

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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THE NATIONAL ASSEMBLY	
DATE: 02 AUG 2023	DAY: WED
TABLED OF	Hon. NAOMI WAQO, MP DEPUTY MAJORITY WHIP
CLERK AT THE TABLE:	FINLAYS MURIUKU

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
MUMIAS EAST CONSTITUENCY**

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



Revised Template 30th June 2022



MUMIAS EAST 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)



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;

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

Table of Contents

Page

I. Key Constituency Information and Management	iii
II. NG-CDFC Chairman’s Report	vii
III. Statement Of Performance Against Predetermined Objectives for FY2021/22	xiii
IV. Environmental and Sustainability Reporting.....	xv
V. Statement Of Management Responsibilities	xix
VI. Report Of the Independent Auditors On The NGCDF- Mumias East Constituency.....	xxi
VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022	1
VIII. Statement Of Assets and Liabilities As At 30 th June, 2022	2
IX. Statement Of Cash Flows for The Year Ended 30th June 2022.....	3
X. Summary Statement of Appropriation for The Year Ended 30 th June 2022	4
X. Budget Execution By Sectors And Projects For The Year Ended 30 th June 2022.....	6
XI. Significant Accounting Policies.....	13
XII. Notes To the Financial Statements.....	19

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***Mumias East Constituency
National Government Constituencies Development Fund (NGCDF)
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 Mumias East ConstituencyNGCDF day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)

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

- 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 2022 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	NELSON ALFAYO
2.	Sub-County Accountant	NICHANOR O. ACHOLA
3.	Chairman NGCDFC	TABITHA O. WASHIKA
4.	Member NGCDFC	JUVENALIS O. ODONGO

(d) Fiduciary Oversight Arrangements

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

P.O. Box 142-50106
CDF Building/House
SHIANDA –MALAHA ROAD
Shianda, KENYA

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

(f) Mumias East Constituency NGCDF Contacts

Telephone: (254) 743327286
E-mail: cdfmumiaseast@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) Mumias East Constituency NGCDF Bankers

Kenya Commercial Bank
Mumias Branch
Account No. 1147339775
Mumias, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC Chairman's Report



**MUMIAS EAST NG-CDF CHAIRLADY
TABITHA WASHIKA**

I am pleased to present to you the annual report and financial statement for the year ended 30th June 2022. This being 9th year since Mumias East Constituency was curved off the larger Mumias constituency. We are pleased to report ongoing growth momentum because we have witnessed real progress towards improvement of own schools, security and other infrastructural development. The impressive results not only reflect good leadership at committee management level but also confirm the stakeholder's involvement and teamwork embraced in Mumias East constituency development matters and decisions

Financial Statements

The financial statements set out below were prepared on cash basis of accounting regulated by the international public sector accounting standards.

In the Financial Year 2021/2022 we had a budget ceiling of Kshs. 137,088,879.00 that the board approved funded fully by June 30, 2022. We thank the NGCDF Board for that support.

An amount of Kshs.43,402,017.00 was recorded as the balance brought forward from the previous financial year.

A further Kshs.26,959,099.05 being an AIE for the previous financial year was also funded during the year under review.

Therefore, Mumias East Ngcdf had a total of Ksh.207,449,995.05 to be spent during the year under review.

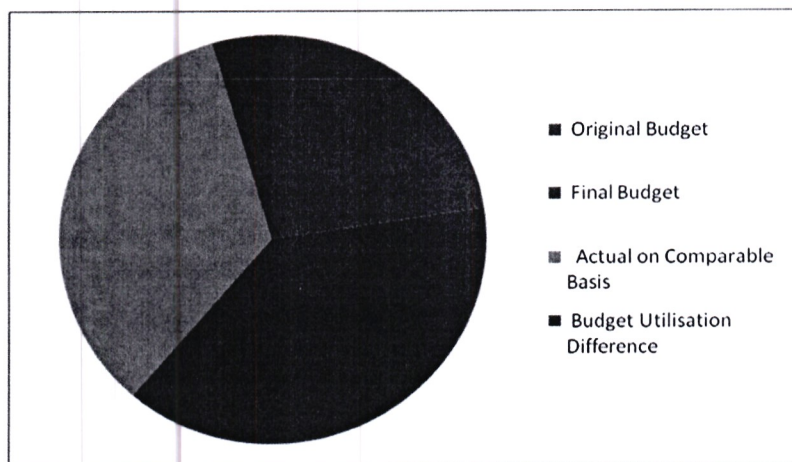
Mumias East NGCDF Projects in summary

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

SECTOR	STATUS	REMARKS
Security: Construction of police station and posts, DCC office, and ACC's offices	Most of the building are 95% complete and in partly use	Wananchi are getting services in a more organised structure and closer to them.
Education: Construction of classrooms, dormitory, and laboratories in primary and secondary schools	Almost all Primary Schools have received facelift to accommodate the increased number of students	NGCDFC is targeting to improve all dilapidated structures in all learning institutions.
TVET	The NGCDF capitation has been accomplished and all the necessary infrastructure in place	The 4th intake of the college is scheduled for September 2022
KMTC	All necessary infrastructure have been accomplished	The college is already in operation with second intake

a. Pie chart showing utilization difference against total budget.

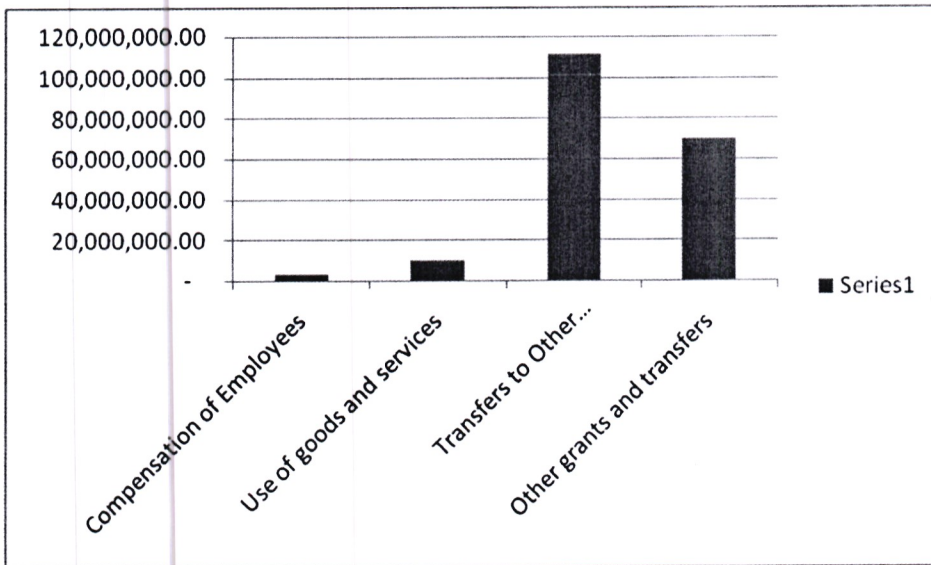
Original Budget	137,088,879
Final Budget	235,078,775
Actual on Comparable Basis	207,449,995.00
Budget Utilisation Difference	27,628,780



b. Bar graph showing total expenditure on different votes

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

Compensation of Employees	2,885,886.10
Use of goods and services	9,583,137.86
Transfers to Other Government Units	111,260,379.20
Other grants and transfers	69,694,502.50



c. Pictorial representation of some projects implemented 2020-2022



KMTC Shianda Administration Block

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



St. Gabriel Isongo Secondary School Bus

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



Mumias East Sub County Police Headquarters- Shianda Police Station



Mumias East Sub County DCC Headquarters Office

Challenges

Mumias East NGCDF is faced with a number of challenges like:

1. First being in a rural set up the constituency has no public land on which projects can be developed, land has to be acquired for each project to be undertaken. This consumes a substantial amount of the budget allocation. It is difficult to obtain land at strategic points where it is desired to locate projects especially if the owners are not willing to give up the land.

Mumias East Constituency

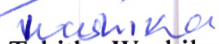
National Government Constituencies Development Fund (NGCDF)

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

2. Procurement is mandatory requirement to acquire the rightful contractor, the process takes a long period to get completed at a time the evaluation team encounters non-responsive bidder a situation that leads to retendering.
3. As a mandatory requirement management is required to liase with line ministries i.e Public Works and Procurement departments for preparation of Bills of Quantities and approval of projects. Many a times the officers are engaged with a lot of work in both National and County governments, hence it takes long before they clear CDF assignments
4. Major problem faced world wide of COVID-19 pandemic also affected normal running and implementation of projects.

Lastly, we thank the Board for the continued support especially on the major projects of putting up tertiary institution i.e. KMTC Shianda and Wanga College of Science and Technology which is now Wanga Technical and Vocational College, they are aimed to promoted the government big four agenda.

We owe the success of our development agenda to your unwavering support and assure you that we will always endeavour to make Mumias East constituency as the best constituency in the country.


Tabitha Washika
Chairperson,
Mumias East NGCDF.

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 *Mumias East Constituency 2018-2022* plan are to:

- a) Promoting environment in the constituency by organising tree planting.
- b) Catering for any unforeseen occurrences in the constituency (emergency support)
- c) Enhancing security in the constituency by constructing chiefs and sub-chiefs offices, APM housing units, constructing / rehabilitating chiefs offices, police stations and police housing units, among other initiatives.
- d) Improving the tracking of implementation NG-CDF Programmes
- e) Promoting performance management and smooth running of the NG-CDF Office
- f) Construction of Wanga TVC
- g) Construction of KMTC Shianda
- h) Putting up laboratories in secondary school
- i) Water conservation by roof water harvesting

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions	In FY 21/22 -we increased number of classrooms, Twin laboratories, dormitories, etc from 16 to 26 in the following schools/institutions 1. Ebugole Sec. 2. Emakhwale Primary

Mumias East Constituency

National Government Constituencies Development Fund (NGCDF)

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

			- number of bursary's beneficiaries at all levels	3. Mukambi Pri School 4. Khungoyokosi Muslim PrSchool 5. Eshisenye Girl's Sec 6. Ebwaliro Secondary 7. Khabakaya Secondary 8. Musngo sec school Among others - Bursary beneficiaries at all levels were as per the attached schedules
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	Constructed chief offices that is from 13 to 15 Number of assistant chiefs' offices increased from 5 to 6
Environment	Improved and sustainable and conserved environment through natural resources conservation initiatives	Provide tree seedlings to schools to improve the forest cover	10,000 Number of trees planted	Number of trees planted increased from 0 to 10,000
Sports	Empower and develop youth and special groups to	Reduced dependence and spur economic growth through sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting from the sports programme increased from 35 to 40

IV. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Mumias East 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

- *Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar*
- *Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.*
- *NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.*
- *NG-CDF staff Have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*

3. Employee welfare

We invest in providing the best working environment for our employees. Mumias East 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. Mumias East Constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

Mumias East 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-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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



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NELSON ALFAYO

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- Mumias East 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- Mumias East 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 in charge of the NGCDF-Mumias East 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.

Mumias East 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 Mumias East 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-Mumias East Constituency financial statements were approved and signed by the Accounting Officer on September 20, 2022.


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Name: Tabitha Washika

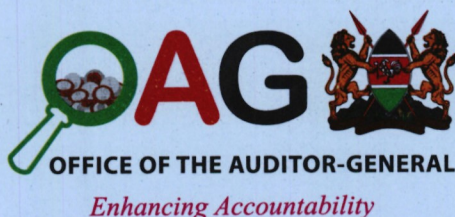
Chairman – NGCDF Committee


.....

Name: Nelson Alfayo

Fund Accounts Manager

REPUBLIC OF KENYA



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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MUMIAS EAST 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

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Mumias East Constituency set out on pages 1 to 42,

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Mumias East 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 the National Government Constituencies Development Fund Act, 2015.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Mumias East 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 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 amounts of Kshs.235,829,775 and Kshs.207,449,995 respectively, resulting to underfunding of Kshs.28,379,780 or 12% of the budget. Similarly, the statement reflects actual expenditure of Kshs.193,423,906 against approved budget of Kshs.235,829,775 resulting to under-performance of Kshs.42,405,869 or 18% of the budget.

The underfunding and under-performance 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 paragraphs were raised under the Report on Lawfulness and Effectiveness in Use of Public Resources. However, the Management

has not resolved the issues nor given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

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

Unconfirmed Existence of Assets

The statement of receipts and payments reflects transfers to other Government units of Kshs.111,260,379 which, as disclosed in Note 6 to the financial statements, includes Kshs.76,952,121 transferred to secondary schools, out of which, Kshs.4,500,000 was disbursed to a secondary school for purchase of land. However, an audit inspection carried out on 21 March, 2023 could not trace the existence of the parcel of land and no title deed, land survey report, official search and valuation report were not provided for audit review. Further, Annex 4 to the financial statements on summary of fixed assets register reflects a balance of Kshs.15,952,291 which includes Kshs.3,504,212 relating to transport equipment, out of which, Kshs.3,080,000 is the value of the Fund's motor vehicle. However, the motor could not be physically traced during an inspection carried out on 16 March, 2023.

In the circumstances, existence and ownership of the assets could not be established.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

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

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.

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 governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the National Government 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 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 appropriate 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 controls that are identified during the audit.

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

05 July, 2023

*Mumias East 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

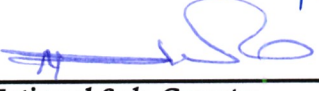
	Note	2021-2022	2020-2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	164,047,978	151,917,724
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts			
		164,047,978	151,917,724
Payments			
Compensation Of Employees	4	2,885,886	2,464,180
Use Of Goods and Services	5	9,583,138	12,706,109
Transfers To Other Government Units	6	111,260,379	40,535,118
Other Grants and Transfers	7	69,694,503	58,442,478
Acquisition Of Assets	8	-	-
Other Payments	9	-	-
Total Payments		193,423,906	114,147,885
Surplus/(Deficit)			

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 20/9/ 2022 and signed by:


Fund Account Manager

Name: Nelson Alfayo


National Sub-County
Accountant

Name: Nichanor O. Achola
ICPAK M/No: 24617


Chairman NG-CDF Committee

Name: Tabitha Washika

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

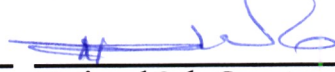
	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	14,026,089	43,402,017
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		14,026,089	43,402,017
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		14,026,089	43,402,017
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		=	=
Net Financial Assets		<u>14,026,089</u>	<u>43,402,017</u>
Represented By			
Fund Balance B/Fwd	13	43,402,017	43,402,017
Prior Year Adjustments	14	-	-
Surplus/Deficit for The Year		(29,375,928)	37,769,839
Net Financial Position		<u>14,026,089</u>	<u>43,402,017</u>

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 20-9- 2022 and signed by:


Fund Account Manager

Name: Nelson Alfayo


National Sub-County
Accountant

Name: Nichanor O. Achola
ICPAK M/No: 24617


Chairman NG-CDF Committee

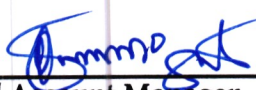
Name: Tabitha Washika


IX. Statement of CashFlows for the Year Ended 30th June 2022


	Notes	2021 - 2022	2020 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	164,047,978	151,917,724
Other Receipts	3	=	=
Total Receipts		<u>164,047,978</u>	<u>151,917,724</u>
Payments			
Compensation Of Employees	4	2,885,886	2,464,180
Use Of Goods and Services	5	9,583,138	12,706,109
Transfers To Other Government Units	6	111,260,379	40,535,111
Other Grants and Transfers	7	69,694,503	58,442,478
Other Payments	9	-	-
Total Payments		193,423,906	114,147,885
Total Receipts Less Total Payments		(29,375,928)	37,769,839
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	-	-
Prior Year Adjustments	14	-	-
Net Cash Flow from Operating Activities		(29,375,928)	37,769,839
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	-	-
Net Cash Flows from Investing Activities		-	-
Net Increase In Cash And Cash Equivalent		(29,375,928)	37,769,839
Cash & Cash Equivalent At Start Of The Year	10	43,402,017	5,632,178
Cash & Cash Equivalent At End Of The Year		<u>14,026,089</u>	<u>43,402,017</u>

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 20/9/ 2022 and signed by:


 Fund Account Manager
 Name: : Nelson Alfayo


 National Sub-County
 Accountant
 Name: Nichanor O. Achola
 ICPAK M/No: 24617


 Chairman NG-CDF Committee
 Name: Tabitha Washika

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

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

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b	s	c=a+b	d	e=c-d	f=d/c %
	2021/2022	Opening Balance (C/BK) and AIA	Previous Years' Outstanding disbursement	2021/2022	30/06/2022		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	137,088,879	43,402,017	55,338,879	235,829,775	207,449,995	28,379,780	88.0%
Proceeds From Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	-	0.0%
Totals	137,088,879	43,402,017	55,338,879	235,829,775	207,449,995	28,379,780	88.0%
Payments							
Compensation Of Employees	3,200,000	-	-	3,200,000	2,885,886	314,114	90.2%
Use Of Goods and Services	9,137,999	59,600	-	9,197,599	9,576,888	(379,289)	104.1%
Transfers To Other Government Units	77,789,258	19,900,000	53,379,780	151,069,038	111,260,379	39,808,659	73.6%
Other Grants and Transfers	46,961,622	23,442,417	1,959,099	72,363,138	69,694,503	2,668,635	96.3%
Acquisition Of Assets	-	-	-	-	-	-	0.0%
Other Payments	-	-	-	-	6,250	(6,250)	0.0%
Totals	137,088,879	43,402,017	55,338,879	235,829,775	193,423,906	42,405,869	82.0%

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

Explanatory Notes.

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]

(b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

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

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	42,405,869
Less undisbursed funds receivable from the Board as at 30 th June 2022	28,379,780
	14,026,089
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY2021/2022	14,026,089

The Constituency financial statements were approved on 26/9 2022 and signed by:


Fund Account Manager

Name: Nelson Alfayo


National Sub-County Accountant

Name: Nichanor O. Achola
 ICPAK M/No: 24617

Chairman NG-CDF Committee

Name: Tabitha Washika

X. Budget Execution by Sectors and Projects for the Year Ended 30th June 2022

Programme/Sub-programme	Original Budget		Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
	2021/2022	Kshs	Opening Balance (C/BK) and AIA	Kshs			
1.1 Compensation of employees	3,200,000		-		3,200,000	2,885,886	314,114
1.2 Committee allowances	1,500,000		-		1,500,000	2,999,000	(1,499,000)
1.3 Use of goods and services	3,525,333		-		3,525,333	3,616,480	(91,147)
Total	8,225,333		-		8,225,333	9,501,366	(1,276,033)
2.0 Monitoring and evaluation							
2.1 Capacity building	1,000,000		59,600		1,059,600	1,416,112	(356,512)
2.2 Committee allowances	1,500,000		-		1,500,000	720,000	780,000
2.3 Use of goods and services	1,612,666		-		1,612,666	825,296	787,371
Total	4,112,666		-		4,172,266	2,961,408	1,210,859
3.0 Emergency							
3.1 Primary Schools	7,192,207		1,914,604		9,394,133	9,387,835	6,298
3.2 Secondary schools					-		-
3.3 Tertiary institutions					-		-
3.4 Security projects					-		-
3.5 Unutilised					-		-
Total	7,192,207		1,914,604		9,394,133	9,387,835	6,298
4.0 Bursary and Social Security							
4.1 Secondary Schools	16,725,000		-		16,725,000	16,724,400	600
4.2 Tertiary Institutions	11,321,219		2,063,050		13,384,269	15,064,350	(1,680,081)
4.3 Social Security	6,000,000		1,680,000		7,680,000	5,944,400	1,735,600
4.4 Special Needs					-		
Total	34,046,219		3,743,050		37,789,269	37,733,150	56,119

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			
5.0 Sports				-		-
5.1 Sports	2,741,778	2,578,291	71,778	5,391,846	5,344,278	47,569
Total	2,741,778	2,578,291	71,778	5,391,846	5,344,278	47,569
6.0 Environment						
6.1 Bumini Primary school	700,000	-	-	700,000	700,000	-
6.2 Musango primary school	700,000	-	-	700,000	700,000	-
6.3 Mwachina primary school	1,341,778	-	-	1,341,778	1,340,000	1,778
6.4 Environment activities		58,890	-	58,890	-	58,890
6.5 Khabondi primary school	-	130,000	-	130,000	130,000	-
6.6 Shanderema primary school	-	130,000	-	130,000	130,000	-
6.7 Mahola primary school	-	130,000	-	130,000	130,000	-
6.8 East Wanga Acc Office	-	130,000	-	130,000	-	130,000
6.9 Eluche Sec. School	-	130,000	-	130,000	-	130,000
6.10 Khaunga Sec.school	-	130,000	-	130,000	-	130,000
6.12 Lusheya ACC Office	-	130,000	-	130,000	-	130,000
6.13 Makunga Primary school	-	130,000	-	130,000	-	130,000
6.14 Mukambi Primary school	-	130,000	-	130,000	-	130,000
6.15 Nyaporo Acc Office	-	130,000	-	130,000	-	130,000
6.16 Shitoto Girls Sec. school	-	130,000	-	130,000	-	130,000
6.17 Lubinu Girls Sec. school	-	130,000	-	130,000	-	130,000
6.18 Lubinu Boys Sec. School	-	130,000	-	130,000	-	130,000
6.19 Rise & Shine Special School	-	130,000	-	130,000	-	130,000
6.20 Mwitoti Primary school	-	130,000	-	130,000	-	130,000

Programme/ Sub-programme	Original Budget 2021/2022	Adjustments		Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA					
6.21 Musango Primary school	-	130,000	-	-	130,000	-	130,000
					-		-
					-		-
Total	2,741,778	2,138,890	-	-	4,880,667	3,130,000	1,750,667
7.0 Primary Schools Projects							
7.1 Eubere Primary school	1,500,000	-	-	-	1,500,000	1,500,000	-
7.2 Emakhwale Primary school	2,000,000	-	-	-	2,000,000	2,000,000	-
7.3 Indangalasia primary school	1,100,000	-	-	-	1,100,000	1,100,000	-
7.4 Khungoyokosi Muslim primary school	950,000	-	-	-	950,000	950,000	-
7.5 Mutono Primary school	1,000,000	-	-	-	1,000,000	1,000,000	-
7.6 Rise and Shine Special school	6,000,000	-	-	-	6,000,000	960,000	5,040,000
7.7 Shanderema Primary school	298,258	-	-	-	298,258	298,258	0
7.8 Shitoto Primary school	200,000	-	-	-	200,000	-	200,000
7.9 Khabondi primary school	-	-	750,000	-	750,000	750,000	-
7.9 Munganga primary school	-	-	1,500,000	-	1,500,000	1,500,000	-
7.10 Khwithondwe primary school	-	-	750,000	-	750,000	750,000	-
7.11 Emukalari primary school	-	-	1,000,000	-	1,000,000	1,000,000	-
7.12 Mukambi primary school	-	-	800,000	-	800,000	800,000	-
7.13 Isango primary school	-	-	1,500,000	-	1,500,000	1,500,000	-
7.14 Bumini primary school	-	-	1,500,000	-	1,500,000	1,500,000	-
7.15 Isongo primary school	-	-	1,500,000	-	1,500,000	1,500,000	-
Rise and Shine special school	-	-	1,700,000	-	1,700,000	1,700,000	-
Shitoto Primary school	-	1,000,000	-	-	1,000,000	-	1,000,000
Emusoma Primary school	-	900,000	-	-	900,000	-	900,000

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Previous Years' Outstanding Disbursements	Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA					
Mwichina primary school	-	750,000	-	-	750,000	750,000	-
Elwasambi primary school	-	750,000	-	-	750,000	750,000	-
Mukambi primary school	-	12,000,000	-	-	12,000,000	12,000,000	-
Total	13,048,258	15,400,000		11,000,000	39,448,258	32,308,258	7,140,000
8.0 Secondary Schools Projects							
8.1 Ebubole Secondary school	2,500,000	-	-	-	2,500,000	2,500,000	-
8.2 Ebwaliro Secondary school	2,000,000	-	-	-	2,000,000	2,000,000	-
8.3 Eluche mixed Secondary school	3,000,000	-	-	-	3,000,000	3,000,000	-
8.4 Epanja Secondary school	2,000,000	-	-	-	2,000,000	2,000,000	-
8.5 Eshisenye Girls Secondary school	2,500,000	-	-	-	2,500,000	2,500,000	-
8.6 Lubinu Boys secondary school	1,600,000	-	-	-	1,600,000	-	1,600,000
8.7 Musango Secondary school	2,000,000	-	-	-	2,000,000	-	2,000,000
8.8 Shanderema AcK mixed Secondary	500,000	-	-	-	500,000	500,000	-
8.9 St. Joseph Shibinga W. Secondary sch.	7,515,000	-	-	-	7,515,000	7,515,000	-
8.10 St. Patricks Ebubere Secondary	2,500,000	-	-	-	2,500,000	2,500,000	-
8.11 St. Paul Ebusia Secondary sch	866,000	-	-	-	866,000	866,000	-
8.12 St. Mathews Munganga secondary	7,515,000	-	-	-	7,515,000	7,515,000	-
8.13 St. Peters Khabakaya.	2,000,000	-	-	-	2,000,000	-	2,000,000
8.14 St. Peters Khaunga Secondary sch.	7,515,000	-	-	-	7,515,000	7,515,000	-
8.15 St. Stephens Kamashia Secondary sch	7,515,000	-	-	-	7,515,000	7,515,000	-

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/Fk) and AIA	Previous Years' Outstanding Disbursements			
8.16 St.Stephens Maraba Secondary sch	700,000	-	-	700,000	700,000	-
8.17 St.Stephen Maraba Secondary sch.	7,515,000	-	-	7,515,000	7,515,000	-
8.18 St.Theresas Bumini Secondary sch.	3,000,000	-	-	3,000,000	2,911,121	88,879
8.19 St. Gabriel Isongo secondary school	-	-	7,300,000	7,300,000	7,300,000	-
8.20 St.Patricks Eubere Secondary	-	-	2,500,000	2,500,000	2,500,000	-
8.21 Ebubole secondary school	-	-	2,500,000	2,500,000	2,500,000	-
8.22 Eshisenye girls secondary school	-	-	2,500,000	2,500,000	2,500,000	-
8.23 Eshiakhulo secondary school	-	4,500,000	-	4,500,000	4,500,000	-
8.24 St.Ann's Indangalasia secondary sch	-	-	-	-	600,000	(600,000)
Total	62,741,000	4,500,000	14,800,000	82,041,000	76,952,121	5,088,879
9.0 Tertiary institutions Projects						
9.1 KMTC Shianda	2,000,000	-	-	2,000,000	2,000,000	-
Total	2,000,000			2,000,000	2,000,000	-
10.0 Security Projects						
10.1 Lusheya ACC office	239,640	-	-	239,640	239,640	-
10.2 Shianda AP police housing	-	3,000,000	-	3,000,000	3,000,000	-
10.3 Shianda AP police housing	-	10,000,000	-	10,000,000	10,000,000	-
10.4 Boma Security	-	67,582	-	67,582	59,600	7,982
10.5 Lusheya ACC office	-	-	800,000	800,000	800,000	-

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			
Total	239,640	13,067,582	800,000	14,107,222	14,099,240	7,982
11.0 Acquisition of assets				-		-
	-	-	-	-		
Total	-	-	-	-		-
12.0 Other payments						
11.1 Strategic Plan	-	-	-	-	6,250	(6,250)
Total		-	-	-	6,250	(6,250)
13.0 unallocated fund						
Unapproved projects	-	-	-	-		-
Bumini Primary School	-	-	5,792,927	5,792,927	-	5,792,927
Ebubole Primary School	-	-	5,792,927	5,792,927	-	5,792,927
Elwasambi Primary School	-	-	5,792,927	5,792,927	-	5,792,927
Mukambi Primary School	-	-	7,000,000	7,000,000	-	7,000,000
St. Martha's Mwitoti Sec. School	-	-	2,000,000	2,000,000	-	2,000,000
Mwichina Primary School	-	-	450,000	450,000	-	450,000
Lusheya ACC Office	-	-	500,000	500,000	-	500,000
Nyaporo Acc Office	-	-	300,000	300,000	-	300,000
KMTC Shianda	-	-	151,000	151,000	-	151,000
St. Anne Indangalasia Sec. Sch	-	-	600,000	600,000	-	600,000
AIA	-	-	-	-	-	-
PMC savings	-	-	-	-	-	-

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			
Total	197,088,879	48,402,017	55,338,879	235,829,775	193,423,906	42,405,870
			28,379,780	28,379,780	-	28,379,780

(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-Mumias East 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.

Significant Accounting Policies continued

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 xx June 20xx 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.

Significant Accounting Policies continued

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.

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
AIE NO. B 104742		20,000,000
AIE NO. A 823692		35,000,000
AIE NO. B 105179		4,567,724
AIE NO. B 104922		350,000
AIE NO. B 124623		9,000,000
AIE NO. B 119585		10,000,000
AIE NO. B 119977		13,000,000
AIE NO. B 128218		6,900,000
AIE NO. B 129180		6,000,000
AIE NO. B 132274		6,000,000
AIE NO. B 138943		13,000,000
AIE NO. B 126235		6,100,000
AIE NO. B 105030		10,000,000
AIE NO. B 140673		12,000,000
AIE NO. B 105225	26,959,099	
AIE NO. B 105521	44,000,000	
AIE NO. B 105881	24,000,000	
AIE NO. B 128636	5,000,000	
AIE NO. B 154146	16,000,000	
AIE NO. B 128950	12,000,000	
AIE NO. B 164377	20,000,000	
AIE NO. B 155550	16,088,879	
TOTAL	164,047,978	151,917,724

*Mumias East 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)

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	-	-

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,108,692	2,329,680
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	562,874	134,500
Employer Contributions Compulsory national social security schemes	214,320	-
Total	2,885,886	2,464,180

Notes To the Financial Statements (Continued)

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses	-	-
Utilities, supplies and services	3,616,480	4,225,426
Communication, supplies and services	-	4,000
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	1,416,112	-
Hospitality supplies and services	-	-
Other committee expenses	720,000	2,929,546
Committee allowance	2,999,000	1,071,500
Bank Charges	-	36,637
Specialized materials and services	-	-
Office and general supplies and services	-	1,827,00
Other operating expenses	825,296	2,612,000
Routine maintenance – vehicles and other transport equipment	-	-
Routine maintenance – other assets	-	-
Total	9,583,138	12,706,109

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)	32,308,258	21,470,000
Transfers To Secondary Schools (See Attached List)	76,952,121	12,065,118
Transfers To Tertiary Institutions (See Attached List)	2,000,000	7,000,000
Total	111,260,379	40,535,118

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	16,724,400	20,014,597
Bursary – tertiary institutions (see attached list)	15,064,350	21,613,100
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	5,944,400	-
Security projects (see attached list)	14,099,240	400,000
Sports projects (see attached list)	5,344,278	1,876,299
Environment projects (see attached list)	3,130,000	2,151,778
Emergency projects (see attached list)	9,387,835	12,386,704
Total	69,694,503	58,442,478

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	-	-

Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	6,250	-
ICT Hub	-	-
	6,250	-

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
<i>Kenya Commercial Bank, Mumias Branch . Mumias East NG-CDF- A/C no.1147339775</i>	14,026,089	43,402,017
Total	14,026,089	43,402,017
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

11: Outstanding Imprests

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

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

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)	-	-
Gratuity paid during the Year (C)	-	-
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	43,402,017	5,632,178
Cash in hand	-	-
Imprest	-	-
Total	43,402,017	5,632,178

*Mumias East 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)

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	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

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

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	-	-

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	314,114	346,363
Use of goods and services	(379,289)	947,699
Amounts due to other Government entities (see attached list)	39,808,659	43,060,000
Amounts due to other grants and other transfers (see attached list)	2,668,635	21,923,762
Acquisition of assets	-	-
Funds pending approval	(6,250)	17,378,780
Total	42,405,869	88,490,898

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	61,659,742	17,320,230
Total	61,659,742	17,320,230

**Mumias East 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	-	-	-	-	-

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	-	-	-	-

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
1.1 Compensation of employees	Payment of staff salaries	91,308		
NHIF				
NHIF	Payment of staff salaries	78,240		
NSSF		7,440		
		176,988.00		
Use of goods and Seervices				
1.2 Committee Allowance	Payment of Committee sitting allowances, transport, conferences. Computer and printer repairs and maintenance, stationery, telephone, travel and subsistence, Purchase of paper punch staplers staple removers and office pins.			
1.3 Use of goods and seervices				
2.0 Monitoring and evaluation				
2.1 Capacity building	Undertake Training of the PMCs/CDFCs and staff on CDF Related issues	104,791.91		
2.2 Committee allowances	Payment of Committee field allowances, Benchmarking Tour transport, accommodation, meals and related costs.			
2.3 Use of goods and services	Payment of Committee field allowances, Benchmarking Tour			

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Eshisenye pri	Water harvesting	130,000		
Mutono pri	Water harvesting	130,000		
Ebung'ale pri	Water harvesting	130,000		
Rise and shine special	Water harvesting	130,000		
Mukambi pri	Water harvesting	130,000		
East Wanga acc	Water harvesting	130,000		
Mwichina primary	Community water supply	1,341,777.58		
Khaunga primary	Community water supply	700,000		
Musango primary	Community water supply	700,000		
Sports Activities		19,345.50		
Sub-Total		7,555,429.98		
Acquisition of assets				
Others (<i>specify</i>)				
Sub-Total				
Funds pending approval				
Kuloko –Munsangaro footbridge	Site clearance, substructure works, t-beams, checker plate and brace installations and guard rails	5,792,926.75		

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Ebuyofu-Ebubole footbridge	Site clearance, substructure works, t-beams, checker plate and brace installations and guard rails	5,792,926.75		
Munjomi - Elwasambi footbridge	Site clearance, substructure works, t-beams, checker plate and brace installations and guard rails	5,792,926.75		
Mukambi primary school	Reallocated to Kmtc land	7,000,000		
St. Martha Mwitoti	Reallocated to Kmtc land	2,000,000		
Mwichina primary	Change of activity from construction of classroom to renovation.	450,000		
Lusheya Acc Office	Fencing	500,000		
Nyaporo Acc Office	Fencing	300,000		
Kmtc	Septic tank	151,000.00		
St. Anne Indangalasia Sec. School		600,000.00		
		42,405,869.99		

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	700,000	-	-	700,000
Buildings and structures	10,241,971	-	-	10,241,971
Transport equipment	3,504,212	-	-	3,504,212
Office equipment, furniture and fittings	977,874	-	-	977,874
ICT Equipment, Software and Other ICT Assets	351,499	-	-	351,499
Other Machinery and Equipment	176,735	-	-	176,735
Heritage and cultural assets		-	-	-
Intangible assets	-	-	-	-
Total	15,952,291			15,952,291

Annex 5 –PMC Bank Balances As At 30th June 2022

PMC	Bank	Account number	Date of Account opening	Bank Balance 2021/22	Bank Balance 2020/21
Khwhondwe Primary School	Kenya Commercial Bank	1178488152	02/01/2020	13,446.30	51,556.10
Eluche Secondary School	Kenya Commercial Bank	1156577357	09/04/2021	4,717.00	4,843.00
St.Martha's Mwitoti Secondary School	Kenya Commercial Bank	1178576353	03/05/2020	219,687.00	689,020.00
Mutono Police Post	Kenya Commercial Bank	1174860774	30/09/2020	24,524.55	24,524.55
Khaunga Police Post	Kenya Commercial Bank	1149794755	29/07/2020	404,869.20	567,361.25
Mumias East Bodaboda Sheds	Kenya Commercial Bank	1175230065	13/10/2020	0	6,466.95
Wanga College Of Science & Technology	Kenya Commercial Bank	1173232745	12/03/2018	47,586.70	47,586.00
Mumias CDF Strategic	Kenya Commercial Bank	1156542197	24/07/2020	1,090.00	1,090.00
Mumias East CDF water	Kenya Commercial Bank	1153764776	03/05/2020	11,865.00	11,865.00
Mumias East CDF Sports	Kenya Commercial Bank	1153916274	30/09/2020	2,222.55	1,005.05
Mumias East CDF Environment	Kenya Commercial Bank	1160097070	29/07/2020	440.7	440.7
Lusheya ACC Office	Kenya Commercial Bank	1250240123	13/10/2020	319,430.00	218,560.00
Mumias East NGCDF NHIF	Kenya Commercial Bank	1234942836	12/03/2018	191,832.00	191,832.00
KMTC Shianda	Kenya Commercial Bank	1250724627	03/05/2020	94,103.80	940,387.50
Ekeru Police Post	Kenya Commercial Bank	1274703379	30/09/2020	10.6	10.6
Shianda AP Police Housing	Kenya Commercial Bank	1251264565	29/07/2020	448.4	402,794.40

PMC	Bank	Account number	Date of Account opening	Bank Balance 2021/22	Bank Balance 2020/21
Sub County Education Shianza	Kenya Commercial Bank	1262289432	13/10/2020	3,494.40	3,494.00
St. Teresa Eshisenye Girl's Sec. School	Kenya Commercial Bank	1260539261	12/03/2018	1,982,859.50	700
Ebubere Primary School	Kenya Commercial Bank	1296047482	03/05/2020	1,425,000.00	0
Ebwaliro Sec. School		1296046168	09/05/2020	948,790.00	0
St. Joseph's Shibinga W. Sec	Kenya Commercial Bank	1296047237	09/12/2020	3,838,795.00	0
St. Stephen's Maraba Sec.		1296047067	12/03/2020	3,837,350.00	0
St. Stephen's Kamashia Sec.	Kenya Commercial Bank	1296132625	11/04/2020	3,711,690.00	0
Ebubole Primary School	Equity Bank	01141234973600	12/03/2020	1,223.00	1,223.00
Ebulechia Primary School	Equity Bank	01141498101000	11/02/2019	255,669.00	255,669.00
Emachina Primary School	Equity Bank	01141067874000	02/11/2020	1,705.75	1,705.75
Emuberi Primary School	Equity Bank	01141234598800	13/19/2020	-	-
Emutetemo Primary School	Equity Bank	01141234892500	02/01/2020	75,838.00	1,231.75
Eshikufu Primary School	Equity Bank	01141067544700	09/04/2021	60,763.50	60,763.50
Isongo Primary School	Equity Bank	01141067126200	03/05/2020	76,072.00	3,233.00
Kamashia Primary School	Equity Bank	01141067764600	30/09/2020	367.5	367.5
Khaunga Primary School	Equity Bank	01141067874400	29/07/2020	154,115.60	586,960.00
Mung'ang'a Primary School	Equity Bank	01141234543900	13/10/2020	185,754.40	4,790.00
Rise and Shine Special School For Physically Disabled	Equity Bank	01141234973600	12/03/2018	1,467,986.20	124,531.00

PMC	Bank	Account number	Date of Account opening	Bank Balance 2021/22	Bank Balance 2020/21
Ebubole Secondary School	Equity Bank	01141234973600	24/07/2020	1,252,415.60	266,634.50
Emakhwale Secondary School	Equity Bank	01141498101000	03/05/2020	790.55	790.55
Shanderema ACK Mixed Secondary School	Equity Bank	01141067874000	02/01/2020	826,119.70	704,619.70
Shitoto Girls Secondary School	Equity Bank	01141234598800	09/04/2021	96,850.90	769,147.50
St. Joseph's Shibinga W. Mixed Secondary School	Equity Bank	01141234892500	03/05/2020	7,518,075.00	3,075.00
St. Pauls Lubinu Girl's Secondary School	Equity Bank	01141067544700	30/09/2020	1,921,105.00	1,921,105.00
St. Theresa's Bumini High School	Equity Bank	01141067126200	29/07/2020	2,768.80	2,893.80
Shianda Police Patrol Base	Equity Bank	01141067764600	13/10/2020	41,683.50	41,683.50
Shianda Police Housing	Equity Bank	01141067874400	12/03/2018	2,696,366.00	0
Eshimuli Primary School	Cooperative Bank	01141498728600	24/07/2020	25,393.50	262,668.50
Bumini Primary School	Cooperative Bank	01141067167000	02/01/2020	108,632.25	1,276.25
Bumwende Primary School	Cooperative Bank	01141068245000	09/04/2021	4,832.40	275,559.20
Ebubere Primary School	Cooperative Bank	01141068387800	03/05/2020	3,936.20	3,936.20
Ebung'ale Primary School	Cooperative Bank	01141234819500	30/09/2020	64,663.00	64,663.00
Ebwaliro primary School	Cooperative Bank	01141067545200	29/07/2020	1,372.10	1,372.10
Eluche primary School	Cooperative Bank	01141067000400	13/10/2020	149.15	149.15
Elwasambi Primary School	Cooperative Bank	01141067173500	12/03/2018	105,003.60	2,221.00
Emakhwale Primary School	Cooperative Bank	01141067559600	24/07/2020	35,793.75	35,193.75

PMC	Bank	Account number	Date of Account opening	Bank Balance 2021/22	Bank Balance 2020/21
Emukhalari Primary School	Cooperative Bank	01141068239900	03/05/2020	53,299.25	1,123.55
Emusoma Primary School	Cooperative Bank	01141234973600	02/01/2020	1,908.40	130,408.40
Epanja Primary School	Cooperative Bank	01141498101000	09/04/2021	9,268.00	1,203,836.00
Eshiakhulo Primary School	Cooperative Bank	01141067874000	03/05/2020	3,262.95	132,254.95
Eshisenye Primary School	Cooperative Bank	01141234598800	30/09/2020	22,228.00	22,228.00
Ikoli Primary School	Cooperative Bank	01141234892500	29/07/2020	828.5	828.5
Indangalasia Primary School	Cooperative Bank	01141067544700	13/10/2020	2,569.00	2,569.00
Isango Primary School	Cooperative Bank	01141067126200	12/03/2018	17,887.45	0
Khabakaya Primary School	Cooperative Bank	01141067764600	24/07/2020	4,468.00	4,468.00
Khabondi Primary School	Cooperative Bank	01141067874400	03/05/2020	81,376.00	0
Khaimba Primary School	Cooperative Bank	01141234543900	02/01/2020	16,211.70	16,211.70
Khungoyokosi Muslim Primary School	Cooperative Bank	01141498737200	09/04/2021	931,096.00	96
Lubinu Primary School	Cooperative Bank	01141067708900	03/05/2020	7,851.70	78,511.70
Mabanga Primary School	Cooperative Bank	01141067873600	30/09/2020	236,582.20	273,160.40
Mahola Primary School	Cooperative Bank	01141068234300	29/07/2020	1,139.80	96,338.00
Makunga Primary School	Cooperative Bank	01141067029300	13/10/2020	2,802.80	131,986.60
Malaha Primary School	Cooperative Bank	01141067550700	12/03/2018	403,044.80	530,552.00
Maraba Primary School	Cooperative Bank	01139067874801	24/07/2020	34,879.60	34,879.60
Mukambi Primary School	Cooperative Bank	01141067577200	03/05/2020	12,382,130.00	2,006,430.00
Mungabira Primary School	Cooperative Bank	01141498113300	02/01/2020	2,562.00	1,444.00

PMC	Bank	Account number	Date of Account opening	Bank Balance 2021/22	Bank Balance 2020/21
Muroni Primary School	Cooperative Bank	01141067874300	09/04/2021	12,283.10	2,283.10
Musango Primary School	Cooperative Bank	01141067836600	03/05/2020	699.65	1,508,859.95
Mutono primary School	Cooperative Bank	01141068432600	30/09/2020	138,380.65	362,575.65
Mwichina Primary School	Cooperative Bank	01141067116600	29/07/2020	221,855.80	195,753.00
Mwitoti Primary School	Cooperative Bank	01141067474200	13/10/2020	27,463.95	27,463.95
Petros Primary School	Cooperative Bank	01141068399700	12/03/2018	1,735.75	132,775.75
Shanderema Primary School	Cooperative Bank	01141067141000	24/07/2020	11,118.44	11,118.44
Shibinga W. Primary School	Cooperative Bank	01141234854700	03/05/2020	115,739.00	68,931.20
Shitoto Primary School	Cooperative Bank	01141067251600	02/01/2020	69,631.00	11,462.50
St.Patrick's Eubere Sec. School	Cooperative Bank	01141498111100	09/04/2021	1,337,646.70	211,877.00
Ebwaliro Secondary School	Cooperative Bank	01141498112800	03/05/2020	1,757.00	11,355.00
Epanja Secondary School	Cooperative Bank	01141498098900	30/09/2020	1,908,095.00	704,520.40
Eshiakhulo Secondary School	Cooperative Bank	01141498097000	29/07/2020	4,930,380.90	43,103.85
Lubinu Boy's Secondary School	Cooperative Bank	01141498107100	13/10/2020	221,916.55	79,605.50
Mahola Secondary School	Cooperative Bank	01141498103500	12/03/2018	405,813.00	405,813.00
Makunga Secondary School	Cooperative Bank	01141067248400	24/07/2020	35,951.00	35,951.00
Musango Secondary School	Cooperative Bank	01141498108200	03/05/2020	11,568.50	11,568.50
St.Anne's Ingangalasia Secondary School	Cooperative Bank	01139068240001	02/01/2020	30,166.00	30,166.00
St.Gabriel Isongo Secondary School	Cooperative Bank	01139233804600	09/04/2021	1,171.00	9,671.00
St.John's Khaimba Scondary School	Cooperative Bank	01141234427500	03/05/2020	5,815.10	35,174.00

PMC	Bank	Account number	Date of Account opening	Bank Balance 2021/22	Bank Balance 2020/21
St.Mathew's Mung'ang'a Secondary School	Cooperative Bank	01141068297300	30/09/2020	19,273.45	19,173.45
St.Paul's Ebusia Secondary School	Cooperative Bank	01141068272000	29/07/2020	971.89	38,255.39
St.Peter's Khabakaya Secondary School	Cooperative Bank	01141498086900	13/10/2020	28,114.00	28,114.00
St.Peters's Khaunga Secondary School	Cooperative Bank	01139067309502	12/03/2018	3,840,480.00	1,080.00
St. Stephens Kamashia Secondary School	Cooperative Bank	01141067118100	24/07/2020	38,521.00	38,521.00
St.Stephens's Maraba Sec. School	Cooperative Bank	01141498724700	03/05/2020	6,692.30	6,692.00
Mwitoti A.P Camp	Cooperative Bank	01141234580700	02/01/2020	3,690.50	3,690.50
Malaha A.P Camp	Cooperative Bank	01141498554900	09/04/2021	41,238.50	41,238.50
Kamashia A.P. Camp	Cooperative Bank	01141498602800	03/05/2020	14,832.50	14,832.50
Mumias East Constituency Office.	Cooperative Bank	01141234718700	30/09/2020	276.75	276.75
				61,659,742	17,320,230

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

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 the auditor	Management comments	Status (Resolved/Not resolved)	Timeframe (Put date when you expect the issue to be resolved)
1	<p>Underutilization: - The management should ensure that the absorption of funds is within the approved budget</p> <p>Under utilization on received funds</p>	<p>The underutilization was due to slow disbursement of funds from the board</p> <p>The office managed to utilize 72% of the funds received. The remaining 28% was not utilized in time given that we had only one procurement officer being shared in three constituencies. However, we managed to get our own and the situation has since improved.</p>	Resolved	1 week
2	<p>St. Anne's Indangalasia Sec. School (2,600,000): -Inspection reveals that tiles were not fixed and ceiling board was leaking while one of the rooms, the ceiling board had fallen and no inspection and acceptance</p>	<p>The project cost estimate is Kshs.3,000,000.00. The board has disbursed Kshs.2,600,000.00. The tiles has not been fixed due to insufficient funds. However the ceiling board and roofing had been rectified.</p>	Resolved	1 week



	report.			
	Paul's Ebusia Secondary School (2,000,000): -Inspection reveals that the floor had several cracks and acceptance report.	The cost estimate of the project was Kshs. 2,200,000.00. the board had disbursed Kshs. 2,000,000.00. the floor was to be tiled as the remaining funds had been received by the PMC and tiling is ongoing.	Resolved	1 week
3	Shanderema Primary School (1,500,000): - Physical inspection reveals that the walls had cracks	The wall work has been rectified. The project was within the defect liability period.	Resolved	1 week



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[Signature]

Name **NRA SOA**
 Fund Account Manager.

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