIVE	1111953621		1,011,357	15/7/2019
NANGATA SECONDARY	CO- OPERATIVE	10224097717800		22,224	08/6/2021
NAMUNINGIE RC	CO- OPERATIVE	1111953622		40,865	02/11/2022
KISYOYI FRIENDS	CO- OPERATIVE	10224097717800		29,463	05/6/2022
ST.ELIZABETH WACHOLI PRIMARY	CO- OPERATIVE	10224097717800		8,133	17/6/2017
KIMATUNI SA	CO- OPERATIVE	10224097717800		20,097	14/6/2016
MIKOKWE SECONDARY	CO- OPERATIVE	1022409771800		906	04/8/2016
KITTINGIA SA PRIMARY	CO- OPERATIVE	1111953623		24,448	12/6/2021
MUTUJA PRIMARY	CO- OPERATIVE	1022409771800		3,323	04/7/2021
ST. MICHAEL BUKUMA SECONDARY	CO- OPERATIVE	1111953623		15,270	3/3/20202
MUKWA SEC	CO- OPERATIVE	1022409771800		7,462	12/4/2019
ST. JUDE MUANDA SEC	CO- OPERATIVE	1111953622		35,387	09/5/2018
MATEKA AP CAMP	CO- OPERATIVE	10224097717800		13,456	12/7/2018
TABALA RC PRIMARY	CO- OPERATIVE	1111953622		3,373	15/6/2015
ST. PETER'S SYEKUMULO SEC	CO- OPERATIVE	10224097717800		5,719	03/5/2022

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21	Date Opened
CHILIBA SECONDARY	CO- OPERATIVE	10224097717800		6,360	07/9/2019
NAKHWANA PRIMARY	CO- OPERATIVE	10224097717800	1,541	21,142	05/11/2017
BULOOSI PRIMARY	CO- OPERATIVE	1111953620		2,526	18/8/2018
ST. ELIZABETH MALINDA SEC	CO- OPERATIVE	10224097717800	0	30,325	14/7/2019
NAKHWANA SECONDARY	CO- OPERATIVE	01139049074500	33,953	1,033,953	29/5/2019
TULUMBA RC PRIMARY	CO- OPERATIVE	01141049269440	84,404		23/8/2017
LUKHUNA PRIMARY	CO- OPERATIVE	01141669634200	15,943	16,423	16/7/2018
TUNYA RC PRIMARY	CO- OPERATIVE	01141049208000	36,508.50	14,350	23/5/2022
MAKABA AC PRIMARY	CO- OPERATIVE	01141668660800	84,880		08/5/2022
BUMULA FYM	CO- OPERATIVE	01141049532600	17,589		08/5/2022
ST. ANTHONY TULUKUYI SEC	CO- OPERATIVE	01141668580000	20,478	20,239	17/5/2019
WESIMIKHA PRIMARY	CO- OPERATIVE	01141011440500	2,936		15/4/2018
LUNAO FYM	CO- OPERATIVE	0114104924800	19,951		16/3/2019
MWOMO DEB PRIMARY	CO- OPERATIVE	01139050167401	19,467		08/7/2020
TALITIA RC PRIMARY	CO- OPERATIVE	01141669516800	27,917		02/7/2020
ST. JOHN NAKHOLO RC	CO- OPERATIVE	01141668371900	29,652		14/5/2018
ST. MONICABMUKUYUNI	CO- OPERATIVE	01139050212100	78,259		22/3/2022

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21	Date Opened
NAMANJE FYM PRIMARY	CO- OPERATIVE	01141049487500	153,257		29/7/2019
NASYANDA BAHAI PRIMARY	CO- OPERATIVE	01141536506900	55,262		17/8/2020
ST. JUDE NABUYEYWE PRIMARY	CO- OPERATIVE	01139011584102	11,744		12/6/2019
MYANGA POLICE	CO- OPERATIVE	01141782488300	24,266	1,002,636	21/7/2009
KITINGIA PRIMARY	CO- OPERATIVE	01141049317700	23,967		22/6/2012
MUKHEKHE DEB	CO- OPERATIVE	01141427551401	955,125		13/3/2017
NANDINGWA PRIMARY SCHOOL	CO- OPERATIVE	0114104987900	18,421		15/6/2019
NASIMBO SA PRIMARY	CO- OPERATIVE	01141011442100	1,000,000		07/3/2017
KITABIS PRIMARY	CO- OPERATIVE	01141049667200	103,763		18/8/2022
BURANGASI PRIMARY	CO- OPERATIVE	01141011443300	85,702		14/3/2021
BUMULA KMTTC	CO- OPERATIVE	01141669082000	1,154,314		02/10/2021
WAMUNYIRI PRIMARY	CO- OPERATIVE	0114104986200	946,232		03/11/2018
KHASOKO PRIMARY	CO- OPERATIVE	01139049880001	1,000,843		19/5/2020
NAPARA ACK PRIMARY	NATIONAL BANK	10224097717800		5,560	14/6/2018
MAYANJA PRIMARY	NATIONAL BANK	01024097765000	25,719	18,995	07/7/2017
LUMORO PRIMARY	NATIONAL BANK	01022239612700	17,164		24/5/2022
KABULA PRIMARY	NATIONAL BANK	01024054789900	31,896		12/4/2018

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21	Date Opened
SIRENDE SA PRIMARY	NATIONAL BANK	01022235774400	1,004,450		28/5/2019
ST. ANNE WAMUMALI	NATIONAL BANK	01024097772200	9,908	9,908	23/8/2020
ST. TERESA'S KABULA	KCB	1112847197	3,516,650		21/10/2020
St. Monica Mungore	KCB	1135005915	6,649		20/10/2020
Total			23,224,139	15,712,036	

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
4.1 Cash and Cash Equivalents	Finding The statement of the financial assets reflects cash and cash equivalents balance of Kshs. 49,719,975 as supported by the reconciled cashbook. However, the bank reconciliation statements revealed that there were unrepresented cheques totaling Kshs. 2,506,703. In addition to that the bank reconciliation reflects payments in bank statement not recorded in cashbook totaling Kshs. 268,167 which are in respect of bank charges, under-casts and under-payments relating to the period between March 2019 and June 2019. The statement further reflects a receipt in the cash book not reflected in the bank statements amounting to Kshs. 1,000,000.	All unrepresented have been lapsed and bank charged charged to administration.	Resolved	

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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)
4.2 Failure to maintain an Imprest Register	Section 91(2) of the PFM Act, Regulations 2015, the officer authorized to hold and operate an imprest shall make formal application for the imprest through an imprest warrant. Sec 92(5) adds that the holder of a temporary imprest shall account or surrender the imprest within 7 working days after returning to duty station	All pending imprests were surrendered and imprest register operationalized	Resolved	
4.3 Fixed Assets Register	Section 143 (1&3) of the public Finance Management Act, regulations 2015 states that the Accounting Officer shall be responsible for the register of assets, maintaining a register of assets under his or her control or possession as prescribed by the relevant laws. All items of furniture and equipment issued for a government's quarters or offices, large tools for government works, plant equipment, vehicles or launches (Large motor boat) shall be recorded in a register.	The management is carrying out stock taking of it's inventories to establish the variance	Not resolved	30/10/2022

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Section 46(2) of the NG-CDF Act 2015 states that the Constituency Committee shall rank the projects in order of priority and whenever, in the opinion of the Board, the total cost of the projects listed exceed the ceiling for a particular constituency, then the order in which they are listed shall be taken as the order of priority for purposes of allocation of funds, provided that on-going projects shall take precedence over other projects.			
4.4 Analysis of the projects implementation	The Projects Implementation Status Report for NG-CDF Bumula Constituency revealed that the management of the Fund had approved plan to implement 65 projects in the year 2018/2019. Out of the 65 projects, 38 projects (58% performance) had been completed. Twenty-five	The delay in projects implementation is a result of delays in funds disbursement by the NG-CDF Board. How the Bumula NG-CDF will always strive to submit projects in time and to disburse funds to the PMCs once they are received.	Not Resolved	30/10/2022

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	(25) projects were ongoing and funds for two (2) projects had been reallocated as at the time of audit. There is therefore observed delay by the management in completion of the projects			

Philip Simiyu


 Name
 Fund Account Manager.