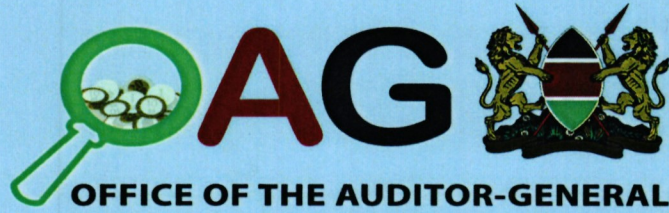


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY P.O. BOX 10000 NAIROBI	
DATE: 21 JUN 2023	DAY: WED
REPORT BY:	Hon. Kimani Ichungwala, MP Leader, majority
CLERK AT THE TABLE:	Finlay Mwiruki

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REPORT

OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – CHUKA
IGAMBANGOMBE CONSTITUENCY**

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



Revised Template 30th June 2022



CHUKA IGAMBANGOMBE CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2022

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

***Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022***

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Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

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 Chuka Igambangombe Constituency NGCDF day-to-day management is under the following key organs:

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Johnson Njinju Maina
2.	Sub-County Accountant	Agnes M Gitari
3.	Chairman NGCDFC	Secondina Ciangai
4.	Member NGCDFC	Doreen Mwende

(d) Fiduciary Oversight Arrangements

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

P.O. Box 445-60400
100 M from Chuka-Meru Road
Next to Chuka DC's Playground.
Chuka, KENYA

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

(f) Chuka Igambangombe Constituency NGCDF Contacts

Telephone: (254) 793-322-000
E-mail: chukaigambangombe@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF CHUKA IGAMBANGOMBE Constituency Bankers

1. Family Bank
Chuka Branch
A/C No. 0000005629
Chuka, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

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

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

II. NG-CDFC Chairman's Report



The people of NGCDF CHUKA IGAMBANGOMBE constituency are determined to participate effectively in domesticating objectives of vision the big 5 in our development planning. The constituents now have power to implement the formulation and implementation of development programmes in the constituency for the works within the aspiration of the constitution of Kenya which makes public participation mandatory. The utilization of the NG-CDF has always been carried out with fairness, transparency, openness and accountability.

NGCDF CHUKA IGAMBA NGOMBE was able to complete education and security projects, the needy students were retained in schools through payments of school fees from bursary and youths were made productive through involvement in sports and improved environment by buying tanks

Financial year budget

In the financial year 2021/2022 the NG-CDF CHUKA IGAMBA NGOMBE Constituency was allocated Ksh,137,088,879 and we have received more than three quarter of the allocation for the financial year 2021/2022 and the utilization has gone well in which over 80% of the funds allocated to projects has been utilized effectively as bellow.

Table 1.0 summary of budget performance

PROJECT	STATUS IN%
Primary schools	98%
Secondary schools	95%
Security projects	98%
Bursary	84%
Environment	50%
Sports	50%

Key achievements

We therefore have completed 88% of our allocations in time, and the achieved results as stipulated in the summary table above was noted.

Challenges and emerging issues

The biggest challenge is that CHUKA IGAMBA NGOMBE Constituency has a lot of schools and the funds is little to manage all the schools.

There is also a challenge in the education sector this is because there are many needy students who are in need of support through the bursary fund which is never enough; this is due to lower middle income economy status within the constituency.



Sign

CHAIRMAN NGCDF COMMITTEE

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

III. Statement of Performance against Predetermined Objectives

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of NGCDF-Chuka igambangombe Constituency's 2021-2022 plan are to:

- a) Improve infrastructure in all schools.
- b) To have all children of school going age attending school.
- c) To have morally upright and economically engaged youths.
- d) To ensure equal representation and gender equality.
- e) Reduce inequality in the community.
- f) Nurture the talents of the youths through sports activities.

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In FY 2021/2022 The NGCDFC was able to construct 73 new classes, and 8 security offices. - Bursary beneficiaries at all levels increased slightly due to the new dates of opening schools and colleges
Security	<ul style="list-style-type: none"> -reduce insecurity incidences -upgrade the working 	Favourable working environment for the local administrators	Good structures for local administrators	We were able to construct 8 chief offices.

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

	environment of local administrators			
Environment	Ensure a more sustainable and well kept environment through tree planting and installing of tanks for water harvesting.	Planting of trees in various schools. -installing of water tanks in various schools	-no of trees planted -no of tanks installed	We were able to instal 12 water tanks in various primary and secondary schools.
Sports	Nature the talents of the youths through sports activities	Improved independence and shoot economic growth sports activities	No of youth teams benefitting from the sports programme	Sporting activities were not done since money have not been disbursed.
Disaster Management	Ensure preparation against uncertainties	Set aside emergency fund to cater for unforeseen occurrences	No of uncertainties prevented	Several pit latrines were build through the emergency kitty

IV. Environmental and Sustainability Reporting

NGCDF – CHUKA IGAMBA NGOMBE Constituency 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 –

Strives to operate along with guidelines and procedures stated in NGCDF ACT that helps in on service delivery and drive to better performance with the involvement of both internal and external stakeholders on matters development towards poverty eradication. The significance of this was attributed to our vision, mission and core values.

2. Environmental performance

Protection of the environment in which we live and operate is part of CHUKA IGAMBA NGOMBE initiatives and care for the environment is one of our key responsibilities and an important aspect in the any in which we carry out our operations.

Our environment action plan.

CHUKA IGAMBA NGOMBE NGCDF has identified a need in schools for water harvesting and have thus embarked on a program to buy one 6,000 litre water tanks for schools in this financial year. Over 12 have so far benefitted.

3. Employee welfare

CHUKA IGAMBA NGOMBE NGCDF offers only categories of employment which are contract employees who are employed for 3 years on renewable contract. Such employees are eligible for employee's benefits in line with the statutory requirements. Casual employees are hired to perform specific duties on a daily basis on a piece rate system. Casuals are not allowed to work continuously for more three months and are not eligible for any benefit

4. Market place practices-

NGCDFC was designed to support constituency level, grass root development projects. It is aimed to achieve equitable distribution of development resources across regions and to control imbalance in regional development brought about by partisan politics

5. Community Engagements-

The NGCDF act 2015 stipulates in part 5 sec 27 subsection 1 and 2 that the chairperson of NGCDF shall within the first year of commencement of a new parliament and at least every 2 years thereafter, convene open forums public meetings in every ward in the constituency to deliberate on development matters in the ward and in the constituency.

The NGCDF shall then deliberate on project proposal from all the wards in the constituency and gather all projects which the constituency committee considers beneficial to constituency including joints projects with other constituencies, consider the national development plans and policies and the constituency strategic development plan and identify a list of priority projects, both immediate and long term.

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

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-Chuka Igambangombe 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-Chuka Igambangombe Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-Chuka Igambangombe Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Chuka Igambangombe 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-Chuka Igambangombe Constituency financial statements were approved and signed by the Accounting Officer on _____ 2022.



Chairman NGCDF Committee
Name: Secondina Ciangai



Fund Account Manager
Name: Johnson Njinju Maina

6. Community Engagements-

CHUKA IGAMBA NGOMBE 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.

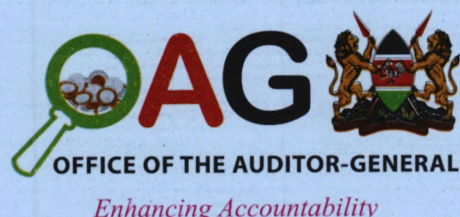
Public Awareness

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.

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

REPUBLIC OF KENYA

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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Chuka Igambangombe Constituency set out on pages 2 to 42, which comprise the statement of assets and liabilities as at 30 June, 2022

Report of the Auditor-General on National Government Constituencies Development Fund – Chuka Igambangombe Constituency for the year ended 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Chuka Igambangombe 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 National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracy in Unutilized Funds

As disclosed in Note 17.3 to the financial statements are previous year's unutilized funds balance of Kshs.106,755,785. However, Annex 3 to the financial statements reflects previous years balance of Kshs.106,735,785 resulting to unexplained variance of Kshs.20,000.

2. Unsupported Project Management Committee (PMC) Account Balances

As disclosed in Note 17.4 and Annex 5 to the financial statements are Project Management Committee (PMC) bank account balances amounting to Kshs.6,443,256. However, cash books, bank reconciliation statements and duly signed certificates of bank balances were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC account balance of Kshs.6,443,256 could not be confirmed.

3. Unsupported Use of Goods and Services

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects use of goods and services amounting to Kshs.10,078,761 which includes committee expenses amounts of Kshs.2,821,900 which further includes payments totalling to Kshs.317,000 incurred towards project monitoring and evaluation by the Constituency Committee. However, program and itinerary of the project monitoring exercise, evidence of travel, attendance registers and project monitoring reports were not provided for audit.

Further, the statement includes training expenses amounting to Kshs.1,599,500 being amount paid for training services offered to staff members and various committees across the constituency. However, a training need assessment report to show the nature of trainings and the training programs to confirm that the trainings took place were not provided for audit.

In the circumstances, the accuracy and completeness of Kshs.1,916,500 for use of good and services could not be confirmed.

4. Unsupported and Unauthorized Grants and Transfers

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects other grants and transfers amounting to Kshs.80,093,132 which includes bursaries disbursed to secondary schools, tertiary institutions and special schools amounting to Kshs.29,007,500, Kshs.16,291,500 and Kshs.6,185,000 respectively. However, bursary payments totalling to Kshs.4,919,000 or 9.5% of the total bursaries disbursed were not acknowledged through issuance of receipts by the beneficiary schools and institutions. In addition, nine hundred and thirty-four (934) students were awarded bursary grants totalling to Kshs.4,113,000 without admission numbers which would have determined whether the beneficiaries were bonafide students in the respective institutions .

Further, other grants and transfers includes social security programmes amounting to Kshs.5,400,000. However, approved project code list reflected an approved budget of Kshs.3,996,000 towards the social security programs resulting to unauthorized expenditure of Kshs.1,404,000. The Management did not provide an explanation why the expenditure on social security programs exceeded the approved budget.

In the circumstances, the accuracy and propriety of the above balances could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.243,844,664 and Kshs.213,902,688 respectively, resulting to an under funding of Kshs.29,941,976 or 12% of the budget. Similarly, the Fund expended Kshs.196,975,830 against an approved budget of Kshs.243,844,666, resulting to an under expenditure of Kshs.46,868,836 or 19% of the budget.

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

2. Delay in Project Implementation

During the year under review, the Board approved a budget of Kshs.225,149,218 to implement a total of one hundred and eighty one (181) projects. However, analysis of the status report revealed that one hundred and fifty one (151) projects with a budget of Kshs.109,304,070 were implemented while thirty (30) projects with a budget of Kshs.115,845,148 or 51% of the budgeted projects were not implemented.

The underperformance in project implementation affected the planned activities and may have impacted negatively on service delivery to the citizens.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Failure to Maintain Expenditure Returns

Review of expenditure records revealed that the Fund Management transferred Kshs.4,300,000 to seven primary schools to finance various projects and Kshs.700,000 was paid for construction of Weru Assistant Chief's Office. However the Fund did not maintain minutes of appointment of Project Management Committees, tender advertising, opening and tender evaluation minutes and expenditure returns. This is contrary to Regulation 15(I) of the National Government Constituencies Development Fund Regulations, 2016 which states that there shall be appointed a Project Management Committee for each project in a Constituency in accordance with Section 36 of the Act which shall implement projects in consultation with the relevant departments of government, maintain proper records of all minutes, accounting documents and other records in relation to projects being implemented, prepare returns and file them with a Constituency Committee on a timely basis and account for funds to a Constituency Committee.

In the circumstances, the Management was in breach of the law.

2. Irregular Diversion of Funds from Planned Projects

The Fund Management transferred Kshs.700,000 to Makanyanga Secondary School for construction of one classroom to completion. However, from the Project Management Committee minutes presented for audit, the Committee acknowledged receipt of the funds and agreed to divert the funds from the original purpose of constructing a classroom to renovation of existing classes without approval from the Board.

Further, the Management transferred Kshs.1,000,000 to St. Paul Njaina Secondary School for construction of one (1) classroom to completion. However, the Project

Management Committee diverted the funds from construction of a classroom to the construction of an ablution block at a cost of Kshs.700,000 without the approval of the Board and did not account for the remaining balance of Kshs.300,000. This is contrary to Section 6 (2) of the National Government Constituencies Development Fund Act, 2015 which stipulates that once funds are allocated for a particular project, they shall remain allocated for that project and may only be re-allocated for any other purpose during the financial year with the approval of the Board.

In the circumstances, the Management was in breach of the law.

3. Irregular Administration of Emergency Funds

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects other grants and transfers amounting to Kshs.80,093,132 which includes emergency projects expenses amounting to Kshs.8,650,000 which further includes Kshs.500,000, Kshs.300,000 and Kshs.200,000 transferred to Nthambo Police Post, Kanyaki Primary School and Kaarange Primary School respectively all totalling to Kshs.1,000,000. However, the Management did not maintain expenditure returns from the respective Project Management Committees. This is contrary to Regulation 15(1) of the National Government Constituencies Development Fund Regulations, 2016 which states that there shall be appointed a Project Management Committee for each project in a Constituency in accordance with Section 36 of the Act which shall implement projects in consultation with the relevant departments of government, maintain proper records of all minutes, accounting documents and other records in relation to projects being implemented, prepare returns and file them with a Constituency Committee on a timely basis and account for funds to a Constituency Committee.

Further, the Fund transferred Kshs.300,000 to Kanyaki Primary School for completion of classroom through emergency funds. However, the project does not meet the criteria for emergency funding as defined in Section 8(3) of the National Government Constituencies Development Fund Act, 2015 which states that emergency shall be construed to mean an urgent, unforeseen need for expenditure for which it is in the opinion of the Committee that it cannot be delayed until the next financial year without harming the public interest of the constituents.

In addition, during the year, the Fund utilized a total of Kshs.8,650,000 in respect to emergency projects. However, the utilization was not reported to the Board within thirty days of the occurrence of the emergency. This is contrary to Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016 which states that the utilization of the emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

In the circumstances, the Management was in breach of the law.

4. Failure to Tag and Insure Assets

Review of the fixed assets registers and physical verification of the assets revealed that the office equipment, furniture and fittings valued at Kshs.8,772,253 were not tagged for ease of identification and movement. This is contrary to Regulation 139(1) of the Public Finance Management (National Government) Regulations, 2015 which stipulates that an

Accounting Officer of a National Government entity shall take full responsibility and ensure that proper control systems exist for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse by ensuring that movement and conditions of assets can be tracked by putting in place processes and procedures both electronic and manual for the effective, efficient, economical and transparent use of the Government entity's asset.

Further, the fixed assets were not insured. This is contrary to Section 36 (3) of the National Government Constituencies Development Fund Act, 2015 which states that all fixed and movable assets, including equipment bought under this Act for use by the Constituency Committee shall be the property of the Board and shall be insured in the name of the Board.

In the circumstances, the Management was in breach of the law.

5. Irregular Bursary Disbursements

Review of the subcommittee expenditure documents revealed that Kshs.51,484,000 was issued as bursary to secondary schools, special schools and tertiary Institutions. However, the Vetting Committee Members and the Chairman did not sign the application forms. In addition, amount awarded to successful applicants was not indicated on the application forms. Further, Vetting Committee minutes showing award and rejection of applications were not provided for audit to confirm whether bursary applicants were vetted. This is contrary to Regulation 21(3) of the National Government Constituencies Development Fund Regulations, 2016 which stipulates that a Constituency Committee shall vet all persons proposed to receive support in accordance with guidelines issued by the Board.

In the circumstances, the Management was in breach of the law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of 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 controls, risk management and overall governance.

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls 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 controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal controls 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 policies and procedures may deteriorate.

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

25 May, 2023

*Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022*

VIII. Statement of Receipts and Payments for the Year ended 30 June, 2022

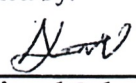
	Note	2021-2022 Kshs	2020-2021 Kshs
RECEIPTS			
Transfers from NG CDF board-AIEs' Received	1	157,828,879	180,067,724
Proceeds from Sale of Assets	2		-
Other Receipts	3		-
TOTAL RECEIPTS		157,828,879	180,067,724
PAYMENTS			
Compensation of employees	4	5,680,651	3,945,400
Use of goods and services	5	10,078,761	4,662,009
Transfers to Other Government Units	6	84,723,286	83,475,000
Other grants and transfers	7	80,093,132	61,484,640
Acquisition of Assets	8	-	4,062,758
Other Payments	9	16,400,000	3,000,000
TOTAL PAYMENTS		196,975,830	160,629,806
SURPLUS/DEFICIT		(39,146,951)	19,437,918

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Chuka Igambangombe Constituency financial statements were approved on _____ 2022 and signed by:




Fund Account Manager

Name: : Johnson Njinju Maina



National Sub-County
Accountant

Name: Agnes M. Gitari
ICPAK M/No:5382



Chairman NG-CDF
Committee


Name: Secondina Ciangai

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

IX. Statement of Assets and Liabilities as at 30 June, 2022

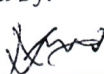
	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	16,926,858.	56,073,809
Cash Balances (cash at hand)	10B		-
Total Cash and Cash Equivalents		16,926,858	56,073,809
Accounts Receivables			
Outstanding Imprests	11	-	-
			-
TOTAL FINANCIAL ASSETS		16,926,858	56,073,809
			-
FINANCIAL LIABILITIES			
Accounts payable (Deosits)			
Retention	12A	-	-
Gratuity	12B	-	855,179
TOTAL FINANCIAL LIABILITES		-	855,179
NET FINANCIAL ASSETS		<u>16,926,858</u>	<u>55,218,630</u>
			-
REPRESENTED BY			
Fund balance b/fwd		56,073,809	35,780,712
Prior year adjustments	14		
Surplus/Defict for the year		(39,146,951)	19,437,918
NET FINANCIAL POSITION		16,926,858	55,218,630

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Chuka Igambangombe Constituency financial statements were approved on _____ 2022 and signed by:




 Fund Account Manager

Name: : Johnson Njinju Maina



 National Sub-County
 Accountant

Name: Agnes M. Gitari
 ICPAK M/No:5382



 Chairman NG-CDF
 Committee

Name: Secondina Ciangai

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

X. Statement of Cash flows for the Year Ended 30 June, 2022

Receipts for operating activities		2021-2022	2020-2021
Transfers from CDF Board	1	157,828,879	180,067,724
Other Receipts	3	-	-
Total receipts		157,828,879	180,067,724
Payments			
Compensation of Employees	4	5,680,651	3,945,400
Use of goods and services	5	10,078,761	4,662,009
Transfers to Other Government Units	6	84,723,286	83,475,000
Other grants and transfers	7	80,093,132	61,484,640
Other Payments	9	16,400,000	3,000,000
Total payments		196,975,830	156,567,048
Total Receipts Less Total Payments		(39,146,951)	23,500,676
Adjusted for:			-
Decrease/ (Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/ (Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	855,179
Prior year adjustments	14	-	-
Net cash flow from operating activities		(39,146,951)	24,355,855
		-	-
CASHFLOW FROM INVESTING ACTIVITIES		-	-
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	(4,062,758)
Net cash flows from Investing Activities		-	(4,062,758)
			-
NET INCREASE IN CASH AND CASH EQUIVALENT		(39,146,951)	20,293,097
Cash and cash equivalent at BEGINNING of the year		56,073,809	35,780,712
Cash and cash equivalent at END of the year	10	16,926,858	56,073,809

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Chuka Igambangombe Constituency financial statements were approved on _____ 2022 and signed by:


Fund Account Manager


National Sub-County Accountant


Chairman NG-CDF Committee

Name : Johnson Njinju Maina

Name: Agnes M. Gitari
ICPAK M/No: 5382

Name: Secondina Ciangai

*Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022*

XI. Summary Statement of Appropriation for the year ended 30 June 2022

Receipt/Expense Item	Original Budget		Final Budget		Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d			
RECEIPTS	2021/2022	Opening Balance (C/Bk) and AIA	previous Years Outstanding Disbursements	2021/2022	30/06/2022		
Transfers from CDF Board	137,088,879	56,073,809	50,681,976	243,844,664	213,902,688	29,941,976	12%
Proceeds from Sale of Assets				-		0	
Other Receipts				-		0	
PAYMENTS							
Compensation of Employees	4,932,400	1,678,596		6,610,996	5,680,651	930,345	16%
Use of goods and services	7,145,596	5,794,034		12,939,630	10,078,761	2,860,869	28%
Transfers to Other Government Units	61,475,000	3,251,725	34,193,097	98,919,821	84,723,286	14,196,536	17%
Other grants and transfers	51,375,883	38,697,137	7,838,778	97,911,797	80,093,132	17,818,666	22%
Acquisition of Assets				-			
Other Payments	4,900,000	6,652,318	8,650,102	20,202,420	16,400,000	3,802,420	23%
funds pending approval	7,260,000			7,260,000		7,260,000	
TOTALS	137,088,879	56,073,810	50,681,977	243,844,664	196,975,830	46,868,836	19%

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

- (a) There was no AIA in the financial year 2021/2022 in chukaigambangombe NGCDF
- (b) The underutilisation of 12 % overall they were also pending reallocations and resubmissions not yet approved.
- (c) The constituency received 88% from NGCDF BOARD for the year 2021/2022
- i. Use of goods and services was 46.9%
 - ii. Construction, transfer to other government units was 68.8 percent.
 - iii. Other grants and transfers for bursary was 63.1 % due to non award of bursary since schools were closed due to the pandemic.
 - iv. Acquisition of assets was 99.5 percent due to purchase of furniture and office equipment, cash for rural electrification was not realised yet from board.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	46,868,836
Less undisbursed funds receivable from the Board as at 30th June 2022	29,941,978
Add Accounts payable	
Less Accounts Receivable	
Add/Less Prior Year Adjustments	
Cash and Cash Equivalents at the end of the FY 2020/2022	16,926,858

The NGCDF-Chuka Igambangombe Constituency financial statements were approved on _____ 2022 and signed by:



Fund Account Manager

Name: : Johnson Njinju Maina



National Sub-County
Accountant

Name: Agnes M. Gitari
ICPAK M/No: 5382



Chairman NG-CDF
Committee

Name: Secondina Ciangai

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

X. Budget Execution By Sectors And Projects for the year ended 30 June 2022

1.1 Compensation of employees	4,932,400	1,678,596		6,610,996	4,825,472	930,345
1.2 Committee allowances	840,000	1,505,433		2,345,433	1,498,500	846,933
1.3 Use of goods and services	2,192,933	791,534		2,984,466	2,675,761	308,706
Sub-Total	7,965,333	3,975,563		11,940,895	8,999,733	2,085,984
2.0 Monitoring and evaluation						
2.1 Capacity building	1,800,000	1,403,500		3,203,500	1,599,500	1,604,000
2.2 Committee allowances	1,940,000	1,989,900		3,929,900	3,916,000	13,900
2.3 Use of goods and services	372,663	103,667		476,330	389,000	87,330
Sub-Total	4,112,663	3,497,067		7,609,730	5,904,500	1,705,230
3.0 Emergency						
3.1 primary school	7,192,207	1,996,559		9,188,766	8,650,000	538,766

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

3.2 secondary school									
3.3 tertiary institutions									
3.4 security projects									
Sub-Total	7,192,207	1,996,559			9,188,766		8,650,000		538,766
4.0 Bursary and Social Security									
4.1 Primary Schools									
4.2 Secondary Schools	14,045,999	23,679,645			37,725,644		29,007,500		8,718,144
4.3 Tertiary Institutions	15,150,000	1,398,347			16,548,347		16,291,500		256,847
4.4 Bursary for vocational skills	4,076,221	3,054,900			7,131,121		6,000,000		1,131,121
4.5 Social Security vocational skills		5,600,000			5,600,000		5,585,000		15,000
Sub-Total	33,272,220	33,732,892			67,005,112		56,884,000		10,121,112
5.0 Sports									
5.1 balb/f		2,247,676			2,247,676		2,247,676		
5.2 Constituency Sports Tournament	2,269,679				2,269,679		2,269,679		
Sub-Total	2,269,679	2,247,676			4,517,354		4,517,354		
6.0 Environment									
balb/f	1,041,778			2,338,778	3,380,555		1,041,778		2,338,778
balances b/f		10		10					10
Sub-Total		10		2,125,000	2,125,010		2,125,000		10
7.0 Primary Schools Projects									

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

Njuri Primary School	700,000					700,000	700,000	-
Njuri Primary School	700,000					700,000	700,000	-
Gitogoto Primary School	700,000					700,000	700,000	-
Kiamuriuki Primary School	700,000					700,000	700,000	-
Kithunguri Primary School	500,000					500,000	500,000	-
Thuita Primary School	700,000					700,000	700,000	-
Magumoni Primary School	700,000					700,000	700,000	-
Karembuni Primary School	700,000					700,000	700,000	-
Gichenge Primary School	700,000					700,000	700,000	-
Karamani Primary School	700,000					700,000	700,000	-
Magenka Primary School	700,000					700,000	700,000	-
Kangoro Primary School	700,000					700,000	700,000	-
Kagumo Primary School	700,000					700,000	700,000	-
Kathiru Primary School	700,000					700,000	700,000	-
Ndiruni Primary School	700,000					700,000	700,000	-
Salama Boarding Primary School	700,000					700,000	700,000	-
Gacuuri Primary School	700,000					700,000	700,000	-
Kanyuru Primary School	700,000					700,000	700,000	-

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

Gagigongo Primary School	700,000				700,000	700,000	-
Rubate Primary School	700,000				700,000	700,000	-
Maabi Primary School	500,000				500,000	500,000	-
Nkwego Primary School	500,000				500,000	500,000	-
Mubukuro Primary School	700,000				700,000	700,000	-
Mugwe Primary School	500,000				500,000	500,000	-
Iruku Primary School	500,000				500,000	500,000	-
Nkumbo Primary School	700,000				700,000	700,000	-
Kambandi Primary School	700,000				700,000	700,000	-
Mukuthuku Primary School	700,000				700,000	700,000	-
Makawani Primary School	700,000				700,000	700,000	-
Ngaani Primary School	700,000				700,000	700,000	-
Kaarani Primary School	700,000				700,000	700,000	-
Kibumbu Primary School	700,000				700,000	700,000	-
Ntuntuni Primary School	700,000				700,000	700,000	-
Kiangondu Primary School	700,000				700,000	700,000	-
DEB Primary School	500,000				500,000	500,000	-
Chuka Township Primary School	700,000				700,000	700,000	-
Mungoni Primary School	700,000				700,000	700,000	-

**Chuka Igambangbe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

KK Mwendwa Primary School	500,000			500,000	500,000	-
Kathigirini Primary School	700,000			700,000	700,000	-
Eriani Primary School	700,000			700,000	700,000	-
Kathagara Primary School	500,000			500,000	500,000	-
Ngunga Low cost Primary School	700,000			700,000	700,000	-
Kabururu Primary School	700,000			700,000	700,000	-
Kamatanka Primary School	700,000			700,000	700,000	-
Kithinge primary School	700,000			700,000	700,000	-
Calvary Primary School	700,000			700,000	700,000	-
Mwenjeu Primary School	700,000			700,000	700,000	-
Kamutiria Primary School	500,000			500,000	500,000	-
Mikame Primary School	700,000			700,000	700,000	-
Mungoni Primary School	700,000			700,000	700,000	-
Makutano Primary School	700,000			700,000	700,000	-
Kanthanje Primary School	700,000			700,000	700,000	-
Mariuko Maingi Primary School	700,000			700,000	700,000	-
Kangutu Primary School	700,000			700,000	700,000	-
Weru PCEA Primary School	700,000			700,000	700,000	-
Ibithe Primary School	700,000			700,000	700,000	-

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

Ntendera Primary School	700,000				700,000	700,000	-
KARWIRO PRIMARY SCHOOL	500,000				500,000	500,000	-
KANGU PRIMARY SCHOOL	500,000				500,000	500,000	-
kamuguongo primary school	700,000				700,000	700,000	-
NTUMBARA PRIMARY SCHOOL	700,000				700,000	700,000	-
MBWIRU PRIMARY SCHOOL		700,000			700,000	700,000	-
KIEGUMO PRIMARY SCHOOL		700,000			700,000	700,000	-
KANDEGA PRIMARY SCHOOL		1,000,000			1,000,000	1,000,000	-
KATHIRU PRIMARY SCHOOL				700,000	700,000	700,000	-
KAGAANI PRIMARY SCHOOL				700,000	700,000	700,000	-
NTHAMBO PRIMARY SCHOOL				700,000	700,000	700,000	-
KATHUTWA PRIMARY SCHOOL				700,000	700,000	700,000	-
NTURIA PRIMARY SCHOOL				700,000	700,000	700,000	-
KIAMUCHII PRIMARY SCHOOL				700,000	700,000	700,000	-
KITHANGANI PRIMARY SCHOOL				700,000	700,000	700,000	-
MAREMBO PRIMARY SCHOOL				700,000	700,000	700,000	-
KAIRINI PRIMARY SCHOOL				700,000	700,000	700,000	-
KARWIRO PRIMARY SCHOOL				700,000	700,000	700,000	-
MIBARAGA PRIMARY SCHOOL				700,000	700,000	700,000	-

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

FR.ILELAND PRIMARY SCHOOL				700,000	700,000	700,000	-
NTUNTUNI I PRIMARY SCHOOL				700,000	700,000	700,000	-
MUNGONI PRIMARY SCHOOL				700,000	700,000	700,000	-
CHUKA TOWN PRIMARY SCHOOL				700,000	700,000	700,000	-
DEB PRIMARY SCHOOL				700,000	700,000	700,000	-
KK MWENWA PRIMARY SCHOOL				700,000	700,000	700,000	-
IRIANI PRIMARY SCHOOL				700,000	700,000	700,000	-
NKIO PRIMARY SCHOOL				700,000	700,000	700,000	-
KAMATANKA PRIMARY SCHOOL				700,000	700,000	700,000	-
MURIGI PRIMARY SCHOOL				700,000	700,000	700,000	-
KIRIMA NKARI PRIMARY SCHOOL				700,000	700,000	700,000	-
KAMUTIRIA PRIMARY SCHOOL				700,000	700,000	700,000	-
MUGERE PRIMARY SCHOOL				700,000	700,000	700,000	-
MATHIGAPRIMARY SCHOOL				700,000	700,000	700,000	-
MAKAMBAANI PRIMARY SCHOOL				1,000,000	1,000,000	1,000,000	-
KATHWANA PRIMARY SCHOOL				700,000	700,000	700,000	-
KATHANJE PRIMARY SCHOOL				700,000	700,000	700,000	-
MIKUI PRIMARY SCHOOL				700,000	700,000	700,000	-
KATHANJE LOW PRIMARY				700,000	-	700,000	-

*Chuka Igambangombe Constituency
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KATHAGARA PRIMARY SCHOOL			300,000	300,000	300,000	-
IGAMATUNDU PRIMARY SCHOOL			700,000	700,000	700,000	-
KANGU PRIMARY SCHOOL			700,000	700,000	700,000	-
NJAINA PRIMARY SCHOOL			700,000	700,000	700,000	-
WERU PCEA PRIMARY SCHOOL			700,000	700,000	700,000	-
MAKAWANI PRIMARY SCHOOL			700,000	700,000	700,000	-
KIMBumbu PRIMARY SCHOOL			300,000	300,000		300,000
KABARINGE PRIMARY SCHOOL			500,000	500,000		500,000
Sub-Total	39,800,000	2,400,000	25,900,000	68,100,000	67,300,000	800,000
Gitogoto Primary School	700,000			700,000	700,000	-
Kiamuriuki Primary School	700,000			700,000	700,000	-
Kithunguri Primary School	500,000			500,000	500,000	-
Thuita Primary School	700,000			700,000	700,000	-
Magumoni Primary School	700,000			700,000	700,000	-
Karembuni Primary School	700,000			700,000	700,000	-
Gichenge Primary School	700,000			700,000	700,000	-
Karamani Primary School	700,000			700,000	700,000	-
Magenka Primary School	700,000			700,000	700,000	-
Kangoro Primary School	700,000			700,000	700,000	-

**Chuka Igambangombe Constituency
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Kagumo Primary School	700,000				700,000				
Kathiru Primary School	700,000				700,000				
Ndiruni Primary School	700,000				700,000				
Salama Boarding Primary School	700,000				700,000				
Gacuuri Primary School	700,000				700,000				
Kanyuru Primary School	700,000				700,000				
Gacigongo Primary School	700,000				700,000				
Rubate Primary School	700,000				700,000				
Maabi Primary School	500,000				500,000				
Nkwego Primary School	500,000				500,000				
Mubukuro Primary School	700,000				700,000				
Mugwe Primary School	500,000				500,000				
Iruku Primary School	500,000				500,000				
Nkumbo Primary School	700,000				700,000				
Kambandi Primary School	700,000				700,000				
Mukuthuku Primary School	700,000				700,000				
Makawani Primary School	700,000				700,000				
Ngaani Primary School	700,000				700,000				
Kaarani Primary School	700,000				700,000				

**Chuka Igambangombe Constituency
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Reports and Financial Statements for The Year Ended June 30, 2022**

Kibumbu Primary School	700,000				700,000	700,000	-
Ntuntuni Primary School	700,000				700,000	700,000	-
Kiangondu Primary School	700,000				700,000	700,000	-
DEB Primary School	500,000				500,000	500,000	-
Chuka Township Primary School	700,000				700,000	700,000	-
Mungoni Primary School	700,000				700,000	700,000	-
KK Mwendwa Primary School	500,000				500,000	500,000	-
Kathigiririni Primary School	700,000				700,000	700,000	-
Eriani Primary School	700,000				700,000	700,000	-
Kathagara Primary School	500,000				500,000	500,000	-
Ngunga Low cost Primary School	700,000				700,000	700,000	-
Kabururu Primary School	700,000				700,000	700,000	-
Kamatanka Primary School	700,000				700,000	700,000	-
Kithinge primary School	700,000				700,000	700,000	-
Calvary Primary School	700,000				700,000	700,000	-
Mwenjeu Primary School	700,000				700,000	700,000	-
Kamutiria Primary School	500,000				500,000	500,000	-
Mikame Primary School	700,000				700,000	700,000	-
Mungoni Primary School	700,000				700,000	700,000	-

*Chuka Igambangombe Constituency
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Makutano Primary School	700,000			700,000	700,000	-
Kanthanje Primary School	700,000			700,000	700,000	-
Mariuko Maingi Primary School	700,000			700,000	700,000	-
Kangutu Primary School	700,000			700,000	700,000	-
Weru PCEA Primary School	700,000			700,000	700,000	-
Ibithi Primary School	700,000			700,000	700,000	-
Ntendera Primary School	700,000			700,000	700,000	-
KARWIRO PRIMARY SCHOOL	500,000			500,000	500,000	-
KANGU PRIMARY SCHOOL	500,000			500,000	500,000	-
kamuguongo primary school	700,000			700,000	700,000	-
NTUMBARA PRIMARY SCHOOL	700,000			700,000	700,000	-
MBWIRU PRIMARY SCHOOL		700,000		700,000	700,000	-
KIEGUMO PRIMARY SCHOOL		700,000		700,000	700,000	-
KANDEGA PRIMARY SCHOOL		1,000,000		1,000,000	1,000,000	-
8.0 Secondary Schools Projects						
Chief Petro Mixed Day Secondary School	700,000			700,000	700,000	-
St. Peters Kigogo Mixed Day Secondary School	700,000			700,000	700,000	-
Mutuguni Mixed Day Secondary School	700,000			700,000	700,000	-

**Chuka Igambangombe Constituency
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Mubukuro Day Secondary School	1,500,000			1,500,000	1,500,000	-
Kirege Secondary School	500,000			500,000	500,000	-
St. Paul Njaina Secondary School	1,000,000			1,000,000	1,000,000	-
Kiamuriuki Secondary School	700,000			700,000	700,000	-
Kiaritha Secondary School	700,000			700,000	-	700,000
Makanyanga Secondary School	700,000			700,000	700,000	-
Makambani Day Secondary School	1,500,000			1,500,000	1,500,000	-
Twamikua Secondary School	700,000			700,000	700,000	-
PCEA Kaanwa Secondary School	700,000			700,000	700,000	-
Kithangani Secondary School	700,000			700,000	700,000	-
mukuuni secondary school	700,000			700,000	-	700,000
mutaaruni secondary school			700,000	700,000	700,000	-
Maabi secondary school			700,000	700,000	700,000	-
Itugururu secondary school			1,000,000	1,000,000	1,000,000	-
Kiangiri secondary school			500,000	500,000	500,000	-
Mpukoni secondary school			700,000	700,000	700,000	-
Kubururu secondary school			700,000	700,000	700,000	-
Kiaritha secondary school			700,000	700,000	700,000	-
kanjiampau sec school			3,348,276	3,348,276	-	3,348,276

**Chuka Igambangombe Constituency
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Ndagani secondary school			300,000	300,000	-	300,000
magumoni sec school			500,000	500,000	-	500,000
Sub-Total	11,500,000	851,725	9,148,276	21,500,001	15,100,000	6,400,001
9.0 Tertiary institutions Projects						
KMTC CHUKA CAMPUS	10,175,000			10,175,000	2,323,286	7,851,714
10.0 Security Projects						
Nthambo Ass Chief Office			300,000	300,000	300,000	-
Kinoru Assistant Chief Office	700,000			700,000	700,000	-
Kabuboni Chiefs Office & AP Line	1,000,000			1,000,000	1,000,000	-
Rubate Chief's Office	700,000			700,000		700,000
Mugirirwa Chief Office/ location Headquarter	1,000,000			1,000,000	1,000,000	-
Mwonge division headquarters	1,500,000			1,500,000	1,500,000	-
Kamwimbi Assistant Chief Office	700,000			700,000	700,000	-
DCC igambamba ngombe office	1,000,000			1,000,000	1,000,000	-
Kathanje Police post	1,000,000			1,000,000	1,000,000	-
kamaindi chiefs office			500,000	500,000		500,000
kanjiampau sec school			1,500,000	1,500,000	-	1,500,000
ndagani sec school			300,000	300,000	-	300,000

**Chuka Igambangombe Constituency
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weru ass chiefs office			700,000	700,000	700,000	700,000	-
mutino assi chief			700,000	700,000	700,000	700,000	-
mbogoni ass chiefs office		700,000		700,000	700,000	700,000	-
kathanje cehifs office			300,000	300,000	300,000	300,000	300,000
Kathanje Police Post			500,000	500,000	500,000	500,000	500,000
kiamukuria police post			1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Sub-Total	7,600,000	700,000	5,500,000	13,800,000	9,000,000	4,800,000	4,800,000
11.0 Acquisition of assets							
11.2 Construction of CDF office		20,000		20,000	20,000	20,000	20,000
Sub-Total		20,000		20,000	20,000	20,000	20,000
12.0 Others							
12.0 Others							
Chuka town ICT HUB and resource centre	2,900,000	5,949,898	4,050,102	12,900,000	12,900,000	12,900,000	-
Constituency innovation Hubs (Kibugua, mugwe and kaanwa	2,000,000		1,500,000	3,500,000	3,500,000	3,500,000	-
NG-CDF OFFICE motor vehicle							
12.6 Kigogo Market			500,000	500,000	500,000	500,000	500,000
12.7 Mugui Market			500,000	500,000	500,000	500,000	500,000

**Chuka Igabangombe Constituency
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12.8 Kathanje Market			500,000	500,000	500,000	500,000
makanyanga market			500,000	500,000	500,000	500,000
balances b/f						
12.9 ICT HUB Chuka Town hall			1,100,000	1,100,000	1,100,000	1,100,000
12.10 Rural electrification		440,000		440,000		440,000
12.11 strategic plan		262,420		262,420		262,420
Sub-Total	4,900,000	6,652,318	8,650,102	20,202,420	16,400,000	3,802,420
funds bending approval	7,260,000			7,260,000		7,260,000
GRAND TOTAL	137,088,879	56,073,809	50,681,977	243,844,665	196,975,830	46,868,836

(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.

**Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022**

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-Chuka Igambangombe Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 10th June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

14. Errors

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

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

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

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 OTHER GOVERNMENT ENTITIES

Description		2021-2022	2020-2021
Receipts from NGCDF Board		Kshs	Kshs
AIE NO	B 096913		19,000,000
AIE NO	B 104870		67,067,772
AIE NO	B 124504		9,000,000
AIE NO	B 124914		8,500,000
AIE NO	B 119769		12,000,000
AIE NO	B 128060		6,900,000
AIE NO	B 132115		6,000,000
AIE NO	B 128370		7,000,000
AIE NO	B 126078		7,000,000
AIE NO	B 126368		11,600,000
AIE NO	B042723		12,000,000
AIE NO	B 140514		2,000,000
AIE NO	B 105161		12,000,000
AIE NO		33,000,000	
AIE NO		34,000,000	
AIE NO		16,000,000	
AIE NO		17,000,000	
AIE NO		14,000,000	
AIE NO		15,000,000	
AIE NO		18,000,000	
AIE NO		10,828,879	
		157,828,879	180,067,724

2. PROCEEDS FROM SALE OF ASSETS

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	00	00
Receipts from the Sale of Vehicles and Transport Equipment	00	00
Receipts from sale of office and general equipment	00	00
Receipts from the Sale Plant Machinery and Equipment	00	00
Total	00	00

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	00	00
Rents	00	00
Receipts from sale of tender documents	00	00
Hire of plant/equipment/facilities	00	00
Unutilized funds from PMCs	00	00
Other Receipts Not Classified Elsewhere	00	00
Total	00	00

4. COMPENSATION OF EMPLOYEES

Description	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,676,408	2,869,932
Personal allowances paid as part of salary		-
House Allowance		-
Transport Allowance		-
Leave allowance	-	
Gratuity to contractual employees	1,691,659	855,179
Employer Contributions Compulsory national social security schemes	213,984	155,088
Other personnel payments	98,600	65,200
		-
Total	5,680,651	3,945,400

Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses	2,821,900	1,556,000
Utilities, supplies and services		21,152
Communication, supplies and services		161,388
Domestic travel and subsistence	136,800	156,800
Printing, advertising and information supplies & services	318,300	
Rentals of produced assets		
Training expenses	1,599,500	498,000
Other committee expenses	2,592,600	
Hospitality supplies and services		-
Insurance costs		-
Specialised materials and services		
Office and general supplies and services	502,700	1,197,380
Fuel ,oil & lubricants	1,100,000	200,000
Other operating expenses	36,008	30,953
Routine maintenance – vehicles and other transport equipment	970,953	840,336
Routine maintenance – vehicles and other assets		
Total	10,078,761	4,662,009

*Chuka Igambangombe Constituency
National Government Constituencies Development Fund (NGCDF)
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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)	67,300,000.00	54,900,000.00
Transfers to secondary schools (see attached list)	15,100,000.00	19,350,000.00
Transfers to tertiary institutions (see attached list)	2,323,286.00	
Transfer to Health Institution(see attached list)	-	9,225,000.00
TOTAL	84,723,286.00	83,475,000.00

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2021-2022	2020-2021
	Kshs	Kshs
Bursary -Secondary school (see attached list)	29,007,500	14,580,600
Bursary -Tertiary institutions (see attached list)	16,291,500	18,391,750
Bursary-Special School(see attached list)	6,185,000	-
Mocks & CAT(see attached list)	-	-
social security programmes NHIF(see attached list)	5,400,000	6,479,000
Security projects(see attached list)	9,000,000	12,050,000
Roads	-	-
Sports projects(see attached list)	4,517,354	1,885,408
Environment projects(see attached list)	1,041,778	2,125,000
Emergency Projects (specify)	8,650,000	5,972,882
Total	80,093,132	61,484,640

Chuka Igambangombe Constituency
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	00	00
Construction of Buildings	00	00
Refurbishment of Buildings	00	00
Purchase of Vehicles and Other Transport Equipment	00	00
Overhaul of Vehicles and Other Transport Equipment	00	00
Purchase of Household Furniture and Institutional Equipment	00	00
Purchase of Office Furniture and General Equipment	00	4,062,758
Purchase of ICT Equipment, Software and Other ICT Assets	00	00
Purchase of Specialized Plant, Equipment and Machinery	00	00
Rehabilitation and Renovation of Plant, Machinery and Equip.	00	00
Acquisition of Land	00	00
Acquisition of Intangible Assets	00	00
Total	0	4,062,758

9. OTHER PAYMENTS

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan		
ICT Hub	16,400,000.00	3,000,000.00
Total	16,400,000.00	3,000,000.00

Chuka Igambangombe Constituency
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2021-2022	2020-2021
	Kshs	Kshs
<i>Family Bank</i>	16926858	56,073,809
Total	16,926,858	56,073,809
10B: CASH IN HAND		
Location 1	00	00
Location 2	00	00
Location 3	00	00
Other Locations (<i>specify</i>)		
Total	00	00
<i>[Provide cash count certificates for each]</i>		

Chuka Igambangombe Constituency
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
Name of Officer	dd/mm/yy	00	00	00
Name of Officer	dd/mm/yy	00	00	00
Total		00	00	00

12A. RETENTION

	2021-2022	2020-2021
	<i>KShs</i>	<i>KShs</i>
Retention as at 1 st July (A)	00	00
Retention held during the year (B)	00	00
Retention paid during the Year (C)	00	00
Closing Retention as at 30 th June D= A+B-C	00	00

12B. GRATUITY

	2021-2022	2020-2021
	<i>KShs</i>	<i>KShs</i>
Gratuity as at 1 st July (A)	855179.20	00
Gratuity held during the year (B)	836479.8	855179.20
Gratuity paid during the Year (C)	1,691,659.00	00
Closing Gratuity as at 30 th June D= A+B-C	00	855179.20

13. BALANCES BROUGHT FORWARD

	2021-2022 (1st July 2021)	2020-2021 (1st July 2020)
	<i>Kshs</i>	<i>Kshs</i>
Bank accounts	56,073,809	35,780,712
Cash in hand		
Imprest		
Total	56,073,809	35,780,712

[Provide short appropriate explanations as necessary]

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14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2021/2022 as per Audited Financial statements	Adjustments	Adjusted Balance**b/f FY 2020/2021
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	00	00	00
Cash in hand	00	00	00
Accounts Payables	00	00	00
Receivables	00	00	00
Others (<i>specify</i>)	00	00	00
TOTAL	00	00	00

15 CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST`

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	00	00
Imprest issued during the year (B)	00	00
Imprest surrendered during the Year (C)	00	00
closing accounts in account receivables D= A+B-C	00	00

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2021-2022	2020-2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	855,179.20	00
Deposit and Retentions held during the year - gratuity held (B)	836,479.80	855179.20
Deposit and Retentions paid during the Year (C)	1,691,659.00	00
closing account payable D= A+B-C	00	855179.20

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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	00	00
Construction of civil works	00	00
Supply of goods	00	00
Supply of services	00	00
	00	00

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	00	00
Others (<i>Staff Gratuity</i>)	00	00
	00	00

17.3: UNUTILIZED FUND (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	930,345	823,416
Use of goods and services	2,860,869	6,248,034
Amounts due to other Government entities (see attached list)	14,196,536	37,912,103
Amounts due to other grants and other transfers (see attached list)	17,818,666	35,202,759
Acquisition of assets		20,000
Others (<i>specify</i>)	3,802,420	15,762,420
Funds pending approval	7,260,000	10,787,053
	46,868,836	106,755,785

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	6,443,256	567,029
	6,443,256	567,029

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	A	B	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
	Sub-Total				
Construction of civil works					
4.					
5.					
6.					
	Sub-Total				
Supply of goods					
7.					
8.					
9.					
	Sub-Total				
Supply of services					
10.					
11.					
12.					
	Sub-Total				
	Grand Total				

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs)
	2020/21			2021/22
Land	-	-	-	-
Buildings and structures	20,670,870	-	-	20,670,870
Transport equipment	6,329,130	-	-	6,329,130
Office equipment, furniture and fittings	8,772,253	-	-	8,772,253
ICT Equipment, Software and Other ICT Assets	1,385,450	-	-	1,385,450
Other Machinery and Equipment				-
Heritage and cultural assets				-
Intangible assets				-
Total	37,157,703			37,157,703

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2022

PM	BANK	ACCOUNT NUMBER	BANK BALANCE-2021/2022	Bank Balance-2020/2021
KAJUKI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000006107	0	-
THUITA ASSISTANT CHIEF OFFICE NG-CDF	FAMILY BANK	54000009062	290.8	-
KATHIGIRIRINI PUBLIC SOCIAL HALL NG-CDF	FAMILY BANK	54000008972	179.6	-
KIANGONDU CHIEF OFFICE NG-CDF	FAMILY BANK	54000008943	25.2	-
IBIRIGA MIXED DAY SECONDARY SCHOOL NG CDF	FAMILY BANK	54000008657	1,000.00	-
MAKAMBANI DAY SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008821	1,500,213.40	-
GITARENI LOCATION CHIEFS OFFICE-NG CDF	FAMILY BANK	54000008949	6.6	-
IKAWA PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008981	1.2	-
RUKINDU ECDE CENTRE UNDER KATHIGIRIRINI	FAMILY BANK	54000009042	71,191.60	-
MAABI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000009073	1,840.00	-
PCEA REV CAROL NTUNTUNI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008969	1,350.40	-
NJURI HIGH SCHOOL NG-CDF	FAMILY BANK	54000008632	500,000.00	-
ERIANI PRE-PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008970	526.2	-
KAMUGUONGO PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008311	1,161.20	-
MAABI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000009073	1,840.00	-
KIERENI SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008321	285.6	-
MAKANYANGA ASSISTANCE CHIEF OFFICE NG-CDF	FAMILY BANK	54000008302	2,908.00	-
KIREGE SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008169	500,540.00	-
CHUKA TECHNICAL & VOCATIONAL COLLEGE N.G CDF	FAMILY BANK	54000008049	656.8	-
KENYA MEDICAL TRAINING COLLEGE - CHUKA CAMPUS NG-CDF	FAMILY BANK	54000005749	1,173,300.30	-
CHUKA ICT HUB & RESOURCE CENTRE-NG CDF	FAMILY BANK	54000010885	0	-
MWONGE DOS OFFICE NG-CDF	FAMILY BANK	54000006868	949,896.40	-
MUKUUNI BOYS HIGH SCHOOL NG-CDF	FAMILY BANK	54000007148	230,500.00	-
PCEA KANWA SEC SCHOOL- NG CDF	FAMILY BANK	54000010938	0	-
TWAMIKUA SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000005772	289.4	-
MAKAMBANI DAY SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008821	1,500,213.40	-
NG-CDF SPORTS PMC	FAMILY BANK	54000005399	0	12,998
KARANGE PRIMARY SCHOOL	FAMILY BANK	54000006894	961.6	-
MUKUTHUKU PRIMARY SCHOOL	FAMILY BANK	54000008253	420.4	-
MBARAGA PRIMARY SCHOOL	FAMILY BANK	54000005735	484	484
KABURURU PRIMARY SCHOOL	FAMILY BANK	54000005769	575.2	-
KIAMUCHII PRIMARY SCHOOL	FAMILY BANK	054000006393	291.2	-

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NKIO PRIMARY SCHOOL	FAMILY SCHOOL	5400007494	174	174
KANDEGA PRIMARY SCHOOL	FAMILY BANK	5400006917	2111.6	2,112
NTHIMA PRIMARY SCHOOL	FAMILY BANK	5400006909	21.6	22
DEB KARAMANI PRY SCHOOLNG - CDF	Equity bank	021 029 745 7427		66
KAMUTIRIA PRY SCHOOL NG - CDF	Family bank	054 00000 6874		176
GACUURI PRY SCHOOL NG - CDF	Sidian bank	010 160 30000 542		505
CIAGAKUU PRY SCHOOL NG - CDF	Equity bank	021 026 864 6179		7,853
KAMUGUONGO PRY SCHOOL NG - CDF	Family bank	054 00000 8311		1,161
KITHANGANI ASST CHIEF OFFICE NG - CDF	Sidian bank	010 160 30000 912		595
NTHAMBO ASST CHIEF OFFICE NG - CDF	Sidian bank	010 160 30000 682		5
KAANWA TOWNSHIP PRY SCHOOL NG - CDF	Equity bank	021 026 903 2711		1,660
MAKAWANI HIGH SCHOOL NG - CDF	Sidian bank	010 160 30000 522		735
GITOGOTO PRY SCHOOL NG - CDF	Equity bank	021 026 536 2819		-
MUGIRIRWA ASST CHIEF NG - CDF	Sidian bank	010 160 30000 942		25
KATHAGARA PRY SCHOOL NG - CDF	Equity bank	021 027 945 7631		19,914
KAARANI PRY SCHOOL NG - CDF	Sidian bank	010 160 30000 512		505
MCK KIANGIRI SECONDARY PMC	Sidian bank	010 160 30000 402		3,845
GATTUNI PRY SCHOOL NG - CDF	Equity bank	021 026 470 3192		0
EAPC IRUMA PRY SCHOOL CDF	Equity bank	021 026 536 2959		896
PCEA WERU PRY SCHOOL NG - CDF	Equity bank	021 027 945 7943		5
KIANGONDU DAY/BOARDING PRY SCH PMC	Sidian bank	010 160 30000 392		500,510
KIANTHANGA PRIMARY SCHL NG - CDF	Family bank	054 00000 7664		950
KAMBANDI PRY SCHOOL NG - CDF	Equity bank	021 027 945 8250		620
NKOBOR PRY SCHOOL NG - CDF	Family bank	054 00000 5733		414
MUKUTHUKU PRY SCHOOL NG - CDF	Family bank	054 00000 8253		420
KAMUCHIRU PRY SCHOOL	Equity bank	021 026 536 2180		-
KATHIGUNI PRY SCHOOL NG - CDF	Equity bank	021 027 149 8672		25
ST PAUL NJAINA PRY SCHOOL	Sidian bank	010 160 30000 472		15
MARIANI PRY SCHOOL NG - CDF	Sidian bank	010 160 30000 762		3
MUIRU ASST CHIEF OFFICE NG - CDF	Sidian bank	010 160 30000 922		494
MANDUGO PRIMARY SCHOOL NG - CDF	Equity bank	021 026 242 8113		530
NKIO SECONDARY SCHOOL NG - CDF	Sidian bank	010 160 30000 642		260
KIAMUCHIII PRY SCHOOL NG - CDF	Family bank	054 00000 6393		291
KAGAANI PRIMARY SCHOOL NG - CDF	Equity bank	021 027 252 4776		650
KAJUKI SEC SCHOOL NG - CDF	Sidian bank	010 160 30000 802		5

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KABURURU PRY SCHOOL NG – CDF	Family bank	054 00000 5764		575
NKIO PRY SCHOOL NG – CDF	Family bank	054 00000 7494		174
MWENJEU PRY SCHOOL NG – CDF	Sidian bank	010 160 30000 842		
KITHUNGURI PRY SCHOOL NG - CDF	Equity bank	021 027 149 8534		273
KAANWA PRY SCHOOL NG – CDF	Equity bank	021 026 536 2883		76
KAGERA PRIMARY SCHOOL NG - CDF	Equity bank	021 027 139 7191		1,151
KANDEGA PRY SCHOOL NG – CDF	Family bank	054 00000 6917		2,112
COUNTY DCI OFFICE NG – CDF	Family bank	054 00000 6825		734
NTUMBARA PRY SCHOOL NG - CDF	Equity bank	021 027 135 2507		38
KIUNGUNI PRY SCHOOL NG – CDF	Equity bank	021 027 139 6614		180
KERICHO PRY SCHOOL NG – CDF	Sidian bank	010 160 30000 72		170
NTHIMA PRY SCHOOL NG – CDF	Family bank	054 00000 6909		22
IBIRIGA PRY SCHL NG – CDF	Sidian bank	010 160 30000 932		235
NTHAMBO PRY SCHOOL NG – CDF	Sidian bank	010 160 30000 672		1,775
IRUKU PRY SCHOOL NG – CDF	Equity bank	021 027 139 6577		312
KAIRINI PRY SCHOOL NG – CDF	Equity bank	021 027 376 2406		137
MBOGONI ASST CHIEF OFFICE NG - CDF	Equity bank	021 027 945 7499		98
KK MWENDWA PRY SCHOOL NG - CDF	Sidian bank	0106030000 462		60
TOTAL			6,443,255.70	567,029

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		The Fund has not received he auditor's report for year 2020-2021		