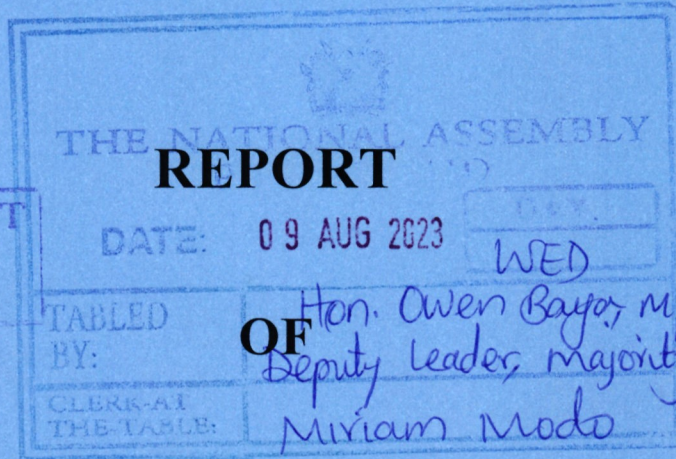


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



THE AUDITOR-GENERAL

ON

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

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



09 JUN 2023



LUGARI 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)

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Lugari 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	ALEX MOI LWAMBA
2.	Sub-County Accountant	AGNES KISEMBE
3.	Chairman NGCDFC	AGREY JEREMIAH
4.	Member NGCDFC	Beatrice Shirandula

(d) Fiduciary Oversight Arrangements

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

NGCDF Office Building,
P.O Box 700
30106
TARBO.

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

(f) Lugari Constituency NGCDF Contacts

Telephone: (254) 720320263
E-mail: cdflugari@ngcdf.go.ke
Website: www.lugaringcdf.go.ke

(g) Lugari Constituency NGCDF Bankers

Cooperative Bank of Kenya
P.O Box 2948 Webuye
A/C 01120086153600

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT



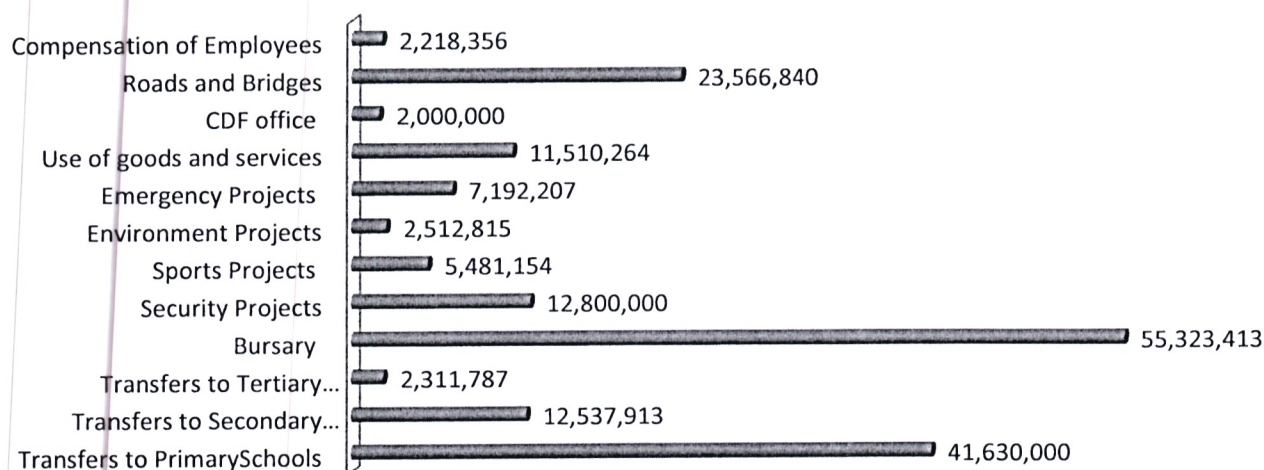
**AGGREY JEREMIAH WEKESA
CHAIRPERSON
LUGARI NGCDF**

It is my pleasure to present to you LUGARI NGCDF's annual report and financial statements for the financial year 2021/2022. In the year under review, our overall performance has gone down as compared to last financial year due to low disbursement of funds from the CDF Board.

By the end of the financial year 2021/2022 CDF Board had disbursed Kshs.170,577,758 as compared to Kshs 100,460,817 disbursed last financial year 2020/2021. From the amount disbursed we managed to spend Kshs 179,084,749 which is 105% of the received funds. The 5% is the balances brought forward from last financial year 2020/2021.

COMPARISON OF SECTORAL EXPENDITURE IN 2021-2022

AMOUNT SPENT 2021/2022 PER SECTOR



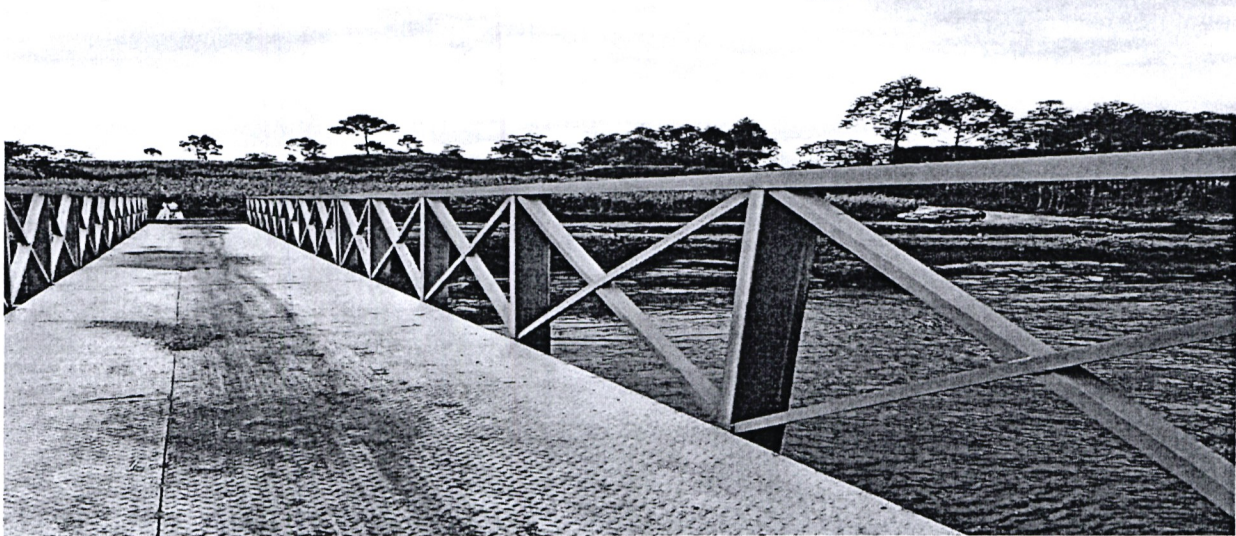
Lugari Constituency
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From the table shown above, we spent more funds on bursary with Kshs 55,323,413 going for payment of bursary to needy students in the constituency. This scenario was brought about because of the balances brought forward on bursary vote from the previous year.

It was followed by expenditures in primary schools of Kshs 41,630,000. Most of our primary schools have fewer classrooms due to increased enrolments and some have mud classrooms. Schools are a priority to our constituency that is why it has a lion's share in our allocations.

This financial we opened roads in two wards of Chekalini and Lugari. We also constructed a foot bridge connecting the opened roads resolving a long standing crisis of school children dying every year when crossing the river to go to school. This has boosted the mobility of the residents of these wards and improved their livelihood. These projects cost the constituency Kshs. 23,566,840 being the third highest sectoral expenditure this year.

KIWANJA NGEGE FOOT BRIDGE AND OPENED ROADS IN CHEKALINI AND LUGARI WARD




In compliant with covid 19 pandemic regulations we drilled a borehole to provide enough water for the office and did water harvesting tanks to several schools to enable students to wash their hands regularly.

CHALLENGES: After Covid 19 pandemic the constituency experienced shortage of classrooms to due to new rules of social distancing from one student to another. Many schools have not yet been able to overcome this challenge and a lot of pressure has been exerted on CDF office to fund many classrooms. This has caused a huge budget of our allocation to go to schools while other sectors also need funding.

Recommendations: We have worked all rounds to balance our funding in all other sectors like security and other government entities but ensuring we build more classrooms. This is an ongoing programme that demands subsequent findings in the future years to solve this problem. I also recommend that county government step in to boost the construction of more classrooms to help in resolving this issue.

I appreciate the Lugari CDF office for cooperation and efforts spent to ensure we succeed this year and look forward to a growing performance in the preceding years.


.....
AGRREY JEREMIAH WEKESA
CHAIRMAN NGCDF COMMITTEE

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S 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.

Lugari Constituency is in Kakamega County and lies in the Upper Medium ecological zone. This Upper Medium also covers Ikolomani, Lurambi, Malava, Navakholo and Shinyalu and practice intensive maize, sugarcane, banana, tea, beans and horticultural production mainly on small scale. Residents in Lugari and Likuyani practice large scale farming.

The Constituency measures 367.2km² and is made up of six (6) wards (Mautuma, Lugari, Lumakanda, Chekalini, Chevaywa and Lwandeti). Mautuma is the largest with 83.8Km² followed by Lugari at 81.3Km² while Chekalini is the smallest with 41.7Km

The key development objectives of NGCDF-LUGARI Constituency's 2018-2023 plan are to:

In underscoring the above, the key development objectives of NGCDF-LUGARI Constituency's 2018-2023 plan included but not limited to;

The constituency has identified seven (7) strategic Objectives as a guide in developing the constituency. These are:

- i. Access to quality education
- ii. Security
- iii. Youth and Sports
- iv. Environment
- v. Emergency Support
- vi. Tracking of Results
- vii. Institutional Strengthening.

1. Access to Quality Education

Improving access to quality education through rehabilitation/renovation/construction of classrooms in various primary and secondary schools in the constituency (In total, within the plan period, 42 classrooms will be renovated and 200 new ones constructed); 31 schools will benefit from an acre piece of land; fencing of education institutions; construction of staff houses; construction/rehabilitation of laboratories in secondary schools in the constituency; Supply of laboratory equipment to secondary schools; construction/rehabilitation of multipurpose halls in all schools; Provision of ICT facilities to technical institutes and polytechnics; construction/rehabilitation of libraries in secondary schools; construction/rehabilitation of dormitories

in secondary schools; construction/rehabilitation of toilet blocks in both primary and secondary schools; leveling of playing fields in selected primary and secondary schools; and provision of water harvesting structures to schools.

Provision of bursary to needy and bright secondary school/tertiary institutions' students. The constituency allocation for bursary has been increasing since 2013/14, from Kshs. 12 million to

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Kshs. 20.5 million in 2016/17, representing 70.8 per cent increase. In the five years, Kshs. 130 million will be disbursed.

2. Security

Enhancing security in the constituency by constructing chiefs' and sub-chiefs' offices, AP housing units, police patrol bases; constructing/rehabilitating of administrators', chiefs' offices, police stations, and police housing units, among other initiatives.

3. Youth and Sports

Harnessing youth talent by funding youth sporting initiatives, creating awareness on the establishment of youth groups, on seeking development fund loans, and promoting youth talent.

4. Environment

Promoting environment in the constituency by organizing tree planting days. In the NGCDF Act 2015, environmental activities may be considered as development projects, provided the allocation to such activities does not exceed two percent (2%) of the total allocation of the constituency in any financial year.

5. Emergency Support

Catering for any unforeseen occurrences in the constituency (*emergency support*).

6. Tracking of Results and Institutional Strengthening

Improving the tracking of implementation NGCDF programmes. In the NGCDF Act 2015, monitoring and evaluation of ongoing, projects and capacity building of various operatives has been considered as a development project provided that not more than three percent (3%) is allocated for this purpose; and

Promoting performance management and smooth running of the NGCDF office.

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
Access to quality Education	Improve performance, reduce dropout rates and increase primary, secondary and higher education transition rates	Develop and enhance school's infrastructure to enhance facilities and provide conducive learning environment for children	Number of usable physical infrastructure built in primary, secondary, and tertiary institutions Number of bursary beneficiaries at all levels	Number of classrooms increased from 15 to 36 Number of laboratories increased from 2 to 3 Number of dormitories increased from 4 to 5 Number of administration blocks increased from 13 to 22
Security	Enhancing security in the constituency by constructing chiefs' and sub-chiefs' offices,	Develop and enhance provincial	Number of usable physical infrastructure	Number of build chiefs' offices increased from 4

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Constituency Program	Objective	Outcome	Indicator	Performance
	AP housing units, police patrol bases; constructing/rehabilitating of administrators', chiefs' offices, police stations, and police housing units, among other initiatives.	administration and other security organs infrastructure to enhance service delivery	built in locations, sub locations and police stations	to 2, Number of police posts build are 2
Youth and Sports	Empower and develop youth and special groups	to Reduced dependence and spur economic growth through sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting from the sports programme increased from 10 to 30
Environment	Improve access to clean water and a more sustainable and conserved environment through natural resources conservation initiatives	Drill boreholes to promote access to clean and safe water Equip schools and public facilities with sanitation	Number of water collection tanks in primary and secondary Number of trees planted	Number of tanks done were 24 in 12 schools

IV. ENVIRONMENTAL AND SUSTAINABILITY REPORTING

NGCDF – LUGARI Constituency just like any Government entity has the responsibility of ensuring public involvement in project identification, prioritization of projects and adequate allocation of funds to the projects. In undertaking the aforementioned, the LUGARI NG-CDF Committee always highlights Corporate Responsibility as a tool with relevance for public policy actualization with the aim of enhancing sustainable and inclusive development programmes in the constituency. The financial prudence has a lot of weight in development agenda which drives on a delicate thread of enormous community expectations. In enhancing the financial trust in various sectors, we assessed the risks factors, long term and short-term performance. We further looked at performance on responsible leadership with clear undertone on the interest of the constituents and stakeholders and sufficient respect for environmental, social and governance issues.

1. SUSTAINABILITY STRATEGY AND PROFILE

The Lugari NG-CDF Committee endeavoured to work within the existing policy guidelines that helped in focusing on the service deliver and drive to better performance with the involvement of both internal and external stakeholders on matters development.

The relevance of this was attributed to our vision, mission and core values as provided for in our strategic plan.

Model	Definition	Relevance to sustainable strategy
Vision	Model Constituency in Development Experience and Education Outcomes”	What the constituency is striving for in the future that influence the strategies, purpose and aspirations put in place
Mission	To implement national government strategies towards affording Lugari Residents quality education and reliable security services through prudent management, and effective and efficient utilization of allocated funds	This communicates what the office does to attain sustainable developments
Core Values	<ol style="list-style-type: none"> 1) Honesty and Integrity: The constituency leadership shall promote openness, uprightness and reliability while executing their mandate; 2) Efficiency and Effectiveness: The constituency leadership will promote high productivity, competence and usefulness of resources; 3) Innovativeness and Creativity: The constituency leadership is committed to resourcefulness and visionary planning and service delivery; 4) Inclusiveness: The constituency leadership is committed to uphold citizen driven and focused service delivery; 5) Equity and Equality: The constituency leadership will promote fairness and equal distribution of resources and services; 6) Accountability and Transparency: The constituency shall conduct its business and lend services to its stakeholders in a transparent and accountable manner. 	These are the norms, principles and beliefs that the office upholds in order to follow the right path towards attainment of the set objectives

To realize effective suitability, the constituency relied on the set targets as a sign of performance ambition. The Goals as provided in our strategic plan remained the focal point for inside and outside Stakeholders with a clear set of objectives for management, and a yardstick by which external audiences can judge our progress and achievements against their expectations. The frameworks under which we operated included projects identification, allocation of funds, approval, implementation and monitoring

2. ENVIRONMENTAL PERFORMANCE

Environment Policy and Action Plan

Protection of the environment in which we live and operate is part of LUGARI NG-CDF initiatives Care for the environment is one of our key responsibilities and an important aspect in the way in which carry out our operations. Our Environmental Policy In this policy statement LUGARI NG-CDF commits to:

- Comply with all relevant environmental legislation, regulations and approved codes of practice
- Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water
- Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources.
- Managing and disposing of all wastage in a responsible manner.
- Providing training for our CDFO and staff so that we all work in accordance with this and within an environmentally aware culture
- Regularly communicating our environmental performance to our employees and other significant stakeholders
- Developing our management processes to ensure that environmental factors are considered during planning and implementation
- Monitoring and continuously improving our environmental performance.
- Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

3. EMPLOYEES WELFARE TERMS AND CONDITIONS OF SERVICE

This highlights the general rules governing employment of NG-CDFO staff in such matters as appointments, promotions and related matters.

The appropriate staffing levels require effective human resource planning, starting with recruitment, selection, deployment, development and exit. In this connection, the following is the staff establishment of LUGARI NGCDF office. However, it should be noted that the implementation of this strategic plan is a collective effort of all in the constituency.

Staff Establishment

S/No	Designation	Establishment	In Post
1.	Fund Manager	1	1
2.	Secretary	1	1
3.	Ass. Accountant	2	2
4.	Support Staff	4	4
Total		8	8

Recruitment Procedure

The Fund Account Manager declares vacancies in the office through the NG-CDFO, an approval is then sought for advertisement within the constituency to be done. The Advertisement contains the following:

- Job title
- Main purpose of the job
- A brief description of the key responsibilities of the job
- Education, experience, skills and competencies required for the job
- Location of the job
- Clear instructions on how to apply and information to be submitted in the application
- Closing date for receipt of applications

Appointment of a selection and Interview subcommittee

A selection and interview subcommittee are appointed to oversee the selection strategy for application review, determination of testing methodology, administration of tests and scoring, and reference check criteria.

Interviews: Interviews for staff employment are conducted in a manner that complies with the office's commitment to equal employment opportunity, to ensure that qualified candidates are not discriminated based on ethnicity, religion, gender, age, disability, status etc.

Offer of Appointment A person appointed to the office will be given the appropriate letter of offer of appointment, as the case may be, which may be accepted or rejected by the candidate within the stipulated time.

4. HEALTH, SAFETY AND WELL BEING

This provides guidelines on the health, safety and well-being of the office staff.

Guidelines to General Safety: The office has maintained healthy and safe working conditions for its employees to ensure there is no personal injury caused by accidents. All the staff must always consider safety to themselves and others when performing their duties. They should not compromise on quality, cause injury, ill health, loss or environmental damage.

Emergency Preparedness: Every Department depending on the nature of work and services shall plan for foreseeable incidents such as accidents, explosions, fire, floods etc. and prepare and outline procedures to be followed in such events. Fire precautions The fire protection facilities have been provided both inside and outside the building and they are adequate and maintained annually General information on fire precautions and fire equipment is contained in stickers on the wall next to the fire extinguishers Provision of protective equipment and clothing The Fund Account Manager ensures that officers who are employed in any process involving exposure to wet or to any injurious or offensive substances are provided with adequate, effective and suitable protective clothing and appliances.

Health Care Services: The staff, including spouses and children, are eligible to affordable health care services and to benefit from the NHIF medical scheme as statutory deductions are done and remitted on a monthly basis

HIV/AIDS: HIV and AIDS is a major challenge facing officers in and out of the Institute. It poses a big threat to the individual, the family and the public Service. It is in cognizance of this that the Institute has put in place care and support programs for the infected and affected officers to enable them remain productive.

HIV/AIDS shall be treated like any other challenging issue at the workplace. All officers of the Institute shall have a role to play in the wider struggle to mitigate the effects of the pandemic. An officer shall not be discriminated or stigmatized on the basis of HIV status. It is an offence for any person to discriminate another on the ground of actual, perceived or suspected HIV status.

Drug and Substance Abuse: Addiction to drugs or substance will be treated like any other disease. An officer who is determined to deal with drug and substance abuse problem by engaging in rehabilitation services will be referred by the office by a Government doctor for evaluation, within the limits and budgets endorsed by the NG-CDFC.

Persons Living with Disability

An employee with impairment in his/her body will be expected to confirm their disability status with a doctor after medical examination. Once it is confirmed that he/she is disabled, the employee will register with the National Council for Person with Disabilities. The employee will then present the registration certificate from the National Council for Persons with Disabilities to the Institute which will then recognize them as employees living with disabilities. The office shall provide facilities and effect such modification, whether physical, administrative or otherwise, in the workplace as may be reasonably required to accommodate persons with disabilities.

Reporting Harassment Cases any staffs who believes that they have experienced some form of harassment should report harassment cases as outlined in the office complaints procedures manual

5. COMMUNITY ENGAGEMENTS

Public Participation in Project Identification and Implementation and Monitoring The NG-Constituency Development Act 2015 stipulates in part 5 section 27 subsection 1 and 2 that the chairperson of the NG-CDFC shall, within the first year of the commencement of a new Parliament and at least once every two years thereafter, convene open forum public meetings in every ward in the constituency to deliberate on development matters in the ward and in the constituency.

The NG-CDFC shall then deliberate on project proposals from all the wards in the constituency and any other projects which the Constituency Committee considers beneficial to the constituency, including joint 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, out of which the list of projects to be submitted in accordance with the Act shall be drawn from. There after the list of proposed constituency-based projects to be covered under this Act shall be submitted by NG-CDFC to the Board.

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.

Covid-19 Mitigation Measures

Taking into consideration the current Corona Virus epidemic, in line with the Governments directive on reducing the chances of being infected or spreading COVID-19, the office resolved in aiding by taking the following precautionary measures.

- The office purchased water harvesting tanks for several primary schools.
- Printing of brochures disseminating information regarding Corona Virus protection measures

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 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.

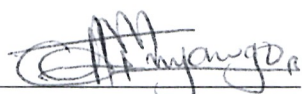
The Accounting Officer in charge of the NGCDF-LUGARI Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2022.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

The Accounting Officer in charge of the NGCDF-LUGARI Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF-LUGARI Constituency financial statements were approved and signed by the Accounting Officer on 30/06/2022 2022.

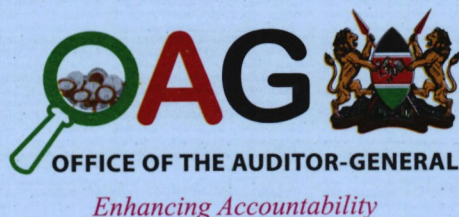


Fund Account Manager
Name: ALEX LWAMBA
ICPAK Member Number: 8815



Sub-County Accountant
Name: AGNES KISEMBE

REPUBLIC OF KENYA



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HEADQUARTERS
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - LUGARI 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 National Government Constituencies Development Fund - Lugari Constituency set out on pages 1 to 42, which

comprise of the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and the 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 - Lugari Constituency as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Stale Cheques

The statement of assets and liabilities reflects bank balance of Kshs.9,677,856 as detailed in Note 10A to the financial statements. However, review of bank reconciliation statements indicated stale cheques totalling Kshs.317,600 which had had not been reversed in the cash book as at 30 June, 2022.

In the circumstances, the accuracy and completeness of the bank balances of Kshs.9,677,856 as at 30 June, 2022 could not be confirmed.

2. Unsupported Prior Year Adjustments

The statement of assets and liabilities reflects a prior year adjustment balance of Kshs.61,913 as disclosed in Note 14 to the financial statements. However, the balance was not supported with relevant journal entries.

In the circumstances, the accuracy and completeness of the prior year adjustment of Kshs.61,913 could not be confirmed.

3. Inaccuracy of the Statement of Cash Flows

The statement of cash flows for the year under review reflects a balance of Kshs.634,499 in respect of increase in accounts payable. However, re-computation of the item reflects a balance of Kshs.696,412 resulting to an unexplained and unreconciled difference of Kshs.61,913.

In the circumstances, the accuracy and completeness of the statement of cash flows could not be confirmed.

4. Summary of Fixed Assets Register

Note 17.5 to the financial statements on summary of fixed assets register reflects assets balance of Kshs.30,652,375 as disclosed in Annex 5 to the financial statements.

However, the register includes four computers donated by the National Government Constituencies Development Fund Board whose values are not reflected.

Further, the assets register includes one motor vehicle, a Toyota pick-up with value of Kshs.3,700,000 which is indicated as having been sold. However, details relating to the sale were not provided for audit review.

In the circumstances, the accuracy and the completeness of the assets amounting to Kshs.30,652,375 as at 30 June, 2022 could not be confirmed.

5. Unsupported Bursaries to Secondary Schools

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects an amount of Kshs.83,309,589 in respect to other grants and transfers which includes Kshs.34,107,987 in respect of bursaries to secondary schools. However, the list of all applicants, successful applicants and the unsuccessful applicants were not provided for audit review.

In the circumstances, the propriety of the expenditure of Kshs.34,107,987 could not be confirmed.

6. Unsupported Procurement of Sports Supplies

The statement of receipts and payments and as disclosed in Note 7 to the financial statement reflects an amount of Kshs.83,309,589 in respect to other grants and transfers which includes an amount of Kshs.5,481,154 spent on sports activities. However, the Annual Procurement Plan and the details of the procurement method used were not provided for audit review. Further, appointment letters for the Tender Evaluation Committee and the signed tender evaluation report were also not provided for audit. In addition, the professional opinion prepared by the Supply Chain Management Officer (SCMO) was not provided.

In the circumstances, the propriety of the expenditure of Kshs.5,481,154 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 - Lugari 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.

Emphasis of Matter

Unsupported PMC Account Balances

Note 17.4 and Annex 4 to the financial statements reflects Kshs.4,033,439 in respect to Project Management Committees (PMC) account balances. However, the cash books, bank reconciliation statements and bank confirmation certificates were not provided for audit review.

In the circumstances, the accuracy and completeness of the PMC account balances of Kshs.4,033,439 as at 30 June, 2022 could not be confirmed.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects receipts budget and actual on comparable basis of Kshs.198,841,742 and Kshs.187,241,742 respectively, resulting to an under-funding of Kshs.11,600,000 or 6% of the budget.

Similarly, the statement reflects actual expenditure of Kshs.179,084,749 against an approved budget of Kshs.198,841,742 resulting to an under-performance of Kshs.19,756,993 or 10% of the budget.

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

2. Unresolved Prior Year Audit Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

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, I confirm that, nothing 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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 control, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


 CPA Nancy Gathunga, CBS
AUDITOR-GENERAL

Nairobi

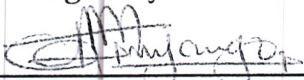
18 July, 2023

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

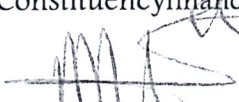
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30th JUNE, 2022

	Note	2021 - 2022	2020 - 2021
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	170,577,758	100,460,817
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	31,000	2,039,000
TOTAL RECEIPTS		170,608,758	102,499,817
PAYMENTS			
Compensation of employees	4	2,218,356	2,225,191
Use of goods and services	5	11,510,264	10,905,548
Transfers to Other Government Units	6	56,479,700	64,056,477
Other grants and transfers	7	83,309,589	31,214,508
Acquisition of Assets	8	-	-
Other Payments	9	25,566,840	1,233,238
TOTAL PAYMENTS		179,084,749	109,634,962
SURPLUS/DEFICIT		(8,475,991)	(7,135,145)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Lugari Constituency financial statements were approved on 30/9/22 2022 and signed by:



Fund Account Manager
Name: ALEX M. LWAMBA



**National Sub-County
Accountant**
Name: AGNES KISEMBE
ICPAK M/No: 8815



Chairman NG-CDF Committee
Name: AGGREY JEREMIAH

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

VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30th JUNE, 2022

	Note	2021 - 2022	2020 - 2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	9,677,856	17,519,348
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		9,677,856	17,519,348
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		9,677,856	17,519,348
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	1,360,817	886,364
Gratuity	12B	221,959	-
NET FINANCIAL SSETS		8,095,080	16,632,984
REPRESENTED BY			
Fund balance b/fwd 1st July...		16,632,984	23,768,129
Prior year adjustments	14	(61,913)	
Surplus/Deficit for the year		(8,475,991)	(7,135,145)
NET FINANCIAL POSITION		8,095,080	16,632,984


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

Fund Account Manager

Name: ALEX M. LWAMBA

**National Sub-County
Accountant**

**Name: AGNES KISEMBE
ICPAK M/No: 8815**


Chairman NG-CDF Committee
Name: AGGREY JEREMIAH

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

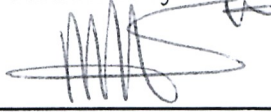
IX. STATEMENT OF CASHFLOWS FOR THE YEAR 30th JUNE, 2022

		2021 - 2022	2020 - 2021
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	170,577,758	100,460,817
Other Receipts	3	31,000	2,039,000
		170,608,758	102,499,817
Payments for operating activities			
Compensation of Employees	4	2,218,356	2,225,191
Use of goods and services	5	11,510,264	10,905,548
Transfers to Other Government Units	6	56,479,700	64,056,477
Other grants and transfers	7	83,309,589	31,214,508
Other Payments	9	25,566,840	1,233,238
		179,084,749	109,634,962
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15		-
Increase/(Decrease) in Accounts Payable	16	634,499	(886,364)
Prior year Adjustments	14	-	-
Net Adjustments		634,499	(886,364)
Net cash flow from operating activities		(7,841,492)	(6,248,781)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(7,841,492)	(6,248,781)
Cash and cash equivalent at BEGINNING of the year	10	17,519,348	23,768,129
Cash and cash equivalent at END of the year		9,677,856	17,519,348

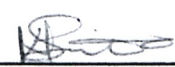
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Lugari Constituency financial statements were approved on 30/9/22 2022 and signed by:



Fund Account Manager
Name: ALEX M. LWAMBA



National Sub-County Accountant
Name: AGNES KISEMBE
ICPAK M/No: 8815



Chairman NG-CDF Committee
Name: AGGREY JEREMIAH

Luj Con enc
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2022

X. SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30th JUNE, 2022

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	D	e=c-d	f=d/e %
RECEIPTS		Opening Balance (C/Bk) and AIA				
Transfers from NG-CDF Board	137,088,879	16,632,984	198,810,742	187,210,742	11,600,000	94.2%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	31,000	31,000	31,000	-	100.0%
TOTAL RECEIPTS	137,088,879	16,663,984	198,841,742	187,241,742	11,600,000	94.2%
PAYMENTS						
Compensation of Employees	2,150,000	-	2,450,000	2,218,356	231,644	91%
Use of goods and services	10,187,998	479,348	11,510,264	11,510,264	-	100%
Transfers to Other Government Units	48,275,120	12,426,293	60,701,413	56,479,700	4,221,713	93%
Other grants and transfers	62,475,761	12,153,636	98,582,225	83,309,589	15,272,636	85%
Acquisition of Assets	-	-	-	-	-	-
Other Payments	14,000,000	7,566,840	25,566,840	25,566,840	-	100%
Unallocated Funds		31,000	31,000	-	31,000	
TOTAL	137,088,879	16,663,984	198,841,742	179,084,749	19,756,993	90%

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

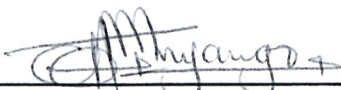
COMMENTARY ON BUDGET UTILIZATION.

As indicated in the table above, there 90% utilization of funds. The 10% balance was due delayed disbursement of funds from the CDF Board. This is an increase from 64% of last financial year. We were able to complete most of our projects on time and we registered a big improvement in every sector.

1. We had 100% expenditure on Use of goods and services sector and other payments. Compensation of employees was underutilised by 9%. This is because of the balances left to pay employees for two extra month before the disbursement of the new financial year.
2. Transfers to Other Government Units recorded an improvement with 93% expenditure up from 80% last year. Most of our schools received funds on time and projects implemented on time.
3. Other grants and transfers improved from expenditure of 48% last year to 85% this year. The underutilisation was due to delayed disbursement by the CDF Board.
4. There was no budget for any assets thus there was zero utilization.
5. The original and final budget is not the same due to the balance brought forward from the previous financial years.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	19,756,993
Less undisbursed funds receivable from the Board as at 30th June 2022	11,600,000
	8,156,993
Add Accounts payable	1,582,776
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	-61913
Cash and Cash Equivalents at the end of the FY 2021/2022	9,677,856

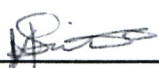
The NGCDF-Lugari Constituency financial statements were approved on 30/9 2022 and signed by:


Fund Account Manager

Name: ALEX M. LWAMBA


National Sub-County
Accountant

Name: AGNES KISEMBE
ICPAK M/No: 8815


Chairman NG-CDF Committee

Name: AGGREY JEREMIAH

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

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS FOR THE YEAR ENDED 30th JUNE, 2022

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c (a+b)	Actual on comparable basis(d)	Budget utilization difference(c-d)	% of Utilisation(f=d/c)
	2020/2021 Kshs	Opening Balance (C/BK) and AIA	Previous years Outstanding Disbursements	2020/2021 Kshs	30/06/2021 Kshs	Kshs	%
1.0 Administration and Recurrent							
1.1 Compensation of employees	2,150,000		300,000	2,450,000	2,218,356	231,644	
1.2 Committee allowances	2,000,000		0	2,000,000	2,539,284	(539,284)	127
1.3 Use of goods and services	4,075,332	479,348	842,918	5,397,598	3,639,598	1,758,000	67
Total	8,225,332	479,348	1,142,918	9,847,598	8,397,238	1,450,360	85
2.0 Monitoring and evaluation							
2.1 Capacity building	1,800,000			1,800,000	1,800,000	-	100
2.2 Committee allowances	1,500,000			1,500,000	2,116,714	(616,714)	141
2.3 Use of goods and services	812,666			812,666	1,414,668	(602,002)	174
Total	4,112,666	0	0	4,112,666	5,331,382	(1,218,716)	130
3.0 Emergency							
3.1 Primary Schools	3,900,000			3,900,000	3,900,000	-	100
3.2 Secondary schools	2,242,207			2,242,207	2,242,207	-	100
3.4 Security projects	1,050,000			1,050,000	1,050,000	-	100
3.5 Unutilised	0			-	0	-	#DIV/0!
Total	7,192,207	0	0	7,192,207	7,192,207	-	100

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

Programme/Sub-programme	Original Budget (a)	Adjustments (b)		Final Budget c = (a+b)	Actual on comparable basis (d)	Budget utilization difference (e = c-d)	% of Utilisation (f=d/c %)
	2020/2021 Kshs	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2020/2021 Kshs	30/06/2021 Kshs	Kshs	
4.0 Bursary and Social Security			-	-		-	-
4.1 Secondary Schools	8,040,000	12,153,636	7,040,000	27,233,636	34,107,987	(6,874,351)	125
4.2 Tertiary Institutions	21,000,000		14,488,828	35,488,828	21,215,426	14,273,402	60
4.3 Social Security	7,960,000		2,424,000	10,384,000	0	10,384,000	-
4.4 Special Needs			-	-		-	-
Total	37,000,000	12,153,636	23,952,828	73,106,464	55,323,413	17,783,051	-
5.0 Sports							
	2,741,777	-	-	2,741,777	5,481,154	(2,739,377)	200
Total	2,741,777	0	0	2,741,777	5,481,154	(2,739,377)	200
6.0 Environment							#DIV/0!
Nzoia Bridge Primary School	228,481			228,481	228,481	-	100
Lugari Township Primary School	228,481			228,481	228,481	-	100
Navalayo Primary School	228,481			228,481	0	228,481	-
Mabuye Secondary School	228,481			228,481	228,000	481	100
Lumani Primary School	200,000			200,000	200,000	-	100
Sango Primary School	250,000			250,000	250,000	-	100
Macho Muslim primary school	450,000			450,000	450,000	-	100
Lumakanda Township Primary School	450,000			450,000	450,000	-	100

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

Programme/Sub-programme	Original Budget(a)		Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
	2020/2021	Kshs	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Mapengo Primary School	250,000				250,000	250,000	-	100
Angayu Primary School	227,853				227,853	227,853	-	100
Total	2,741,777	0	0	0	2,741,777	2,512,815	228,962	92
7.0 Primary Schools Projects								
Muviki Primary School	900,000			900,000	1,800,000	900,000	900,000	50
Mahiga Primary School	900,000				900,000	900,000	-	100
Kipkarren Rural Primary School	900,000				900,000	900,000	-	100
Munyuki Primary School	600,000				600,000	600,000	-	100
Tekoa Primary School	900,000				900,000	900,000	-	100
Jirongo DEB Primary School	900,000			900,000	1,800,000	900,000	900,000	50
Bahati Primary School	800,000				800,000	500,000	300,000	63
Marrum Primary School	430,000			900,000	1,330,000	430,000	900,000	32
Kipkarren Rural Primary School	600,000				600,000	600,000	-	100
Tekoa Primary School	600,000				600,000	600,000	-	100
Mulwanda Primary School	900,000				900,000	900,000	-	100

*Lugari Constituency
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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis (d)	Budget utilization difference(c-d)	% of Utilisation(f=d/c %)
	2020/2021	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	Kshs		Kshs	2020/2021	30/06/2021	Kshs	Kshs
Mukabane Primary School	900,000			900,000	900,000	-	100
Mbajo Primary School	1,000,000			1,000,000	1,000,000	-	100
Itumbu Primary School	1,000,000			1,000,000	1,000,000	-	100
Musembe Primary School	900,000		900,000	1,800,000	900,000	900,000	50
Maweni Primary School	1,000,000			1,000,000	1,000,000	-	100
Muyugi Primary School	1,000,000			1,000,000	1,000,000	-	100
Locho Primary School	1,000,000			1,000,000	1,000,000	-	100
Nzoaia bridge primary	1,000,000			1,000,000	1,000,000	-	100
Lugari Township primary School	1,000,000			1,000,000	1,000,000	-	100
Mugumu Primary School	700,000			700,000	700,000	-	100
Kiwanja Ndege Primary School	300,000			300,000		300,000	-
St Michael Mwilolo Primary School	2,000,000			2,000,000	2,000,000	-	100
Navalayo Primary School	900,000		900,000	1,800,000	900,000	900,000	50
Kwambu Primary School	900,000			900,000	900,000	-	100

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Programme/Sub-programme	Original Budget(a)		Adjustments(b)		Final Budget c (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/e %)
	2020/2021	Kshs	Opening Balance (C/ABK) and AIA	Previous years Outstanding Disbursements				
St MarysMutenyo Primary School	500,000				500,000	500,000	-	100
Mayoyo MHM Primary School	900,000				900,000	900,000	-	100
Chamavele Primary School	400,000				400,000		400,000	-
Mayoyo MHM Primary School	200,000				200,000	200,000	-	100
Nzoia DEB Primary School	1,400,000				1,400,000	1,400,000	-	100
Kewa Primary School	600,000				600,000	600,000	-	100
Chepsai Primary School	3,000,000				3,000,000	3,000,000	-	100
Kulumbeni Special Primary School	1,000,000				1,000,000	1,000,000	-	100
Lukova Primary School	1,000,000				1,000,000	1,000,000	-	100
Sango primary School	1,000,000				1,000,000	1,000,000	-	100
Muhomo Primary School	400,000				400,000	400,000	-	100
Vuyika Primary School	400,000				400,000	400,000	-	100
Mukhalanya primary school	1,000,000				1,000,000		1,000,000	-
Sosiani Primary school	1,000,000			3,500,000	4,500,000		4,500,000	-

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National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis (d)	Budget utilization difference (e = c-d)	% of Utilisation (f=d/c %)
	2020/2021	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	Kshs		Kshs	2020/2021	30/06/2021	Kshs	
Sosiani Primary school				-	2,600,000	(2,600,000)	#DIV/0!
mlimani primary school			900,000	900,000	900,000	-	100
Mayoyo SA PRIMARY			900,000	900,000	900,000	-	100
MAKHUKHUNI PRIMARY			900,000	900,000	900,000	-	100
MURRUM PRIMARY					900,000	(900,000)	#DIV/0!
Sosiani Primary school					900,000	(900,000)	#DIV/0!
Musembe Primary School					900,000	(900,000)	#DIV/0!
Jirongo DEB Primary School					900,000	(900,000)	#DIV/0!
Navalayo Primary School					900,000	(900,000)	#DIV/0!
Total	34,830,000	0	10,700,000	45,530,000	41,630,000	3,900,000	91
8.0 Secondary Schools Projects							
St. Bonface Mbagara Sec. School	900,000			900,000	900,000	-	100
Vuyikasecondary School	1,000,000			1,000,000	700,000	300,000	70
Ivona Mixed Secondary School	1,000,000			1,000,000	1,000,000	-	100

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Programme/ Sub-programme	Original Budget(a)		Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(c - d)	% of Utilisation(f=d/c %)
	2020/2021	Kshs	Opening Balance (C/B) and AIA	Previous years Outstanding Disbursements				
Chekalini secondary school	1,000,000				1,000,000	500,000	500,000	50
Forestal S.A Secondary School	1,000,000				1,000,000	1,000,000	-	100
Mbaya Secondary School	600,000				600,000	600,000	-	100
Mugunga Secondary School	900,000				900,000	900,000	-	100
St. Francis Majengo Sec. School	433,333				433,333	433,333	-	100
St. Charles Lwanga Koromaiti Secondary School	2,300,000				2,300,000	2,300,000	-	100
Mabuye Secondary School	900,000				900,000	900,000	-	100
Maturu Secondary School	500,000			538,054	1,038,054	500,000	538,054	49
St. Cecilia Girls Sec. School	600,000				600,000		600,000	
Mautuma Boys Secondary school				288,239	288,239			
Munyuki Secondary school				900,000	900,000		900,000	
Hidaya Enterprises					-	398,895	(398,895)	
Maturu Secondary School					-	452,716	(452,716)	
Maturu Secondary School					-	1,486,323	(1,486,323)	
Maturu Secondary School					-	466,646	(466,646)	
Total	11,133,333	0	1,726,293	12,859,626	12,557,919	321,713	97	

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National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget (a)		Adjustments (b)		Final Budget c = (a+b)	Actual on comparable basis (d)	Budget utilization difference (e = c-d)	% of Utilisation (f=d/c %)
	2020/2021	Kshs	Opening Balance (C/Bk) and ALA	Previous years Outstanding Disbursements				
9.0 Tertiary institutions Projects								
Mautuma KMTC	2,311,787				2,311,787	2,311,787	-	-
Total	2,311,787		0		2,311,787	2,311,787	-	100
10.0 Security Projects								
Mukuyu Assistant Chief's Office	700,000				700,000	700,000	-	-
Mautuma Chief's Office	1,200,000				1,200,000	1,200,000	-	-
Milimani Patrol Base	1,400,000				1,400,000	1,400,000	-	-
Chekalini Chief's Office	600,000				600,000	600,000	-	-
Lugari Chiefs office	600,000				600,000	600,000	-	-
Lugari Police Station	1,000,000				1,000,000	1,000,000	-	-
Matete AP office	800,000				800,000	800,000	-	-
Matete Police Station	6,500,000				6,500,000	6,500,000	-	-
Total	12,800,000		0		12,800,000	12,800,000	-	100
11.0 Acquisition of assets								
11.1 Motor Vehicles	0				-	0	-	-
11.2 Construction of CDF office	0				-	0	-	-
11.3 Purchase of furniture and equipment	0				-	0	-	-
11.4 Purchase of computers	0				-	0	-	-
Total	0		-		-	0	-	-
12.0 Other payments								
CDF Water drilling	2,000,000				2,000,000	2,000,000	-	100

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)	Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e= c-d)	% of Utilisation(f=d/c)
	2020/2021 Kshs	Opening Balance (C/Bk) and AIA Kshs	2020/2021 Kshs	30/06/2021 Kshs	Kshs	
Kiwanja ndege foot bridge	12,000,000	4,000,000	7,566,840	23,566,840	-	100
Total	14,000,000	4,000,000	7,566,840	25,566,840	-	100
13.0 unallocated fund						
Unapproved projects						
AIA		31,000	-	31,000	31,000	
PMC savings						
Total	0	31,000	0	31,000	31,000	
	137,088,879	16,663,984	45,088,879	179,084,749	19,756,993	

XII. 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-Lugari 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

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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 30th June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2021 - 2022	2020 - 2021
		Kshs	Kshs
NGCDF Board			
AIE NO.B 104570	1		6,460,817
AIE NO. B 104917	2		2,000,000
AIE NO. B 124594	3		9,000,000
AIE NO. B 119546	4		10,000,000
AIE NO. B 119936	5		12,000,000
AIE NO. B 128178	6		6,900,000
AIE NO. B 128491	7		6,000,000
AIE NO. B 132234	8		6,000,000
AIE NO. B138902	9		12,000,000
AIE NO. B 126196	10		7,000,000
AIE NO. B 126491	11		11,100,000
AIE NO.B138902	12		12,000,000
AIE NO B105497	13	44,000,000	
AIE NO B105848	14	22,000,000	
AIE NO B128596	15	5,000,000	
AIE NO B128908	16	14,000,000	
AIE NO BI40985	17	33,000,000	
AIE NOB154106	18	12,000,000	
AIE NO B155874	19	10,488,879	
AIE NO B155988	20	12,088,879	
AIE NO B164439	21	18,000,000	
TOTAL		170,577,758	100,460,817

2. PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from the Sale of Office and General Equipment	-	-
TOTAL	0	0

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2021 - 2022	2020 - 2021
	Kshs	Kshs
Receipts from sale of tender documents	31,000	44,000-
Other Receipts Not Classified Elsewhere	-	1,995,000
Total	31,000	2,039,000-

4. COMPENSATION OF EMPLOYEES

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,517,500	1,469,199
Personal allowances paid as part of salary		
House allowance	403,500	201,600
Gratuity-contractual employees	147,356	388,552
Employer Contributions Compulsory national social security schemes	150,000	165,840
TOTAL	2,218,356	2,225,191

5. USE OF GOODS AND SERVICES

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Utilities, supplies and services		9,450
Electricity	180,000	4,000
Water & sewerage charges		7,500
Communication, supplies and services	500,000	63,000
Domestic travel and subsistence	1,340,000	318,800
Printing, advertising and information supplies & services	374,668	534,395
Training expenses	1,800,000	2,584,000
Hospitality supplies and services		243,600
Committee allowance	4,655,998	5,085,160
Insurance costs		550,506
Office and general supplies and services	922,330	298,740
Fuel , oil & lubricants	1,450,000	920,000
Bank service commission and charges		51,777
Routine maintenance - vehicles and other transport equipment	287,268	234,620
TOTAL	11,510,264	10,905,548

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Transfers to Primary Schools	41,630,000	35,389,516
Transfers to Secondary Schools	12,537,913	19,659,675
Transfers to Tertiary Institutions	2,311,787	9,007,286
TOTAL	56,479,700	64,056,477

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Bursary - Secondary (see attached list)	34,107,987	3,059,653
Bursary -Tertiary (see attached list)	21,215,426	3,002,000
Social Security programmes (NHIF)		4,536,000
Security Projects (see attached list)	12,800,000	5,152,140
Sports Projects (see attached list)	5,481,154	399,000
Environment Projects (see attached list)	2,512,815	6,925,715
Emergency Projects (see attached list)	7,192,207	8,140,000
TOTAL	83,309,589	31,214,508

8. ACQUISITION OF ASSETS

Non-Financial Assets	2021 - 2022	2020 - 2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles Vehicles and Other Transport Equipment	-	-
Purchase of Bicycles & Motoreycles	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of office furniture and and General Equipment	-	-
Purchase of computers ,printers and other IT equipments	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
TOTAL	0	0

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
CDF Office	2,000,000.00	683,238.00
Lugari Sub -County Registrar of persons	-	550,000
Roads and Bridges	23,566,840	-
TOTAL	25,566,840	1,233,238

10A. BANK BALANCE(CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2021 - 2022	2020 - 2021
Cooperative Bank (Webuye Branch) 1120086153600	9,677,856	17,519,348
TOTAL	9,677,856	17,519,348

10B. (CASH IN HAND)

Description	2021 - 2022	2020 - 2021
	Kshs (30/6/2022)	Kshs (30/6/2021)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
TOTAL	-	-

11: OUTSTANDING IMPRESTS

Name of Officer		Amount Taken	Amount Surrendered	Balance (30/6/2020)
	Date imprest taken	Kshs	Kshs	Kshs
		-	-	-
		-	-	-
TOTAL		-	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. RETENTION (ANNEX 1)

Description	2021 - 2022	2020 - 2021
	KShs	KShs
Retention as at 1st July (A)	886,364	1,591,417
Retention held during the year (B)	1,660,944	1,118,745
Retention paid during the Year (C)	1,186,491	1,823,798
Closing Retention as at 30th June D= A+B-C	1,360,817	886,364

12B. GRATUITY

Description	2021 - 2022	2020 - 2021
	KShs	KShs
Gratuity as at 1 st July (A)	61,913	-
Gratuity earned during the year (B)	160,046	344,254
Gratuity paid during the Year (C)	-	344,254
Closing Gratuity as at 30 th June D= A+B-C	221,959	-

13. BALANCES BROUGHT FORWARD

Description	2021 - 2022	2020 - 2021
Opening cash book bank balance	Kshs(1/7/2021)	Kshs(1/7/2020)
Bank accounts	17,519,348	23,768,129
TOTAL	17,519,348	23,768,129

14. PRIOR YEAR ADJUSTMENTS

Description of the error	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
	Kshs	Kshs	Kshs
Bank accounts balances	17,519,348	(61,913)	17,457,435
Total	17,519,348	(61,913)	17,457,435

15. CHANGES IN ACCOUNTS RECEIVABLES – OUSTANDING IMPRESTS

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in accounts receivables (D=A+B-C)	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

16. CHANGES IN ACCOUNTS PAYABLE - DEPOSITS AND RETENTION

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
Deposits and Retention as at 1st July 2019 (A)	886,364	1,591,417
Deposits and Retention held during the year (B)	1,820,990	1,118,745
Deposits and Retention paid during the year ©	1,186,491	1,823,798
Closing accounts payable at 30th June (D=A+B-C)	1,582,776	886,364

17. OTHER IMPORTANT DISCLOSURES

17.1 PENDING ACCOUNTS PAYABLES

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

17.2 PENDING ACCOUNTS PAYABLES (SEE ANNEX 2)

Description	2021 - 2022	2020 - 2021
	Kshs	Kshs
NGCDF Staff	221,959	-
Others (specify)	-	-
Total	221,959	-

17.3: UNUTILIZED FUND (See Annex 3)

	2021 - 2022	2020 - 2021
	Kshs	Kshs
Compensation of employees	231,644	-
Use of goods and services	-	-
Amounts due to other Government entities (see attached list)	4,221,713	15,653,970
Amounts due to other grants and other transfers (see attached list)	15,272,636	34,067,894
Acquisition of assets	-	-
Other Payments	-	11,999,999
Unallocated Funds	31,000	-
TOTAL	19,756,993	61,974,832

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 4)

	2021 - 2022	2020 - 2021
	Kshs	Kshs
PMC account balances (see attached list)	4,033,439	5,641,526

17.5: SUMMARY OF FIXED ASSETS REGISTER (See Annex 5)

Asset Class	Historical Cost B/F (Kshs) 2020/2021	Additions During The Year (Kshs) 2021/2022	Disposals During The Year (Kshs)	Historical Cost (Kshs) 2021/2022
Land	3,024,000	-	-	3,024,000
Buildings And Structures	11,228,690	-	-	11,228,690
Purchase Of Vehicles And Other Transport Equipment	9,912,936	-	-	9,912,936
Office Equipment, Furniture And Fittings	1,921,000	-	-	1,921,000
Other Machinery And Equipment	4,565,749	-	-	4,565,749
Total	30,652,375	-	-	30,652,375

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

ANNEXES

ANNEX 1 – RETENTION

Supplier	2021-2022	2020-2021
BERYLUCK INVESTMENT LTD.	144,652	
Beryluck Investment Ltd	190,000	
RADAM JARIBU BUILDERS	201,626	
Hidaya Enterprice ltd	39,890	-
Josphat Hardware	59,999	-
Maropa Suppliers	50,000	-
Hidaya Enterprices	68,839	-
Shill Trading and Logistic	20,000	-
Hidaya Enterprices	124,889	-
Radam Jaribu Builders	193,904	-
Benra Supplies	194,301	-
Radam Jaribu Builders	50,000	-
Vission Installation & Genaral contractors	22,717	-
Mesiblessing co ltd		40,000
Sovereign Biz		36,037
Vision installation & General Contractors		100,000
Vision installation & General Contractors- Retention		51,395
Vision installation & General Contractors- Retention		98,000
KATRONJOY GENERAL SUPPLIERS		18,927
VISION INSTALLATION & GEN. CONTRACTORS (RETENTION)		65,000
Anyomwa Ltd		200,000
Vulan Suppliers		120,000
Belelo Construction Co. Ltd- Retention		52,786
RADAM JARIBU BUILDERS		201,626
BERYLUCK INVESTMENT LTD.		144,652
Beryluck Investment Ltd		190,000
Radam Jaribu Builders		198,374
DELPHIL CONTRACTORS & GEN. SUPPLIERS (RETENTION)		150,000
VULAN SUPPLIERS (RETENTION)		97,500
Samcarce Investment Co		59,500
TOTAL	1,360,817	1,823,797

ANNEX 2: ANALYSIS OF PENDING STAFF PAYABLES

S/NO	Name of the Employee	DESIGNATION	DATE EMPLOYED	ID Number	OUTSTANDING BALANCE AS AT 30 TH JUNE 2022	COMMENTS
1.	Catherine M. Kilwake	ACCOUNTS ASSISTANT	1/04/2021	24601726	37,480	-
2.	Violet J. Karani	SECRETARY	1/04/2021	9918290	31,000	-
3.	Douglas K. Nyongesa	DRIVER	1/04/2021	24051308	37,479	-
4.	Wilson O. Injera	FILE MANAGEMENT OFFICER	1/04/2021	24895534	31,000	-
5.	Moureen N. Musumba	OFFICE CLERK	01/06/2021	27391041	31,000	-
6.	Sheila K. Lubanga	OFFICE HELP	01/06/2021	25875158	27,000	-
7.	William O. Wanyama	OFFICE HELP	01/06/2021	13439507	27,000	-
	TOTAL				221,959	

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ANNEX 3 - UNUTILIZED FUNDS

Project Name	Activity	2021-2022	2020-2021
Compensation of employees	Payment of salary to CDFC employees	231,644	
Goods and services	Payment of goods and services	350,000	
Social Security	Payment of insurance covers (NHIF) to needy constituents @ Kshs 6,000 per house hold	8,155,620	
Emergency vote	To cater for any unforeseen occurrences in the constituency during the financial year	200,000	
Navalayo Primary School	Installation of water tank	228,481	
Mabuye Secondary School	Construction of one classroom	481	
Muviki Primary School	Construction of a 45 student's capacity classroom to completion	900,000	
Jirongo DEB Primary School	Construction of a 45 student's capacity classroom to completion	900,000	
Bahati Primary School	One off purchase of 0.5. acres land Kshs 700,000. Land title deed processing Kshs 100,000	300,000	
Marrum Primary School	Construction of a 45 student's capacity classroom to completion	900,000	
Musembe Primary School	Construction of a 45 student's capacity classroom to completion	900,000	
Kiwanja Ndege Primary School	Purchase of land	300,000	
Navalayo Primary School	Construction of a 45 student's capacity classroom to completion	900,000	
Chamavele Primary School	Purchase of land	400,000	
Mukhalanya primary school	Construction of a 45 student's capacity classroom to completion	1,000,000	
Sosiani Primary school	Construction of a 45 student's capacity classroom to completion	1,000,000	
Vuyika secondary School	Construction of administration block Glazing, electrical installation, painting and plumbing	300,000	
Chekalini secondary school	Construction of one a dormitory of 45 student's capacity to completion	500,000	
Maturu Secondary School	Construction of administration block	528,054	
Mahanga secondary	Construction of a dormitory	262,713	
St. Cecilia Girls Sec. School	Completion of administration block	600,000	
Munyuki Secondary school	Construction of a 45 student's capacity classroom to completion	900,000	
Office administration- Salaries	Payment of salaries		520,800
Office administration –	Payment of goods and services		948,754

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Project Name	Activity	2021-2022	2020-2021
goods and services			
Emergency to primary schools	To cater for any unforeseen occurrences in the constituency during the financial year		1,000,000
Bursary Secondary Schools	Payment of bursary to needy student at secondary level		7,040,000
Bursary Tertiary institutions	Payment of bursary to needy student at tertiary schools' level		21,000,000
Insurance Cover (NHIF)	Payment of insurance covers (NHIF) to 1,160 needy constituents @ Kshs 6,000 per house hold		2,424,000
Constituency Sports Tournament	Carry out Constituency Sports tournament, purchase Games uniforms, boots, for both male and female players in 6 wards and Purchase trophies to be awarded to the winning teams. 1. 2 football teams per ward ,2 sets of uniform @20,000 for 6 wards= Kshs. 240,000 2. 2 legball teams per ward, 2 sets of uniform @20,000 for 6 wards= Kshs. 240,000 3. Football boots for 2 teams per ward@ Kshs.60,000 per set for 6 wards= Kshs. 720,000 4. Legball boots for 2 teams per ward@ Kshs 60,000 per set for 6 wards= Kshs. 720,000 5. Mikasa balls 40pcs @7000= Kshs 280,000 6. Trophies and awards and facilitation of the tournament Kshs 541,777		2,747,354
Murram Primary School	Construction 45 student's capacity classroom to completion		900,000
Jirongo DEB Primary School	Construction 45 student's capacity classroom to completion		900,000
Sosiani Primary School	Construction 45 student's capacity classroom to completion Kshs 900,000 Purchase of 1.5 acres of land for to the school Kshs 2,500,000 and title processing Kshs 100,000/		3,500,000
Musembe primary School	Construction 45 student's capacity classroom to completion		900,000
Muviki Primary School	Construction 45 student's capacity classroom to completion		900,000
Mulimani primary School	Construction 45 student's capacity classroom to completion		900,000
Mayoyo S.A Primary School	Construction 45 student's capacity classroom to completion		900,000
Navalayo Primary School	Construction 45 student's capacity classroom to completion		900,000

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Project Name	Activity	2021-2022	2020-2021
Makhukhuni Primary School	Construction 45 student's capacity classroom to completion		900,000
Mautuma Boys Secondary school	Additional fund for Completion of multipurpose hall of 2 units with capacity of 90 students per unit. Plundering, ceiling boards and paintings. The project is now roofed. This is the allocation for total completion		288,239
Maturu Secondary School	Additional fund for Completion of multipurpose hall of 2 units with capacity of 90 students per unit: Fitting of doors and window and plastering painting and ceiling to completion level. This is the last allocation		2,405,685
Munyuki secondary school	Purchase of half acre of land for the school Kshs 800,000 and title processing 100,000		900,000
Kiwanja Ndege Foot Bridge	Construction of a foot bridge on Chekalini River connecting Chekalini and Lugari ward		10,000,000
NGCDF Office-Water Drilling	Geological survey report (Kshs 100,000/) Water Drilling (Kshs 1,250,000/) Erection of 10,000ltr water tank and stand with iron bars at height of 15metres (Kshs 400,000) Piping of the water from the water tank to NGCDF office and Sub County commissioners offices (Kshs 200,000/)		2,000,000
Total		19,756,993	61,974,832

Annual Report on the Financial Performance and Financial Position of the County Development Finance Corporation (CDF),
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ANNEX 4 – PMC BANK BALANCES AS AT 30TH JUNE 2022

NAME OF PROJECT	BANK	BRANCH	ACCOUNT NO.	DATE A/C OPENED	BANK BALANCE AS AT 30TH JUNE 2022	BANK BALANCE AS AT 30TH JUNE 2021
Bahati Primary School	Co-Operative	Webuye	01139411006200	19/07/2012	7,736.00	
Chamavele Primary School	Co-Operative	Webuye	01139744466300	01/02/2017	5,029.50	
Itumbu Primary School	Co-Operative	Webuye	01139411045100	01/10/2012	8,996.00	
Jirongo Deb Primary School	Co-Operative	Webuye	01139182714000	22/06/2009	244,371.00	
Kewa Primary School	Co-Operative	Webuye	01139340405201	13/06/2020	2,140.00	
Kipkarren Rural P. School	Co-Operative	Webuye	01139745360200	27/03/2019	12,400.50	
Kiwanja Ndege Primary School	Co-Operative	Webuye	01139182987000	19/08/2011	11,500.00	
Kulumbeni Special Primary School	Co-Operative	Webuye	01100130803800	16/12/2008	0.00	
Kwambu Primary School	Co-Operative	Webuye	01139610604800	11/09/2015	2,684.00	
Lugari Township Primary School	Co-Operative	Webuye	01139745094700	19/05/2018	451,220.00	
Lukova Primary School	Co-Operative	Webuye	01139411175400	09/05/2012	2,172.00	
Mahiga Primary School	Co-Operative	Webuye	01141443536500	09/10/2014	9,365.00	
Murram Primary School	Co-Operative	Webuye	01139086723100	06/07/2011	60,346.00	
Maweni Primary School	Co-Operative	Webuye	01141745615700	19/04/2021	4,956.00	
Mayoyo Mhm Primary School	Co-Operative	Webuye	01139744263900	21/10/2016	5,617.00	
Mbajo Primary School	Co-Operative	Webuye	01139183175600	18/05/2011	2,407.00	
Mugunu Primary School	Co-Operative	Eldoret	01139045026800	13/06/2011	41,777.00	
Muhomo Primary School	Co-Operative	Webuye	01139610750200	07/12/2015	772.00	
Mukavane Primary School	Co-Operative	Webuye	01139744572600	22/03/2017	8,153.00	
Mulwanda Primary School	Co-Operative	Webuye	01139609212200	07/05/2014	1,492.00	
Munyuki Primary School	Co-Operative	Webuye	01139046709401	26/06/2009	57,404.00	
Muviki Primary School	Co-Operative	Webuye	01141672655000	08/05/2015	742.00	
Muyugi Primary School	Co-Operative	Webuye	01141672879400	22/07/2015	651,476.00	
St. Michael Mwilo Primary School	Co-Operative	Webuye	01139744472900	07/02/2017	15,163.00	
Nzoia Bridge Primary School	Co-Operative	Webuye	01139745779700	21/05/2020	5,551.00	
Nzoia Deb Primary School	Co-Operative	Webuye	01141745603400	08/03/2021	1,025.00	
Sango Primary School	Co-Operative	Webuye	01139610715800	11/11/2015	2,092.00	
St. Mary's Mutenyo Primary School	Co-Operative	Webuye	01139435142200	13/07/2012	1,981.00	
Tekoa Primary School	Co-Operative	Webuye	01139610485700	22/07/2015	1,086.00	

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NAME OF PROJECT	BANK	BRANCH	ACCOUNT NO.	DATE A/C OPENED	BANK BALANCE AS AT 30TH JUNE 2022	BANK BALANCE AS AT 30TH JUNE 2021
Mbaya Secondary School	Co-Operative	Webuye	01139534594700	04/04/2014	190,251.00	
Ivona Mixed Secondary School	Co-Operative	Webuye	01141673607900	24/09/2015	6,410.00	
Chekalimi Secondary School	Co-Operative	Webuye	01139435717700	25/01/2013	500,600.00	
Mabuye Secondary School	Co-Operative	Webuye	01139744233400	07/10/2016	1,762.00	
Mugunga Secondary School	Co-Operative	Webuye	01141745968900	22/01/2021	1,295.00	
St. Bonface Mbagara Sec. School	Co-Operative	Webuye	01141598480500	16/07/2014	237,244.00	
St. Francis Majengo Sec. School	Co-Operative	Webuye	01139745793100	16/06/2020	1,443.00	
Mautuma M.T.C.	Co-Operative	Webuye	01141441671800	17/11/2014	5,805.00	
Angayu Primary School	Co-Operative	Webuye	01139411006200	10/07/2012	7,736.00	
Lumakanda Township Sec. School	Co-Operative	Webuye	01139610306900	21/04/2015	1,682.00	
Lumani P. School	Co-Operative	Webuye	01141411172800	15/09/2011	3,811.00	
Macho Muslim Secondary School	Co-Operative	Webuye	01141881386800	29/07/2020	46,602.00	
Lugari Police Post	Co-Operative	Webuye	01141745785100	05/06/2020	8,195.00	
Mautuma Chief's Office	Co-Operative	Webuye	01141745807500	06/04/2022	75.00	
Milimani Patrol Base	Co-Operative	Webuye	01141745807600	06/04/2022	6,975.00	
Matete Police Station	Co-Operative	Webuye	01141744058200	30/06/2016	1,692.00	
Mukhalanya Primary School	Co-Operative	Webuye	01141411174300	06/10/2011	0.00	
St. Cecilia G. Secondary School	Co-Operative	Webuye	01139457952400	10/09/2012	604,582.00	
Munyuki Secondary School	Co-Operative	Webuye	01139086833602	28/06/2010	1,745.00	
Chepsai Primary School	Co-Operative	Webuye	01139411174100	11/07/2012	3032.5	
Mapengo Primary School	Co-Operative	Webuye	01141058756400	17/08/2011	0	
Chekalimi Chief's Office	Co-Operative	Webuye	01141951050900	14/07/2022	2,950.00	
Lugari Chief's Office	Co-Operative	Webuye	01141745698200	11/11/2021	1,475	
Matete Administration Police	Co-Operative	Webuye	01141745550400	12/01/2022	2,475	
Locho Primary School	Kcb	Webuye	1172671079	15/06/2019	5,037.00	
Navalayo Primary School	Kcb	Webuye	1151792381	10/02/2009	5,350.00	
St. Charles Lwanga Koromaiti Sec. School	Kcb	Webuye	1129093638	18/05/2018	353,727.00	
Vuyika Primary School	Coop Bank	Webuye	01139411477900	10/07/2012	409,026	
Mukuyu Sublocation Chiefs Office	Coop Bank	Webuye	01141745833000	28/07/2020	2,807	

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NAME OF PROJECT	BANK	BRANCH	ACCOUNT NO.	DATE A/C OPENED	BANK BALANCE AS AT 30 TH JUNE 2022	BANK BALANCE AS AT 30 TH JUNE 2021
Sango Primary School	Co-Operative		01139610715800			1,854
Maweni Primary School	Co-Operative		01141745615700			1,956
Lwanda Lugari Primary School	Co-Operative		01139182678100			10,079
Sirende Primary School	Co-Operative		01139435279200			8,221
Mulwanda Primary School	Co-Operative		01139609212200			1,492
Angayu Primary School	Co-Operative		01139411006200			6,883
Bahati Primary School	Co-Operative		01139185432602			66,966
Jirongo Deb Primary School	Co-Operative		01139182714000			684,141
St Kizito Primary School	Co-Operative		01139185305800			3,701
Ivona Mixed Secondary School	Co-Operative		01141673607900			6,410
Muyugi Primary School	Co-Operative		01141672879400			4,174
Nzoia Bridge Primary School	Co-Operative		01139745779700			3,420
Pan Paper Primary School	Co-Operative		01141673053500			274
Lugari Township Primary School	Co-Operative		01139745094700			1,220
Maweni Primary School	Co-Operative		01141745615700			4,956
Lake Basin Primary School	Co-Operative		01139744582000			1,572
Tekoa Primary School	Co-Operative		01139610485700			12,086
Murram Primary School	Co-Operative		01139086723100			60,331
Jirongo Deb Primary School	Co-Operative		01139182714000			684,141
Bahati Primary School	Co-Operative		01139411006200			6,883
Kipkarren Rural Primary School	Co-Operative		01139745360200			7,400
Mulwanda Primary School	Co-Operative		01139609212200			1,492
Itumbu Primary School	Co-Operative		01139411045100			8,996
Mahiga Primary School	Co-Operative		01141443365000			4,365
Ivona East Primary School	Co-Operative		01139457952900			904,060
Nabemo Primary School	Co-Operative		01139046387600			44,349
Mulimani Primary School	Co-Operative		01139745799500			40
Mayoyo S.A Primary School	Co-Operative		01139610733800			2,492
St. Michael Mwilolo Primary School	Co-Operative		01139744472900			10,163
Kafusi Primary School	Co-Operative		01139435143600			4,258

**National Government Constituencies Development Fund (NGCDF)
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NAME OF PROJECT	BANK	BRANCH	ACCOUNT NO.	DATE A/C OPENED	BANK BALANCE AS AT 30TH JUNE 2022	BANK BALANCE AS AT 30TH JUNE 2021
Chamavele Primary School	Co-Operative		01139744466300			5,029
Kwambu Primary School	Co-Operative		01139610604800			1,584
Kewa Primary School	Co-Operative		01139340405201			1,540
Mavaka Primary School	Co-Operative		011397444572600			8,153
Mukangu Primary School	Co-Operative		01139609074300			7,511
St Paul Shitavita Primary	Co-Operative		01139745074000			7,210
Lukova Primary School	Co-Operative		01139411175400			1,170
Makuhuni Primary School	Co-Operative		01139744367800			572
Kulumbeni Special Primary School	Co-Operative		01100130803800			-
Kiliboti Primary	Co-Operative		01139745112000			760
Chenjeni Primary	Co-Operative		01141411153300			3,292
Chekalini Secondary School	Co-Operative		01139435717700			500
Forestal S.A Secondary School	Co-Operative		01141046406300			4,540
Ivona Mixed Secondary School	Co-Operative		01141673607900			3,643
Mabuye Secondary School	Co-Operative		01139744233400			11,742
Macho Muslim Secondary School	Co-Operative		01141881386800			345,782
Mautuma Boys Secondary School	Co-Operative		01139182710600			37,827
Mbajo Secondary School	Co-Operative		01139744048200			10,920
Mbaya Secondary School	Co-Operative		01139534594700			1,767,275
Munyuki Secondary School	Co-Operative		01139086833602			1,745
Sipande Secondary School	Co-Operative		01141598294300			582
St. Boniface Mbagara Secondary School	Co-Operative		01141598480500			9,244
Mautuma Kmtc	Co-Operative		01141441671800			845,618
Lugari Sub - County Registrar Of Persons	Co-Operative		01141745613400			975
Lugari Sub-County Administration Police Station	Co-Operative		01141745613300			3,975
Matete Police Station	Co-Operative		01141744058200			1,962
Total					4,038,439	5,641,526

*National Government Constituencies Development Fund (NGCDF)
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Annex 5 – Summary of Fixed Asset Register

REGION	COUNTY	CONSTITUENCY	ASSET NAME	CATEGORY NAME	BARCODE NUMBER	PURCHASE DATE	COST	GENERAL DESCRIPTION	PURCHASE YEAR
Western	Kakamega	Lugari	Land	Land		Mar-17	3,024,000.00	In Use	2017
Western	Kakamega	Lugari	LUGARING CDF OFFICE	Building		Dec-18	11,228,690	In Use	2018
Western	Kakamega	Lugari	CAR shade	Building		Jun-22	4,931,886	IN USE	2021
Western	Kakamega	Lugari	Toyota D/C Pick - UpPeavy	Motor Vehicle	GKB944V	Jun-20	6,212,936	In Use	2020
Western	Kakamega	Lugari	Toyota D/C Pick - Up	Motor Vehicle	GKA275U	Mar-10	3,700,000	Sold	2010
Western	Kakamega	Lugari	Wooden Cabinet	Furniture and fittings	CDF/156/FF001	May-03	2,000.00	In Use	2003
Western	Kakamega	Lugari	Double Door Cabinet	Furniture and fittings	CDF/156/FF002	May-03	3,000.00	In Use	2003
Western	Kakamega	Lugari	Book Shelf (Wooden)	Furniture and fittings	CDF/156/FF003	May-03	1,500.00	In Use	2003
Western	Kakamega	Lugari	Book Shelf (Wooden)	Furniture and fittings	CDF/156/FF004	May-03	1,500.00	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF005	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF006	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF007	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF008	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF009	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF010	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF011	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF012	May-03	900	In Use	2003
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF013	May-03	900	In Use	2003

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Western	Kakamega	Lugari	Metallic Office Chair	Furniture and fittings	CDF/156/FF031	29 TH APRIL 2011	3,833.30	In Use	2011
Western	Kakamega	Lugari	Metallic Office Chair	Furniture and fittings	CDF/156/FF032	29 TH APRIL 2011	3,833.30	In Use	2011
Western	Kakamega	Lugari	Metallic Office Chair	Furniture and fittings	CDF/156/FF033	29 TH APRIL 2011	3,833.30	In Use	2011
Western	Kakamega	Lugari	Metallic Office Chair	Furniture and fittings	CDF/156/FF034	29 TH APRIL 2011	3,833.30	In Use	2011
Western	Kakamega	Lugari	Metallic Office Chair	Furniture and fittings	CDF/156/FF035	29 TH APRIL 2011	3,833.30	In Use	2011
Western	Kakamega	Lugari	Metallic Office Chair	Furniture and fittings	CDF/156/FF036	29 TH APRIL 2011	3,833.30	In Use	2011
Western	Kakamega	Lugari	Secretarial Table	Furniture and fittings	CDF/156/FF037	Feb-12	6,500.00	In Use	2012
Western	Kakamega	Lugari	Executive Office Chair	Furniture and fittings	CDF/156/FF038		-	Not in use	2012
Western	Kakamega	Lugari	Office Lounge (3 Sitter)	Furniture and fittings	CDF/156/FF039	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF040	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF041	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF042	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF043	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF044	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF045	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF046	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF047	Apr-15	18,800	In Use	2015

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Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF048	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Office Chair (Conference)	Furniture and fittings	CDF/156/FF049	Apr-15	18,800	In Use	2015
Western	Kakamega	Lugari	Conference Table	Furniture and fittings	CDF/156/FF050	Apr-15	150,000	In Use	2015
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF051	Apr-15	10,000	In Use	2015
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF052	Apr-15	10,000	In Use	2015
Western	Kakamega	Lugari	Office Chair	Furniture and fittings	CDF/156/FF053	Apr-15	10,000	In Use	2015
Western	Kakamega	Lugari	Typewriter	Computers	CDF/156/OE006	May-03	6,000.00	In Use	2003
Western	Kakamega	Lugari	STEEL CABINET (Ddos OFF.)	Furniture and fittings	CDF/156/OE007	Jan-06	9,500.00	In Use	2006
Western	Kakamega	Lugari	STEEL CABINET (Ddos OFF.)	Furniture and fittings	CDF/156/OE008	Jan-06	9,500.00	In Use	2006
Western	Kakamega	Lugari	Calculator	Computers	CDF/156/OE009	Jan-07	465	In Use	2007
Western	Kakamega	Lugari	Steel Cabinet	Furniture and fittings	CDF/156/OE/010	29 th April 2011	18,000	In Use	2011
Western	Kakamega	Lugari	Steel Cabinet	Furniture and fittings	CDF/156/OE/011	Oct-14	28,000	In Use	2014
Western	Kakamega	Lugari	Steel Cabinet	Furniture and fittings	CDF/156/OE/012	Oct-14	28,000	In Use	2014
Western	Kakamega	Lugari	Steel Cabinet	Furniture and fittings	CDF/156/OE/013	Apr-15	25,000	In Use	2015
Western	Kakamega	Lugari	Steel Cabinet	Furniture and fittings	CDF/156/OE/014	Apr-15	25,000	In Use	2015
Western	Kakamega	Lugari	Steel Cabinet	Furniture and fittings	CDF/156/OE/015	Apr-15	25,000	In Use	2015
Western	Kakamega	Lugari	Steel Cabinet	Furniture and fittings	CDF/156/OE/016	Apr-15	25,000	In Use	2015
Western	Kakamega	Lugari	HP Laptop L300	Computers	CDF/156/MPE/12	Jan-10	46,000	In Use	2010
Western	Kakamega	Lugari	HP Laser Jet P2055d	Computers	CDF/156/MPE/14	Mar-10	DONATED BY CDF BOARD	In Use	2010

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Western	Kakamega	Lugari	UPS	Computers	CDF/156/MPE/15	Mar-10	DONATED BY CDF BOARD	In Use	2010
Western	Kakamega	Lugari	CPU	Computers	CDF/156/MPE/16	Mar-10	DONATED BY CDF BOARD	In Use	2010
Western	Kakamega	Lugari	Monitor	Computers	CDF/156/MPE/17	Mar-10	DONATED BY CDF BOARD	In Use	2010
Western	Kakamega	Lugari	Digital Camera (CDF)	Computers	CDF/156/MPE/19	Jan-10	17,000	In Use	2010
Western	Kakamega	Lugari	Mobile Phone	Computers	CDF/156/MPE/20	Jul-09	17,000	Not in use	2009
Western	Kakamega	Lugari	Digital Camera (ESP)	Computers	CDF/156/MPE/21	May-10	26,000	Not in use	2010
Western	Kakamega	Lugari	Mobile Phone	Computers	G-TIDE, MODEL L800 C/W				
				Computers	SR. NO. 35841503015599 SV78		10,470	Not usable	2010
Western	Kakamega	Lugari	Photocopier - Kyocera Taskalfa 180	Computers	CDF/156/MPE/22	7 th December, 2011	128,760	In Use	2011
Western	Kakamega	Lugari	HP ScanJet 5590	Computers	CDF/156/MPE/23	Jan-14	19,000	In Use	2014
Western	Kakamega	Lugari	Television (SAMSUNG 23")	Computers	CDF/156/MPE/24	Oct-14	25,000	In Use	2014
Western	Kakamega	Lugari	Generator (HONDA) FA 2500 FMH	Computers	CDF/156/MPE/26	Apr-15	150,000	In Use	2015
Western	Kakamega	Lugari	Laptop HP	Computers	CDF/156/MPE/27	Apr-15	150,000	In Use	2015
Western	Kakamega	Lugari	Printer HP LASERJET PRO 400	Computers	CDF/156/MPE/28	Oct-14	18,000	In Use	2014
Western	Kakamega	Lugari	Printer HP LASERJET PRO MFP 125 M125nw	Computers	CDF/156/MPE/29	Dec-15	27,000	In Use	2015
Western	Kakamega	Lugari	Water Dispenser(Armco)	Furniture and fittings	CDF/156/MPE/30	Apr-15	57,000	In Use	2015

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Western	Kakamega	Lugari	Calculator (Casio)	Computers	CDF/156/MPE/31	Apr-15	2,000	In Use	2015
Western	Kakamega	Lugari	DECORDER (ZUKU)	Computers	CDF/156/MPE/32	Apr-15	15,500	In Use	2015
Western	Kakamega	Lugari	Printer laser Jet Pro MFP M125nw	Computers	CDF/156/MPE/33	Feb-17	47,068	In Use	2017
Western	Kakamega	Lugari	CPU	Computers	CDF/156/MPE/34	Feb-17	75,000	In Use	2017
Western	Kakamega	Lugari	MONITOR	Computers	CDF/156/MPE/35	Feb-17	"	In Use	2017
Western	Kakamega	Lugari	KEY BOARD	Computers	CDF/156/MPE/36	Feb-17	"	In Use	2017
TOTAL							30,652,375		

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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	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Accuracy of the Fixed assets	The error has been rectified, the balances of Kshs 7,89,1383 as opening balance has been included in the fixed asset register in the financial statement	Fund account Manager	Resolved	
2	In-accurate Prior Year Balances	The figures were erroneously typed and have since been rectified in the amended financial statement.	Fund account Manager	Resolved	
3.	Variances between Financial Statements and Supporting Schedules on Compensation of Employees	As per attached schedules and financial statement the reported variance is clarified and schedules totals are reconciled	Fund account Manager	Resolved	
4.	Unsupported Bursaries to Secondary and Tertiary Institutions	The office is following up with the institution of the beneficiary students amounting to Kshs	CDFC and Fund Account Manager	Not Resolved	14 days

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National Government Constituencies Development Fund (NGCDF)
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
5.	Purchase of Water Tank and Installation of Plastic Water Gutters	1,030,000 to send the acknowledgement receipts The project is now complete as per attached photo and future verification.	CDFC and Fund manager	Resolved	
Other MATTER					
1.	Budgetary Control and Performance	This was caused by delays in disbursement from the CDF Board	NG CDF Board	In progress	EVERY END OF FINANCIAL YEAR
2.	Under-allocation of Funds to the Bursary Vote	Due to Covid 19 rules, schools were closed and offices could not carry out vetting to disburse the funds to school leading to delayed disbursement of bursaries to institutions. This has since been rectified as the whole balance has since been disbursed after schools opened and Covid 19 rules dropped. See current year payment of bursary.	CDFC and Fund Account Manager	Resolved	
BASIS FOR CONCLUSION					

National Government Constituencies Development Fund (NGCDF)
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Purchase of Land for Mautuma KMTC	The title deed process in the office of lands Kakamega awaiting title deed finalization. See attached documents for your perusal.	CDFC and Fund Account Manager	In progress	EVERY END OF FINANCIAL YEAR

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ALEX M. IWAMBA

FUND ACCOUNT MANAGER

***Lugari Constituency
National Government Constituencies Development Fund (NGCDF)
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