

REPUBLIC OF KENYA



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REPORT

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Group

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – MATUNGU CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2024**



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

MATUNGU CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2024

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

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Table of Contents	Page
1. Acronyms and Definition of Key Terms	ii
2. Key Constituency Information and Management	iii
3. NG-CDFC Chairman's Report.....	vii
4. Statement of Performance against Predetermined Objectives for FY 2023/24.....	xvi
5. Governance Statement	xix
6. Environmental and Sustainability Reporting.....	xxvi
9. Statement of Management Responsibilities.....	xxx
8. Report of the Independent Auditors on the NGCDF- Matungu Constituency.	xxxii
9. Statement of Receipts and Payments for the Year Ended 30th June 2024.....	1
11. Statement of Assets and Liabilities as at 30th June, 2024	2
11. Statement of Cash Flows for the Year Ended 30th June 2024	3
12. Summary Statement of Appropriation for the Year Ended 30 th June 2024	4
13. Budget Execution by Sectors and Projects For The Year Ended 30 th June 2024	6
14. Significant Accounting Policies	21
15. Notes To the Financial Statements	26
16. Annexes... ..	37

1. Acronyms and Definition of Key Terms

A. Acronyms

AIE	Authority to Incur Expenditure
ARMC	Audit and Risk Management Committee
CBC	Competence Based Curriculum
DCC	Deputy County Commissioner
IPSAS	International Public Sector Accounting Standards.
FAM	Fund Account Manager
FY	Financial Year
NG-CDFB	National Government Constituencies Development Fund Board
NG-CDF	National Government Constituencies Development Fund
NG-CDFC	National Government Constituency Development Fund Committee
NSCA	National Sub-County Accountant
PFM	Public Finance Management
PMC	Project Management Committee
PWD	Persons with Disability
STEM	Science, Technology, Engineering, and Math

B. **Definition of Key Terms**

Fiduciary Management - Members of Management directly entrusted with the entity's financial resources.

Comparative Year- Means the prior period.

2. 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 2023. 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 the cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the Fund's general policy and strategic direction.

Mandate

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

- a) Recognize the constituency as a platform for the 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 realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;

- i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;
- j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;
- k) Create a harmonious relationship between citizens and the national government and its officers in local development;
- l) Provide a platform for citizens' participation in service delivery;
- m) Build local accountability and transparency in the use of resources; and
- n) 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.

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 are as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

The NGCDF Matungu Constituency's 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 2024 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	AIE holder	Mary Mwaki
2.	National Sub-County Accountant	Abel Manoti Onchiri
3.	Chairman NGCDFC	Faluma Wasaya
4.	Member NGCDFC	Michael Louis Watako

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of the NGCDF Board provides overall fiduciary oversight on the activities of the NGCDF Matungu Constituency. The reports and recommendations of ARMC, when adopted by the NGCDF Board, are forwarded to the Constituency Committee for action. The Board forwards any matters that require policy guidance to the Cabinet Secretary and National Assembly Select Committee.

(e) NGCDF Matungu Constituency Headquarters

P.O. Box 1045 - 50102
Mumias – Mayoni-Busia Road
KENYA.

(f) NGCDF Matungu Constituency Contacts

Telephone: (254) 720399068
E-mail: cdfmatungu@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF Matungu Constituency Bankers

1. Equity Bank Limited (Operations Account)
Mumias Branch 0680299140869
P.O. Box 265, Mumias 50102
2. Equity Bank Limited (Deposit account)
Mumias Branch 06802
P.O. Box 265, Mumias 50102

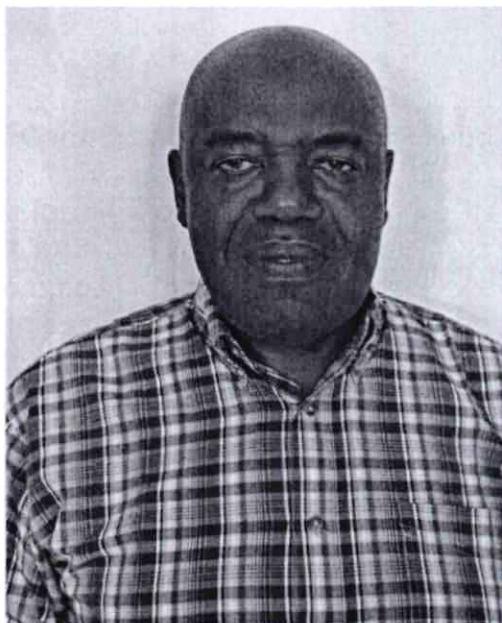
(h) Independent Auditor

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

3. NG-CDFC Chairman's Report



Faluma Wasaya
Chairman,
Matungu NGCDF Committee

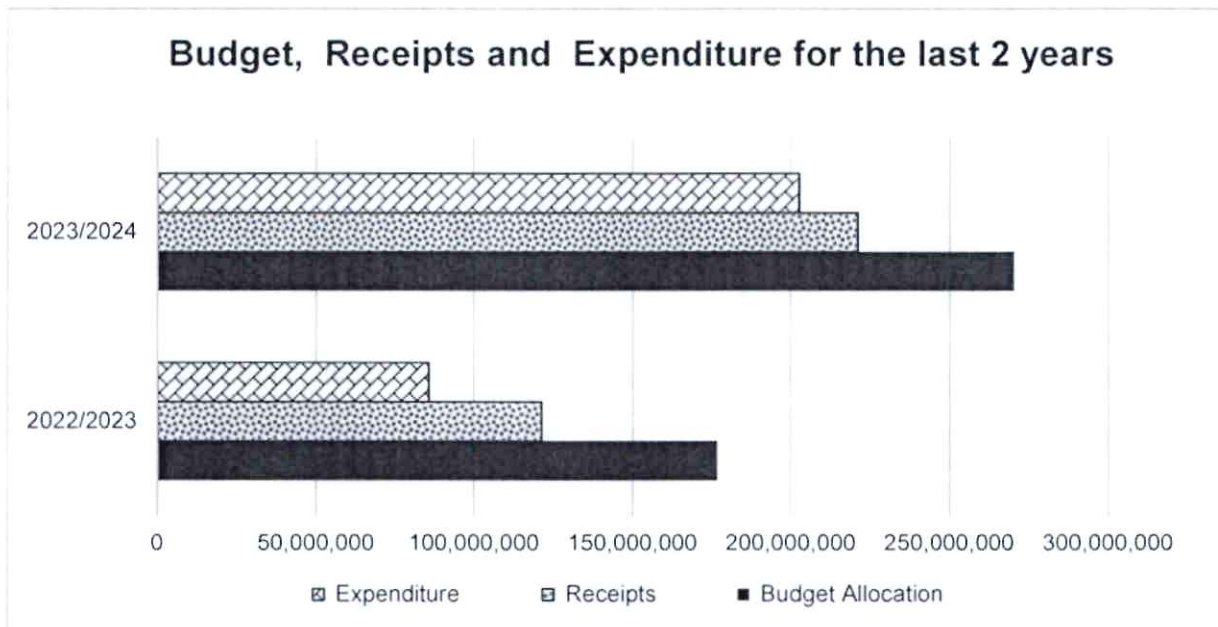
The Matungu Constituency National Government Constituency Development Fund (NGCDF) has continued to make significant strides in transforming our community since its inception in 2013/14. For the financial year 2023/2024, despite facing some challenges, we successfully implemented various projects across different sectors, with a focus on education, security, and infrastructure development. This report highlights the budget performance, key achievements, emerging issues, and the challenges faced during the year, along with our strategy to overcome them.

Budget Performance Overview

For the 2023/2024 financial year, the Matungu NGCDF received an allocation of Kshs 193, 252 143 and increase from the previous year's allocation of Kshs 145,603,147. The increase in allocation was driven by an additional normal allocation of Kshs 46,648,996 and grants from the Ministry of Education amounting to Kshs 17,890,333 for Junior Secondary School (JSS) infrastructural improvements. However, a pending disbursement of Kshs 73,252,142 from the NGCDF Board affected the overall budget utilization.

The total receipts during the year amounted to Kshs 120,000,000, with additional receipts of Kshs 73,476,482 from previous years' balances. Despite these funds, the total expenditure stood at Kshs 215,057,036 against a total budget of Kshs 315,791,782 resulting in a utilization rate of 68.1%. This lower utilization rate is primarily due to the delayed disbursement from the NGCDF Board, affecting our ability to fully implement planned activities.

Comparison of budget, receipts and expenditure is represented as below,

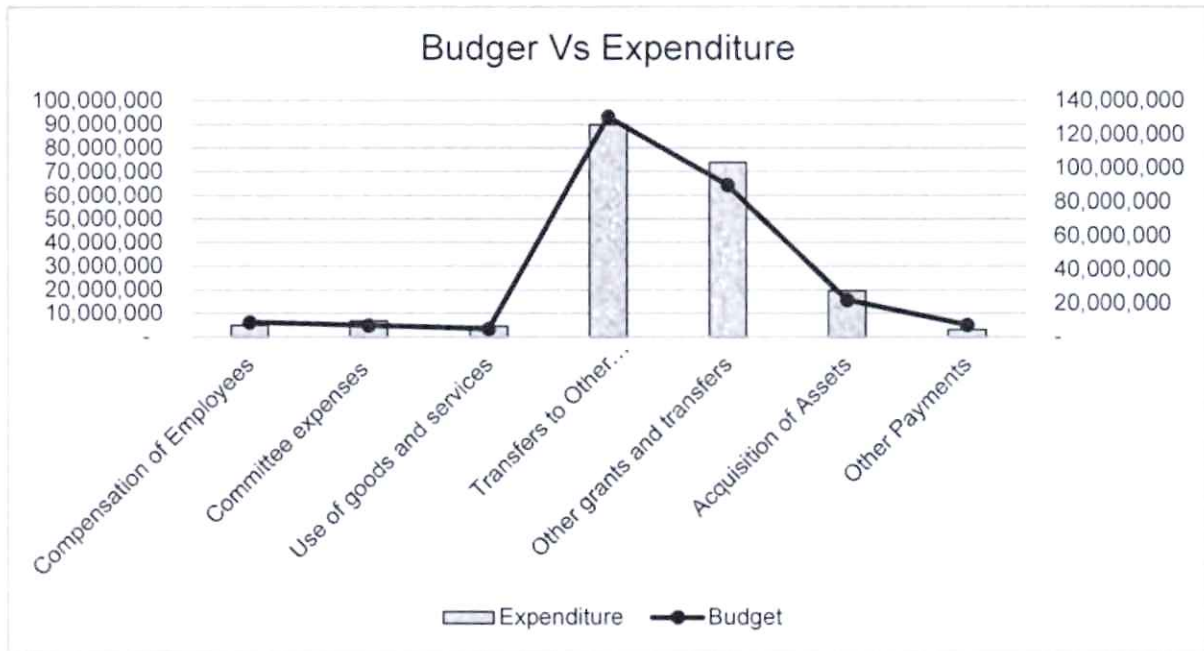


Allocation of Funds

During the year, the constituency total budget stood at Kshs 315,791,782 with Kshs 193,252,143 being the allocation for 2023/2024 financial year, Kshs 49,063,158 from opening balance, Kshs 73,426,482 from previous year’s outstanding disbursement. We prioritized on education where we allocated 53% of the allocation (Kshs 103,689,052), Education Bursary was allocated 27% (Kshs 51,500,000) while Use of Goods and Compensation of employees were allocated 2% and 1% respectively. The allocation of funds is represented below

a) Utilization of Funds

Utilization of funds stood at 68%, up from 45.1% the previous year, this improvement was largely the entities’ enhanced absorption strategies including well planned procurement and timely disbursement of funds to PMCs. The absorption rate was however below 90% and is attributed to late receipt of funds from exchequer and non-receipt of sizeable percentage of original budget before the closure of the financial. The overall utilization of funds during the year was as follows graphically;



Key Achievements

During the 2023/2024 financial year, the NGCDF achieved significant milestones in various sectors, demonstrating a strong commitment to community development despite numerous challenges. One of the major areas of focus was Education and Infrastructure Development. Substantial investments were made to improve educational facilities across the constituency. In secondary schools, the NGCDF completed and handed over four classrooms, an administration block, and a police Post. Primary schools also benefited from these efforts, with the renovation of 4 existing classrooms existing ones. In secondary schools, 4 new classrooms were built, along with the completion of three additional classrooms and a Completion of science laboratory.

Security Enhancements were another priority, with efforts geared towards improving safety within the constituency. The NGCDF constructed a new police post and renovated three existing ones to strengthen local security infrastructure.

The Bursary Program continued to play a pivotal role in supporting needy students, with a total of Kshs 51,500,000 allocated to the fund during the 2023/2024 financial year. An additional Kshs 20,007,221 bursary fund for previous disbursements, enabling the program to assist 11,453,568 students in secondary schools, tertiary institutions, and special schools. This marked a 31% increase in the number of beneficiaries compared to the previous year. Furthermore, secondary scholarships totaling Kshs 7,410,000 were awarded to 247 students, while college bursaries amounting to Kshs 24,037,653 were disbursed to students in colleges and universities.

Some of the projects that we successfully implemented in the year are as follows:

Fig. 1 CONSTRUCTION OF ADMINISTRATION BLOCK AT KOYONZO CHIEFS OFFICE



FIG 2. COMPLETION OF ADMISSION BLOCK AT NAMALASIRE PRIMAY SCHOOL



FIG. 3 CONSTRUCTION OF 1 CLASSROOM AT MATUNGU SPECIAL SCHOOL



FIG. 4 CONSTRUCTION OF 1 CLASSROOM TO COMPLETION AT EMANANI MUSLIM SECONDARY SCHOOL- HIGH IMPACT



Fig. 5 CONSTRUCTION OF MODERN KITCHEN AT MAKUNDA SECONDARY SCHOOL ON GOING AT 95 % COMPLETION

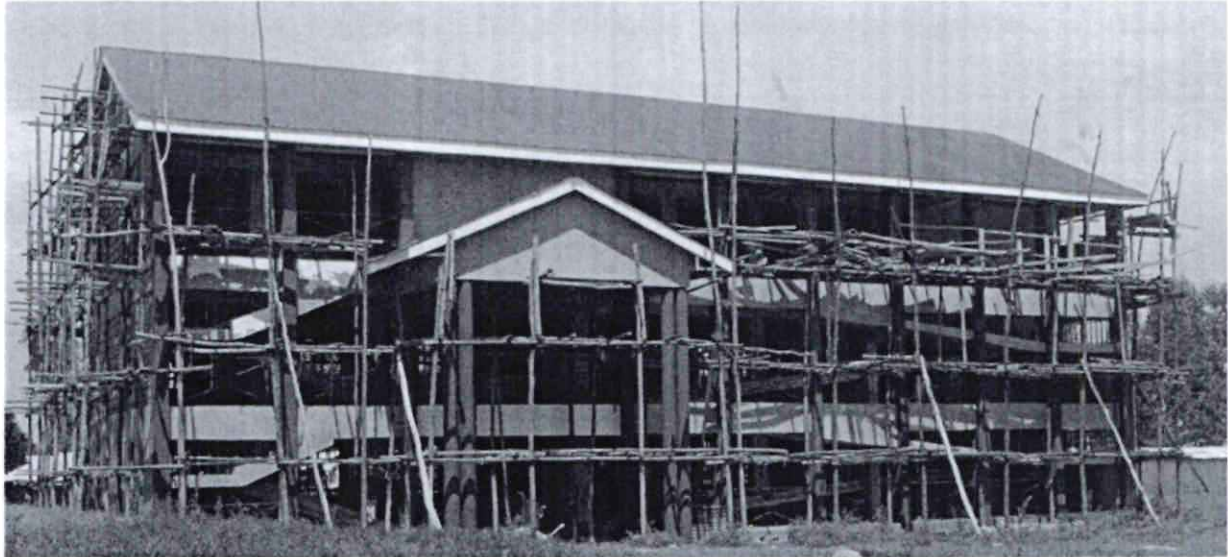


FIG. 6 CONSTRUCTION OF MATUNGU KMTC ONGOING AT 85% COMPLETION LEVEL

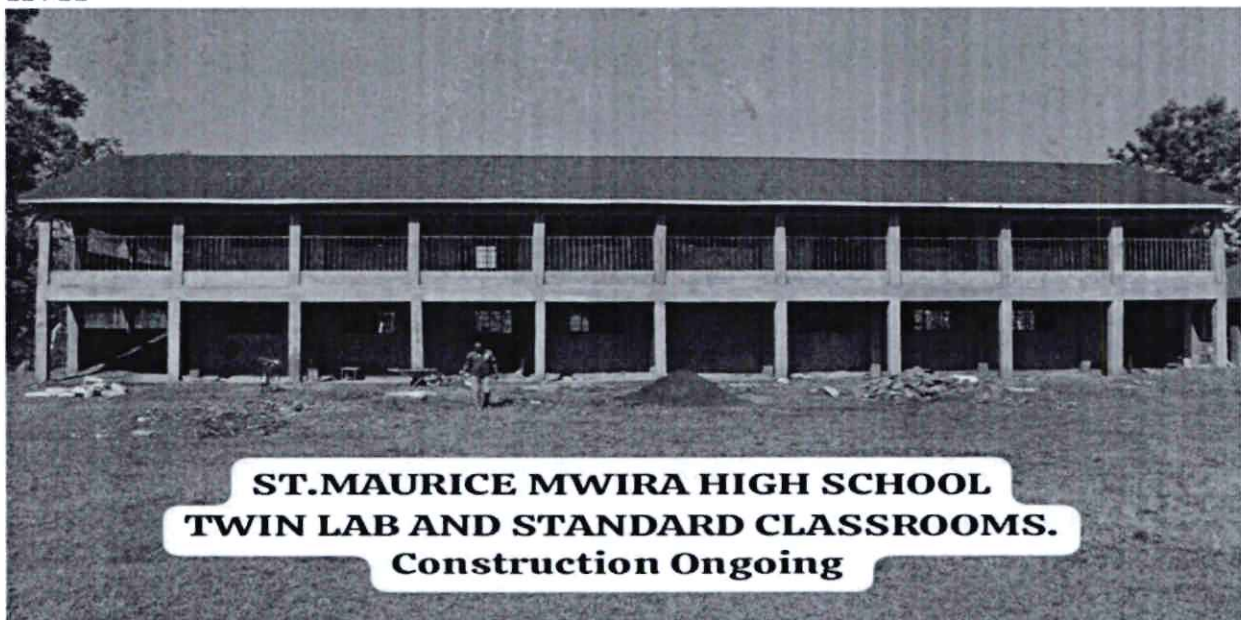


FIG. 5 CONSTRUCTION OF TWIN LABORATORY AT ST. MAURICE MWIRA SECONDARY SCHOOL AT 75% COMPLETION LEVEL

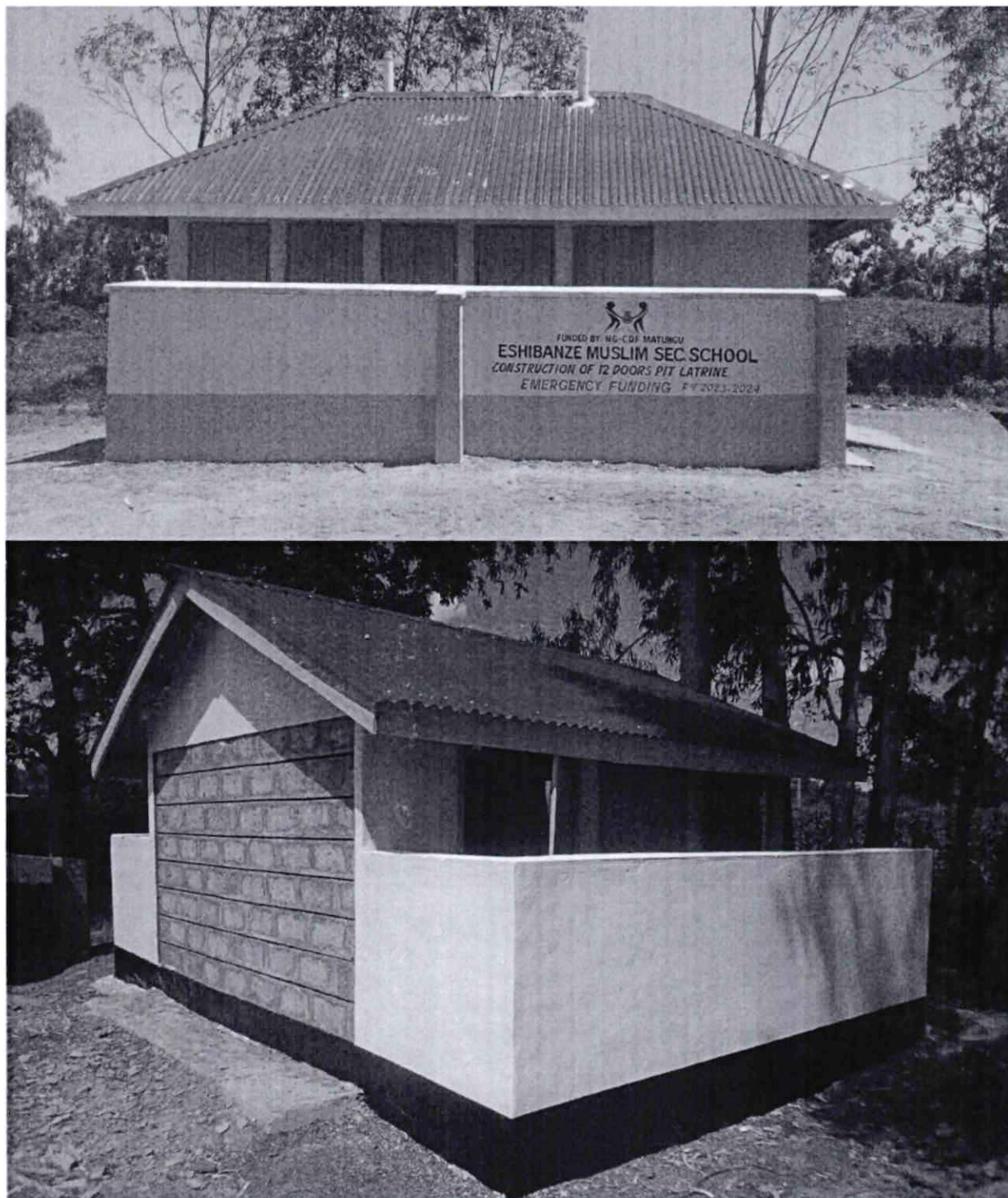


FIG.6. CONSTRUCTION OF 6 DOOR PIT LATRINE AT MWIRA PRIMARY SCHOOL ON-GOING

Emerging Issues

Several issues have emerged that could potentially impact the operations and effectiveness of the NGCDF. The persistent calls by civil society for the disbandment of the NGCDF, despite its numerous achievements, have created uncertainty among stakeholders. Additionally, negative media coverage has, at times, overshadowed the positive impact of our projects. Another critical issue is the limited scope of the current NGCDF Act, which restricts funding to projects under the National Government's purview, leaving out essential community-based initiatives.

Implementation Challenges and Way Forward

A significant challenge faced was the delayed disbursement of Kshs 60,198,853 from the NGCDF Board, which hindered the full implementation of planned projects. To mitigate this, we are actively engaging with the Board to ensure timely release of funds in the future. The rising costs of goods and services posed another challenge, impacting project budgets. To address this, we are exploring options for bulk purchasing and negotiating better rates with suppliers.

The NGCDF Secretariat also faced challenges related to project management capacity. To overcome this, we conducted various training programs for NGCDF staff, committees, and Project Management Committees (PMCs) to enhance their skills in project supervision and management. We will continue to invest in capacity building to ensure that our teams are well-equipped to handle the expanding scope of work.

Challenges and Way Forward

The main challenge faced during the 2023/2024 financial year was the delayed disbursement of funds, which affected project implementation timelines and overall budget utilization. Political rivalries at the local level also hindered the smooth execution and prioritization of some projects. The ongoing infrastructure gaps resulting from the implementation of the Competency-Based Curriculum (CBC) have further strained resources, highlighting the urgent need for additional classrooms to meet new educational demands.

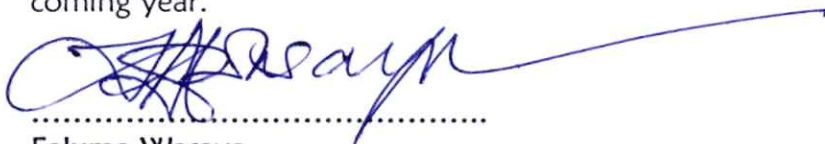
Way Forward: To address these challenges, we are engaging with the NGCDF Board and other relevant authorities to ensure timely disbursement of funds. We are also strengthening our stakeholder engagement efforts to reduce political interference and foster a collaborative approach to project planning and execution. Additionally, we are exploring innovative funding solutions and partnerships to accelerate the development of school infrastructure, particularly to meet the CBC requirements.

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Outlook for 2024/2025

The 2024/2025 financial year presents an opportunity to build on the gains made in 2023/2024. Our focus will be on the completion of flagship projects, including the construction of Completion of Deputy County Commissioners Office, construction of Chief's Office and ICT Hub at Matungu and the 100-capacity female dormitory at Khalaba Secondary School and Construction of Matungu Technical Training Institute. We also plan to expand the bursary program to support schools in acquiring learning materials and facilitating a constituency stakeholders and education day.

In conclusion, the Matungu NGCDF remains committed to fostering sustainable development in our community. We are encouraged by the continued support from our partners and stakeholders, and we look forward to achieving even greater success in the coming year.



.....
Faluma Wasaya
Chairman NGCDF Committee

4. Statement of Performance against Predetermined Objectives for FY 2023/24

Introduction

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

The key development objectives of the **NGCDF Matungu Constituency 2023-2028** plan are to:

- i. To improve academic performance in schools
- ii. To support skilling of youths for improved youth employment
- iii. To improve security service delivery
- iv. To nurture sporting talents of out of school youths
- v. To increase mitigate land degradation
- vi. To ensure prudent and sustainable utilization of the Fund

Progress on the attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to	number of usable physical infrastructure build	In FY 2023/24 we built 7 primary Schools and 5 Secondary Schools

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

Annual Report and Financial Statements for The Year Ended June 30, 2024

Constituency Sector	Objective	Outcome	Indicator	Performance
		secondary schools and tertiary institutions	in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels	The total numbers of beneficiaries of Bursaries 11,682 being 6302 Male and 5380 female students in both secondary and tertiary institution respectively.
Security	To harness youth talent and empower them	Increased campaign on drugs and substance abuse, HIV and AIDS Awareness among the youth on establishment of youth groups	No. Of campaigns held, number of awareness forums held and amount of funds voted Construction of Police Posts	There is on-going construction of Matungu DCC Office , built two more police post at Indangalasia Police Post and Koyonzo Chiefs Office
o	To promote environmental sustainability in constituency	Increase number of trees planted that improve water catchment areas.	Number of trees planted Construction of Pit Latrines in all Public Learning institutions	The total numbers of trees planted were 1700 seedlings in 17 primary schools.
Sports	To harness youth talent and empowerment	To increase youth talents and empowerment through different sports activities	Different sporting activities	Western soccer tournament was carried 32 teams Participated
Emergency	To cater for any unforeseen occurrences in the constituency.	Increased funds for unforeseen activities	Number of cases assisted	We renovated 4 classrooms at Lunganyiro Primary School, Constructed 2 Classrooms at Emabolo Primary School which collapsed

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Constituency Sector	Objective	Outcome	Indicator	Performance
				after heavy down pour, ka primary School, And also constructed 10 doors pit latrine at Eshibanze Muslim secondary school

5. Governance Statement

a. NG-CDFC process of appointment

Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NG-CDF) Act state that:

- i) There is established a National Government Constituency Development Fund Committee for every constituency.
- ii) Constituency Committee Shall comprise of;
 - a) The national government official responsible for co-ordination of national government functions.
 - b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
 - c) two women nominated in accordance with subsection (3) one of Whom shall be a youth at the date of appointment;
 - d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
 - e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - g) one member co-opted by the Board in accordance with regulations made by the Board
- iii) The seven persons referred to in sub-section (2) (b), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
- iv) The names of the persons selected under sub-section (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazetement by the board.

The current NGCDFC members were gazetted in December 22, 2022 and the first meeting was held in December 28, 2022.

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

The persons appointed are drawn from different groupings as follows:

NO	NAME	CATEGORY	Date of Appointment	WARD	Position
1.	Faluma Wasaya	Man (Adult)	22 nd Dec 2022	Mayoni	Chairperson
2.	Juvenalis Muroho	Man (Youth)	22 nd Dec 2022	Namamali	Member
3.	Francisca Wabuyabo	Woman (Adult)	22 nd Dec 2022	Namamali	Member
4.	Nancy Mukeyah	Woman (Youth)	22 nd Dec 2022	Kholera	Member
5.	Rose Makokha	Representative of Persons with Disability	22 nd Dec 2022	Khalaba	Member
6.	Michael Watako	Constituency Nominee (Male)	22 nd Dec 2022	Namamali	Secretary
7.	Alice Were	Constituency Nominee (Female)	22 nd Dec 2022	Koyonzo	Member
8.	Josephine Shisoka	NGCDF Board Co-opted	22 nd Dec 2022	Namamali	Member
9.	Christine Kimaeti	Deputy County Commissioner			Member
10.	Mary Mwaki	Fund Account Manager			Member

b. NG-CDFC Tenure

Section 43(8) of the NGCDF Act 2015 provides that the term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

c. The Role of the Constituency Committee

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

The roles and functions of NG-CDFC are as follows; -

- a) Build the capacity of project management committees and Committee.
- b) Sensitize the Community on the operations of the Fund;
- c) Consider all project proposals from all wards in the constituency and any other projects which a constituency committee considers beneficial to the Constituency;

- d) Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;1956 - Kenya Subsidiary Legislation, 2016
- e) Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans; in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;
- f) Rank projects proposals in order of priority while ensuring that on-going projects take precedence;
- g) Ensure that all projects receive adequate funding and are completed within three years;
- h) where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;

d. Removal of NG-CDFC Members

A member holding a position within the NG-CDFC can be relieved of their duties for any of the subsequent reasons, either individually or in combination: Absence of integrity, Severe misconduct, misappropriation of public funds, tarnishing the committee's reputation through inappropriate personal behaviour in public, advocating unethical behaviours, creating discord within the committee, Suffering from a physical or mental ailment, Misusing funds, or any other valid and justifiable cause.

e. Induction and Training of NG-CDFC Members:

In the year 2023/2024, the entity conducted capacity building for the NGCDF Committees in June 2024 at Star backs Hotel, Eldoret. The training focused on enhancing committee's knowledge in key areas critical to effective fund management, governance, and operational efficiency. Key topics included an

overview of the NGCDF Act and its regulations, construction management, project cycle management, financial management under the PFM Act, and performance contracting.

The training emphasized the importance of gender mainstreaming, environmental and disaster management, audits and risk management, quality management systems, and compliance with procurement laws. Additionally, the program addressed human resource management, taxation and statutory requirements, governance, integrity, corruption prevention, communication linkages with stakeholders, and safeguarding NGCDF funds. The comprehensive training aimed to equip committee members with the skills necessary to manage NGCDF projects effectively while ensuring transparency, accountability, and adherence to statutory guidelines.

f. Number of meetings;

NG-CDF Act Section 43 (11) stipulates that NG-CDFC shall have a maximum of twenty-four meetings per year and not less than twelve including sub-committee meetings.

In Matungu Constituency, the NG-CDF Committee conducted 16 meetings in the financial 2023-2024

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

NAME OF COMMITTEE MEMBER																
	1.	Faluma Wasaya	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
2.	Michael Watako	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
3.	Francisca Wabuyabo	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
4.	Nancy Mukaya	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
5.	Juvenalis Mutayi	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
6.	Rose Makokha	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
7.	Alice Were	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
8.	Josphine Shisoka	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓
9.	Ronald Enyakasi	✓	x	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	x	✓	✓
10.	Mary Mwaki	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓	✓

g. Remuneration Rates

Members of the NG-CDF Committee receive compensation in accordance with the directives established by both the NGCDF Board and the Salaries and Remuneration Commission (SRC). Presently, committee members are eligible to receive a sitting allowance of Kshs 5,000 per session, while the chairperson is entitled to Kshs 7,000 per session.

Remuneration for Constituency staff is derived from the allocation designated for office administration, and this is done in alignment with the stipulations outlined by the SRC, NGCDF Board, and the Employment Act of 2007. It is important to note that all payments are subject to the prevailing tax laws and other mandatory deductions as per statutory regulations.

h. Policy on conflict of interest

Matungu NGCDF requires all individuals associated with our organization to promptly and openly disclose any conflicts of interest that may arise in the course of their duties. Such disclosures are crucial to maintaining the integrity and impartiality of our decision-making processes, ensuring transparency, and upholding the highest standards of ethics and accountability. All disclosures shall be to the Fund Account Manager and the Chairman of the Committee

In line with our dedication to transparency, integrity, and the highest ethical standards, it is essential that all committee members and staff within our organization disclose any potential conflicts of interest that may arise during the course of their responsibilities. This act of disclosure is crucial to guarantee that our decision-making processes remain impartial, equitable, and in the best interests of our constituents and stakeholders. By promptly identifying and addressing conflicts of interest, we demonstrate our commitment to preserving the trust vested in us by the community we serve and upholding our organization's credibility.

Moreover, ethical conduct stands as a fundamental pillar of our organization's mission, and we anticipate all committee members and staff to strictly adhere to a code of ethics in the execution of their professional duties. This commitment encompasses the preservation of confidentiality, avoidance of any actions that could jeopardize our organization's integrity, and the enactment of behaviours that align with our core values. Our unwavering dedication to ethical behaviour not only reinforces our

standing but also ensures that our actions consistently conform to the principles of equity, accountability, and responsibility that serve as the foundation of our work.

i. Succession plan

Vacancies arising as a result of the removal or end of tenure of the members of the Constituency Committee, the vacancy shall be filled in the manner set out in section 43 and minutes of the meeting shall indicate the fact of the removal or appointment of members.

j. ethics and Conduct

During the training, members were also taken through chapter six of the constitution on ethical issues and how they are supposed to conduct themselves during the process of management of fund.

k. Risk Management:

As part of the training organized by the NG-CDF Board, committee members were educated on the intricacies of risk management, equipping them with the skills necessary to address risks at the constituency level. Recognizing that risk management is an essential component of sound governance and exemplary management practices within the constituency.

Moreover, the committee was informed that the Risk Policy underscores NG-CDF's commitment to cultivating a risk-aware culture that promotes deliberate and proactive risk management, aligned with NG-CDF's strategic objectives. Specific examples of identified risks and their corresponding management responses were also provided

6. Environmental and Sustainability Reporting

1. Sustainability strategy and profile -

To ensure sustainability of Matungu NG CDF, the committee funds the following key sectors with the following sustainable priorities.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 23/24 has been a challenging

year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- a) Matungu NGCDF initiated projects in waste management to address the pressing sanitation needs by construction of pit latrines in various schools and installation of solar power to improve security in learning institutions. During the reviewed year, our organization successfully completed the construction of 12 door toilet facilities in various institutions.
- b) As part of our planned activities for the fiscal year, the Entity had intended to organize a sports tournament and use the opportunity to undertake tree planting. However, the NGCDF Act was amended and as such, the entity could not undertake sporting activities, addition in the planned activities for the year Matungu NGCDF intent to plant tree seedlings in 10 schools and installation of Solar Power energy in various learning institutions.

3. Employee Welfare

We invest in providing the best working environment for our employees. Matungu Constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Matungu Constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market Place Practices

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements

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

6. Public Participation in Project Identification and Implementation and Monitoring

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

7. Public participation

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

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

8. Public Awareness

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

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



.....
Mary Mwaki
Fund Account Manager.

9 .Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Matungu 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, 2024. 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.

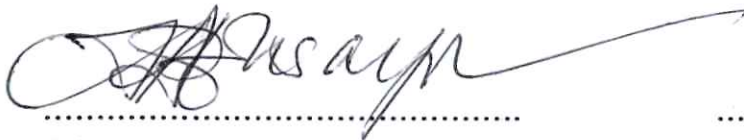
The Accounting Officer in charge of the NGCDF-Matungu Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2024, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Matungu Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

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

Approval of the financial statements

The NGCDF- Matungu Constituency financial statements were approved and signed by the Accounting Officer on 20/9/ 2024.



.....
Faluma Wasaya
Chairman – NGCDF Committee

.....
Mary Mwaki
Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

Enhancing Accountability

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2024

PREAMBLE

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

- A. Report on 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 the 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 the 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, risk management environment and internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

A Qualified Opinion is issued when the Auditor-General concludes that, except for material misstatements noted, the financial statements are fairly presented in accordance with the applicable financial reporting framework. The Report on Financial Statements should be read together with the Report on Lawfulness and Effectiveness in the Use of Public Resources, and the Report on Effectiveness of Internal Controls, Risk Management and Governance.

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 – Matungu Constituency set out on pages 1 to 55,

Report of the Auditor-General on National Government Constituencies Development Fund - Matungu Constituency for the year ended 30 June, 2024

comprise the statement of assets and liabilities as at 30 June, 2024, statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Matungu Constituency as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 (Amended 2022) and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Unsupported Payment of Bursaries

The statement of receipts and payments reflect other grants and transfers amounting to Kshs.90,350,628 as disclosed in Note 8 to the financial statements. The amount includes payments of bursaries to secondary schools and tertiary institutions amounting to Kshs.31,938,749 and Kshs.34,921,549 respectively. However, supporting schedules with the names of student beneficiaries and the miscellaneous receipts and acknowledgement letters from the beneficiary institutions for payments of Kshs.12,026,000 were not provided for audit review.

In the circumstances, the accuracy and completeness of other grants and transfers amounting to Kshs.90,350,628 could not be confirmed.

The audit was conducted in accordance with International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund – Matungu Constituency Management in accordance with ISSAI 130 on the 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

Budgetary Control and Performance

The summary statement of appropriation reflects final revenue budget and actual amounts on comparable basis of Kshs.315,791,782 and Kshs.242,539,639 respectively, resulting to under-funding of Kshs.73,252,143 or 23% of the budget. Similarly, the Fund spent Kshs.215,057,036 against actual budget of Kshs.242,539,639 resulting to underutilization of Kshs.27,482,603 or 11% of the budget.

In the circumstances, the under-funding and under-expenditure affected the planned activities and may have impacted negatively on the implementation of the Fund's programs.

My opinion is not modified in respect of this matter.

Key Audit Matters

Key audit matters are those matters that, in my professional judgement, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

Unresolved Prior Year Matters

In the report for the previous year, several issues were raised under Report on the Financial Statements, and Report on Lawfulness and Effectiveness in use of Public Resources. However, the issues had not been resolved as at 30 June, 2024 and Management did not provide satisfactory reasons for the delay in resolving the issues.

Other Information

The Management is responsible for the other information set out on page iii to xxxi which comprise of Key Entity Information and Management, Chairman's Report, Statement of Performance Against Predetermined Objectives, Governance Statement, Environmental and Sustainability Reporting, and Statement of Management Responsibilities. The Other Information does not include the financial statements and my audit report thereon.

In connection with my audit on the Fund's financial statements, my responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information I am required to report that fact. I have nothing to report in this regard.

My opinion on the financial statements does not cover the Other Information and accordingly, I do not express an audit opinion or any form of assurance conclusion thereon.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE 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 3000 and ISSAI 4000. The standards require 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 comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of the 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using 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 comply 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

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. 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 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 conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not 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 addition, I consider the entity's control environment 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.

Further, I am required to submit the audit report in accordance with Article 229(7) of the Constitution.

Detailed description of my responsibilities for the audit is located at the Office of the Auditor-General's website at: <https://www.oagkenya.go.ke/auditor-generals-responsibilities-for-audit/>. This description forms part of my auditor's report.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

31 December, 2024

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

9. Statement of Receipts and Payments for the Year Ended 30th June 2024

	Note	2023/2024	2022/2023
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	193,476,482	106,835,809
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	32,000
TOTAL RECEIPTS		193,476,482	106,867,809
PAYMENTS			
Compensation of employees	4	4,892,237	2,563,310
Committee expenses	5	4,792,438	6,443,774
Use of goods and services	6	6,732,069	4,928,042
Transfers to Other Government Units	7	104,739,872	49,533,946
Other grants and transfers	8	90,350,628	37,379,381
Acquisition of Assets	9	506,264	-
Other Payments	10	3,043,528	-
TOTAL PAYMENTS		215,057,036	100,848,453
SURPLUS/DEFICIT		(21,580,554)	6,019,356

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

The Constituency financial statements were approved by the NGCDFC on 20/9/2024 and signed by:

Chairman NG-CDF
Committee
Faluma Wasaya

Fund Accountant Manager
Mary Mwaki

National Sub-County
Accountant
Abel Manoti Onchiri
ICPAK M/No: 17633

National Government Constituencies Development Fund (NGCDF)
 Matungu Constituency
 Annual Report and Financial Statements for The Year Ended June 30, 2024

II. Statement of Assets and Liabilities as at 30th June, 2024

	Note	2023/2024	Insert Comparative FY
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	11A	28,649,992	49,063,158
Cash Balances (cash at hand)	11B	-	-
Total Cash and Cash Equivalents		28,649,992	49,063,158
Accounts Receivable			
Outstanding Imprests	12	-	-
TOTAL FINANCIAL ASSETS		28,649,992	49,063,158
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	13	-	-
Gratuity	14	1,167,389	-
NET FINANCIAL ASSETS		27,482,603	49,063,158
REPRESENTED BY			
Fund Balance b/fwd 1 ST July.....	15	49,063,157	43,043,803
Prior year Adjustment	16	-	-
Surplus/Deficit for the year		21,580,554	6,019,356
NET FINANCIAL POSITION		27,482,603	49,063,159

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NG CDFC on 20/9/2024 and signed by:

Chairman NG-CDF
 Committee

Faluma Wasaya

Fund Accountant Manager

Mary Mwaki

National Sub-County
 Accountant
 Abel Manoti Onchiri
 ICPAK M/No: 17633

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

11. Statement of Cash Flows for the Year Ended 30th June 2024

	Notes	2023/2024	2022/2023
		Kshs	Kshs
STATEMENT OF CASH FLOW			
		2023-2024	2022-2023
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	193,476,482	106,835,809
Other Receipts	3	-	32,000
		193,476,482	106,867,809
Payments for operating activities			
Compensation of Employees	4	4,892,237	2,563,310
Committee expenses	5	4,792,438	6,443,774
Use of goods and services	6	6,732,069	4,928,042
Transfers to Other Government Units	7	104,739,872	49,533,946
Other grants and transfers	8	90,350,628	37,379,381
Other Payments	10	3,043,528	-
		214,550,772	100,848,453
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	1,167,389	-
Prior year Adjustments	16	-	-
Net Adjustments		1,167,389	-
Net cash flow from operating activities		(19,906,901)	6,019,356
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(506,264)	-
Net cash flows from Investing Activities		(506,264)	-
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	11	49,063,159	43,043,803
Cash and cash equivalent at END of the year		28,649,994	49,063,159

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

12. Summary Statement of Appropriation for the Year Ended 30th June 2024

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2023/2024	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2023/2024	2023/2024		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NG-CDF Board	193,252,143	49,063,157	73,476,482	315,791,782	242,539,639	73,252,143	77%
Proceeds from Sale of Assets	-	-	-	-	-	-	0%
Other Receipts	-	-	-	-	-	-	0%
TOTAL RECEIPTS	193,252,143	49,063,157	73,476,482	315,791,782	242,539,639	73,252,143	77%
PAYMENTS							
Compensation of Employees	2,828,393	3,356,751	-	6,185,144	4,892,237	1,292,907	79%
Committee expenses	5,656,000	1,308,461	-	6,964,461	4,792,438	2,172,023	69%
Use of goods and services	6,056,010	3,505,012	-	9,561,022	6,732,069	2,828,953	70%
Transfers to Other Government Units	103,689,052	36,303,309	52,427,545	192,419,906	104,739,872	87,680,034	54%
Other grants and transfers	71,279,564	4,236,624	11,406,701	86,922,889	90,350,628	(3,427,739)	104%
Acquisition of Assets	220,000	-	300,000	520,000	506,264	13,736	97%
Other Payments	3,523,124	-	7,978,372	11,501,496	3,043,528	8,457,968	26%
Funds pending approval	-	353,000	1,363,865	1,716,865	-	1,716,865	0%
TOTAL	193,252,143	49,063,157	73,476,482	315,791,782	215,057,036	100,734,746	68%

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

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Explanatory Notes.

- i. The entity's total budget was Kshs 270,114,388 which is made up of approved allocation of Kshs 179,198,853 for the 2023/2024, Opening Balances of Kshs 35,593,067 and amount owing from the NGCDF Board as at July 1, 2023 of Kshs 55,322,468.
- ii. The compensation of employee's utilization stood at 58%, The NGCDF committee had budgeted to employ an additional clerk of works and Procurement Assistant which did not materialize, the transfers to other government entities utilization was at 68% and other grants and transfers at 84% due to delayed disbursement from the NGCDF Board.
- iii. The utilisation of acquisition assets was at 89%, the entity had budgeted to procure a motorcycle, procure office equipment and undertake solar installation in the year, and this was not achieved due to delay in disbursement of funds by the NGCDF Board.
- iv. The Other Payments was underutilised (44%) due to the delay in implementation of ICT hubs by the entity as a result of non-compliance by the ICT authority and Telkom Kenya in the provision of internet connectivity.
- v. During the year, funds amounting to Kshs 2,537,000 was reallocated from Unutilised emergency funds to Education Bursary while Kshs 5,140,000 to procure NGCDF Vehicle as follows (Kshs 2,000,000 from Tertiary Institutions, Kshs 1,855,907 from sports and Kshs 3,284,093 from Unutilised Emergency Funds.
- vi. Constituency Oversight Committee Expenses of Kshs 669,000 that were unutilised at the start of the period has been expended under committee expenses in the new template.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	100,734,747
Less undisbursed funds receivable from the Board as at 30 th June 2024	73,252,143
	27,482,604
Increase/(decrease) Accounts payable	1,167,389
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 th June 2024	28,649,993

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

13. Budget Execution by Sectors and Projects For The Year Ended 30th June 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,828,393	3,356,751	-	6,185,144	4,892,237	1,292,907
1.2 Committee allowances	2,378,000	47,000	-	2,425,000	3,351,107	(926,107)
1.3 Use of goods and services	4,073,156	3,436,520	-	7,509,676	6,732,069	777,607
Sub-total	9,279,549	6,840,271	-	16,119,820	14,975,413	1,144,407
2.0 Monitoring and evaluation						
2.1 Capacity building	1,190,000	910,661		2,100,661	-	2,100,661
2.2 Committee allowances	2,088,000	350,800		2,438,800	-	2,438,800
2.3 Use of goods and services	1,982,854	68,492		2,051,346		2,051,346
Sub-total	5,260,854	1,329,953	-	6,590,807	-	6,590,807
3.0 Constituency Oversight Committee (Itemize as per budget)						
3.1				-		

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
2.2 Committee allowances	-	-	-	-	1,441,331	(1,441,331)
Sub-total	-	-	-	-	1,441,331	(1,441,331)
4.0 Emergency	9,229,569	277,116	-	-	-	-
4.1 Primary Schools	-	-	-	-	-	-
Eco- Original Limited	-	-	-	-	191,638	(191,638)
Commissioner Of VAT	-	-	-	-	3,362	(3,362)
Emabolo Primary School	-	-	-	-	2,500,000	(2,500,000)
Lunganyiro Primary School	-	-	-	-	1,920,000	(1,920,000)
Namalasire Primary School	-	-	-	-	3,600,000	(3,600,000)
				-	-	-
4.2 Secondary schools				-		-
Eshibanze Muslim Secondary School	-	-	-	-	1,200,000	(1,200,000)
4.3 Tertiary institutions				-		-
4.4 Security projects				-		-
Sub-total	9,229,569	277,116	-	9,506,685	9,415,000	91,685
5.0 Bursary and Social Security						
5.1 Special Schools				-	600,000	(600,000)
5.2 Secondary Schools	35,900,000	505,227	-	36,405,227	31,938,749	4,466,478

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
5.3 Tertiary Institutions	15,000,000	1,452,096	-	16,452,096	34,921,549	(18,469,453)
5.4 Universities	-		-	-	-	-
5.5 Education Support Programmes	600,000	104,000	-	704,000	-	704,000
5.6 Social Security			-	-	-	-
Sub-total	51,500,000	2,061,323	-	53,561,323	67,460,298	(13,898,975)
6.0 Sports						
KFF		1,019,942		1,019,942	1,019,000	942
				-	-	-
Sub-total	-	1,019,942	-	1,019,942	1,019,000	942
7.0 Environment						
Lubanga Primary School	-	-		-		-
Lubanga Primary School	120,000	-		120,000	-	120,000
Nmalasire Primary School	120,000	-		120,000	-	120,000
Mirere Primary School	120,000	-		120,000	-	120,000
Nanyeni Secondary School	120,000	-		120,000	-	120,000
Indangalasia Primary School	120,000	-		120,000	-	120,000
Sayangwe Primary School	120,000	-		120,000	-	120,000
Munanga Primary School	120,000	-		120,000	500,000	(380,000)

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Emurabe Primary School	120,000	-	-	120,000	-	120,000
Ebubambula primary School	120,000	-	-	120,000	-	120,000
Eshikhonesi primary School	120,000	-	-	120,000	-	120,000
Makokhwe Primary School	120,000	-	-	120,000	-	120,000
Musango Primary School	120,000	-	-	120,000	-	120,000
St. Lukes Khabukoshe Sec	95,000	-	-	95,000	-	95,000
Indangalasia Primary School	95,000	-	-	95,000	-	95,000
Itete Primary School	95,000	-	-	95,000	-	95,000
Emanani Muslim Primary	95,000	-	-	95,000	-	95,000
Makokhwe Primary School	95,000	-	-	95,000	-	95,000
Bkosia Primary School	95,000	-	-	95,000	-	95,000
Namamali Muslim Primary	95,000	-	-	95,000	-	95,000
Namalenje Primary School	95,000	-	-	95,000	-	95,000
Okanga Spring	93,750	-	-	93,750	-	93,750
Mungakha Spring	93,750	-	-	93,750	-	93,750
Butokomi Spring	93,750	-	-	93,750	-	93,750
Namasanda Spring	93,750	-	-	93,750	-	93,750
Andandas Spring	93,750	-	-	93,750	-	93,750

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AiA.	Previous Years' Outstanding Disbursements			
Masaba Spring	93,750	-	-	93,750	-	93,750
Kulubi Spring	93,750	-	-	93,750	-	93,750
MARINDA PRIMARY	-	-	-	-	301,752	(301,752)
MWIRA PRIMARY SCHOO	-	-	-	-	600,000	(600,000)
Emanani Spring	93,750	-	-	93,750	-	93,750
Emuberi sec	-	-	-	-	500,000	(500,000)
Sub-total	2,950,000	-	-	2,950,000	1,901,752	1,048,248
8.0 Primary Schools Projects						
(List all the Projects)						
Marinda Primary School.	1,200,000	1,800,000	-	3,000,000	-	3,000,000
Mwira Primary School	4,500,000	600,000	-	5,100,000	-	5,100,000
Marinda Primary School-		600,000	-	600,000	-	600,000
Navunulu Primary School	350,000	1,000,000	-	1,350,000	-	1,350,000
NAVUNULU PR SCHOOL		1,000,000	-	1,000,000	-	1,000,000
Wamukoya Muslim Primary School		1,100,000	-	1,100,000	-	1,100,000
St. Ambrose Eshikonesi Primary School		1,100,000	-	1,100,000	-	1,100,000
Koyonzo Special School	400,000	1,200,000	-	1,600,000	-	1,600,000



National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Eshikhonesi primary School	1,480,000	1,200,000	1,539,440	4,219,440	-	4,219,440
Matungu SDA Primary School	1,480,000	1,200,000	-	2,680,000	-	2,680,000
Bulimbo primary School	1,480,000	1,200,000	-	2,680,000	-	2,680,000
Bulanda Primary School	1,480,000	1,200,000	-	2,680,000	-	2,680,000
Namalenje Primary School	-	1,200,000	-	1,200,000	-	1,200,000
Namasanda Primary	-	1,200,000	-	1,200,000	-	1,200,000
Bulanda Primary School	-	1,200,000	-	1,200,000	-	1,200,000
Emabolo primary School	-	1,500,000	-	1,500,000	-	1,500,000
NAMALASIRE PRIMARY SCHOOL	-	1,500,000	-	1,500,000	-	1,500,000
Soweto Primary School	-	1,600,000	-	1,600,000	-	1,600,000
Chibanga Primary School	-	1,700,000	-	1,700,000	-	1,700,000
Khalaba Primary School	1,000,000	2,000,000	-	3,000,000	-	3,000,000
Khoera Muslim Makunda	-	2,200,000	-	2,200,000	-	2,200,000
Primary School project	-	-	-	-	-	-
Malanga Primary School	300,000	-	-	300,000	-	300,000
Malanga Primary School	600,000	-	-	600,000	-	600,000
Namalasire Primary school.	2,600,000	-	3,500,000	6,100,000	-	6,100,000
Ebutaliko Primary School	2,000,000	-	-	2,000,000	-	2,000,000

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Namamba Primary School	4,500,000	-	-	4,500,000	-	4,500,000
Mungakha Primary School	1,500,000	-	-	1,500,000	-	1,500,000
Kadima Primary School	4,500,000	-	-	4,500,000	-	4,500,000
Suwo Primary School	658,386	-	-	658,386	-	658,386
Imakale primary school	800,000		750,000	1,550,000	-	1,550,000
Khabukoshe primary school	600,000	-	-	600,000	-	600,000
Koynzo Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Mayoni Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Ebusambe Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Mirere Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Eshibanze primary School	1,480,000	-	-	1,480,000	-	1,480,000
Eshirumbwe Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Lunganyiro primary School	1,480,000	-	-	1,480,000	-	1,480,000
Ngairwe Primary School	1,610,333	-	-	1,610,333	-	1,610,333
Suwo Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Namamali Muslim Primary	1,480,000	-	-	1,480,000	-	1,480,000
Ejinja Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Itete Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Busombi primary School	1,480,000	-	-	1,480,000	-	1,480,000

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Ebubambula primary School	1,480,000	-	-	1,480,000	-	1,480,000
Mukhweya Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Lutasio Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Makokhwe Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Musango Primary School	1,480,000	-	-	1,480,000	-	1,480,000
Musango Primary School	1,500,000	-	-	1,500,000	-	1,500,000
Mwira Primary School	1,610,333	-	-	1,610,333	-	1,610,333
Kholera primary School	1,480,000	-	-	1,480,000	-	1,480,000
Mayoni Township Primary School	-	-	900,000	900,000	-	900,000
Sayangwe Primary School	-	-	1,200,000	1,200,000	-	1,200,000
Wamukoya Muslim Primary Sch	-	-	1,100,000	1,100,000	-	1,100,000
Matungu Special School	-	-	1,200,000	1,200,000	-	1,200,000
EMABOLO PRIMARY	-	-	-	-	2,200,000	(2,200,000)
NAMASANDA PRIMARY	-	-	-	-	1,200,000	(1,200,000)
KOYONZO SPECIAL	-	-	-	-	1,200,000	(1,200,000)
BULIMBO PRIMARY	-	-	-	-	1,200,000	(1,200,000)
ESHIKONESI PRIMARY	-	-	-	-	1,200,000	(1,200,000)
MARINDA PRIMARY	-	-	-	-	1,200,000	(1,200,000)

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
NAMALENJE PRIMARY	-	-	-	-	1,200,000	(1,200,000)
MATUNGU SDA SPECIAL	-	-	-	-	1,200,000	(1,200,000)
CHIBANGA PRIMARY	-	-	-	-	1,700,000	(1,700,000)
BULANDA PRIMARY	-	-	-	-	1,200,000	(1,200,000)
NAMALASIRE PRIMARY	-	-	-	-	2,000,000	(2,000,000)
NAMALASIRE PRIMARY SCHOOL	-	-	-	-	1,500,000	(1,500,000)
KHALABA PRIMARY	-	-	-	-	2,000,000	(2,000,000)
MAYONI TOWNSHIP	-	-	-	-	900,000	(900,000)
SAYANGWE PRIMARY	-	-	-	-	1,200,000	(1,200,000)
ST. AMBROSE	-	-	-	-	1,100,000	(1,100,000)
WAMUKOYA MUSLIM	-	-	-	-	1,100,000	(1,100,000)
MARINDA SECONDARY	-	-	-	-	1,000,000	(1,000,000)
MARINDA PRIMARY	-	-	-	-	600,000	(600,000)
IMAKALE PRIMARY	-	-	-	-	800,000	(800,000)
SUWO PRIMARY SCHOOL	-	-	-	-	788,386	(788,386)
KHALABA PRIMARY	-	-	-	-	1,000,000	(1,000,000)
MWIRA PRIMARY SCHOO	-	-	-	-	4,500,000	(4,500,000)
KADIMA PRIMARY	-	-	-	-	4,500,000	(4,500,000)

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
EBUTALIKO PRIMARY	-	-	-	-	2,000,000	(2,000,000)
NAMALASIRE PRIMARY	-	-	-	-	2,600,000	(2,600,000)
KHABUKOSHE PRIMARY	-	-	-	-	600,000	(600,000)
MALANGA PRIMARY	-	-	-	-	600,000	(600,000)
NAMAMBA PRIMARY	-	-	-	-	4,500,000	(4,500,000)
MUSANGO PRIMARY	-	-	-	-	1,500,000	(1,500,000)
MALANGA PRIMARY	-	-	-	-	300,000	(300,000)
KOYONZO PRIMARY	-	-	-	-	1,480,000	(1,480,000)
MIRERE PRIMARY	-	-	-	-	1,480,000	(1,480,000)
SUWO PRIMARY SCHOOL	-	-	-	-	1,480,000	(1,480,000)
	-	-	-	-		
	-	-	-	-		
8.1	-	-	-	-		-
8.2	-	-	-	-		-
8.3	-	-	-	-		-
Sub-total	62,789,052	27,300,000	10,189,440	100,278,492	53,028,386	47,250,106
9.0 Secondary Schools Projects (List all the Projects)						

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Namulungu Muslim Secondary School	-	300,000	-	300,000	-	300,000
Makunda Secondary School	-	600,000	-	600,000	-	600,000
MUKUNYUKU SEC SCHOOL	-	600,000	-	600,000	-	600,000
NYAPORA SEC SCHOOL	-	600,000	-	600,000	-	600,000
St. Agnes Mwira Secondary School	200,000	700,000	1,500,000	2,400,000	-	2,400,000
Namalasire Secondary School	6,000,000	5,200,000	-	11,200,000	-	11,200,000
Marinda Secondary School		1,000,000	-	1,000,000	-	1,000,000
Ebubambula Secondary School	-	-	-	-	-	-
Lubanga Secondary School	1,200,000	-	-	1,200,000	-	1,200,000
Makunda Secondary School	700,000	-	-	700,000	-	700,000
Makunda Secondary School		-	-		-	-
Marinda Secondary School		-	-		-	-
Marinda Seondary School	4,500,000	-	-	4,500,000	-	4,500,000
Mayoni Township Secondary School			3,000,000	3,000,000	-	3,000,000
Munami Secondary School	1,000,000	-	-	1,000,000	-	1,000,000
Munanga Secondary School	400,000	-	-	400,000	-	400,000

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Namulungu Muslim Secondary School	1,000,000	-	1,200,000	2,200,000	-	2,200,000
Namulungu Muslim Sc School		-	-	-	-	-
Nayeni Secondary School	1,200,000	-	-	1,200,000	-	1,200,000
St. Charles Khalaba Sec	4,500,000	-	-	4,500,000	-	4,500,000
St. Francis Shiyabo Secondary School		-	-		-	-
St. Ida Girls Secondary	3,600,000	-	-	3,600,000	-	3,600,000
St. Johns Mukhweya Secondary School	9,600,000		600,000	10,200,000	-	10,200,000
St. Joseph Indangalasian Sec	7,000,000	-	-	7,000,000	-	7,000,000
St. Marks Imakale Secondary School	-	-	-	-	-	-
St. Maurice Mwira Secondary	-	-	3,552,058	3,552,058	-	3,552,058
ST. FRANCIS SHIYABO	-	-	-	-	1,200,000	(1,200,000)
NAMULUNGU MUSLIM	-	-	-	-	1,200,000	(1,200,000)
NAMALASIRE	-	-	-	-	5,200,000	(5,200,000)
ST. MAURICE MWIRA	-	-	-	-	3,652,058	(3,652,058)
ST. JOHNS MUKHWEYA	-	-	-	-	600,000	(600,000)
NAMULUNGU MUSLIM	-	-	-	-	300,000	(300,000)
MAKUNDA SECONDARY	-	-	-	-	600,000	(600,000)

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
ST. AGNES MWIRA GIRLS	-	-	-	-	1,500,000	(1,500,000)
EBUBAMBULA SECONDARY SCHOOL	-	-	-	-	2,600,000	(2,600,000)
NAMALASIRE	-	-	-	-	6,000,000	(6,000,000)
MAKUNDA SECONDARY	-	-	-	-	700,000	(700,000)
MUNAMI SECONDARY	-	-	-	-	1,000,000	(1,000,000)
ST. CHARLES KHALABA	-	-	-	-	4,500,000	(4,500,000)
MARINDA SECONDARY	-	-	-	-	4,500,000	(4,500,000)
ST. AGNES MWIRA GIRLS	-	-	-	-	200,000	(200,000)
ST. MARKS IMAKALE	-	-	-	-	750,000	(750,000)
			-	-		-
			-	-		-
			-	-		-
Sub-total	40,900,000	9,000,000	9,852,058	59,752,058	34,502,058	25,250,000
10.0 Tertiary institutions Projects (List all the Projects)						
10.1				-		-
KMTC Matungu	-	3,309	2,576,619	2,579,928	7,209,428	(4,629,500)
KMTC Matungu	-	-	7,209,428	7,209,428	-	7,209,428

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kibabii University	-	-	2,600,000	2,600,000	-	2,600,000
Kibabii University	-	-	10,000,000	10,000,000	-	10,000,000
Matungu TTI	-	-	10,000,000	10,000,000	10,000,000	-
10.2				-		-
10.3				-		-
Sub-total	-	3,309	32,386,047	32,389,356	17,209,428	15,179,928
11.0 Security Projects						
11.1				-		-
Matungu Deputy Commissioners Office	6,999,995	878,243	6,891,721	14,769,959	6,039,598	8,730,361
Chiefs Office Koyonzo	-	-	2,000,000	2,000,000	2,000,000	-
Indangalasia Police Post	600,000	-	2,514,980	3,114,980	2,514,980	600,000
11.2	-	-	-	-	-	-
11.3	-	-	-	-	-	-
Sub-total	7,599,995	878,243	11,406,701	19,884,939	10,554,578	9,330,361
12.0 Acquisition of assets						
12.1 Motor Vehicles (including motorbikes)	-	-	300,000	300,000	-	300,000
12.2 Construction of CDF office	-		-	-		

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
12.3 Purchase of furniture and equipment	220,000	-	-	220,000	506,264	(286,264)
12.4 Purchase of computers	-			-	-	-
12.5 Purchase of land	-			-	-	-
Sub-total	220,000	-	300,000	520,000	506,264	13,736
13.0 Others						
13.1 Strategic Plan				-		-
13.2 Innovation Hub				-		-
Office renovation	1,950,965	-	3,709,115	5,660,080	-	5,660,080
Strategic Plan	-	-	3,100,000	3,100,000	3,043,528	56,472
13.2 Innovation Hub	1,572,159	-	1,169,257	2,741,416	-	2,741,416
Sub-total	3,523,124	-	7,978,372	11,501,496	3,043,528	8,457,968
13.2						-
Funds pending approval**	-	353,000	1,363,865	1,716,865	-	1,716,865
Sub-total	-	353,000	1,363,865	1,716,865	-	1,716,865
Total	193,252,143	49,063,157	73,476,482	315,791,782	215,057,036	100,734,746

14. 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;

- Receivables that include imprests
- Payables that include 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-Matungu 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. Recognition of Receipts

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

- a) **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.
- b) **Proceeds from the Sale of Assets**
Proceeds from the disposal of assets are recognized as and when cash is received in the constituency account.

c) Other receipts

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

d) 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.

e) 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.

5. Recognition of payments

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

a) Compensation of Employees

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

a) 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.

b) Acquisition of Fixed Assets

The payment on the 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 is provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

6. 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.

7. 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 an insignificant risk of changes in value. Bank account balances include amounts held at various commercial banks at the end of the financial year.

8. Accounts Receivable

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

9. Accounts Payable

For 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 the fulfilment of obligations by the contractor and holding deposits on behalf of third parties. Gratuity earned 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 the National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

10. 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.

11. 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 the NGCDF Act, 2015

12. 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 2024 for the period 1st July 2024 to 30th June 2024 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.

13. Comparative Figures

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

14. 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 2024.

15. Prior Period 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

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restate 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.

16. 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.

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

15. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2023/2024	2022/2023
NGCDF Board	Kshs	Kshs
A888906		8,772,962
B185177		7,000,000
B185363		4,552,847
BB185458		6,000,000
B185458		15,000,000
B185714		5,000,000
B206029		12,000,000
B206477		12,000,000
B205822		15,000,000
B207584		6,510,000
B207727		15,000,000
B214363	46,587,603	
B207727	12,788,879	
B233617	1,500,000	
B225142	30,000,000	
B225406	2,600,000	
B225142	30,000,000	
B226315	10,000,000	
B214835	60,000,000	
TOTAL	193,476,482	106,835,809

2. Proceeds From Sale of Assets

	2023/2024	2022/2023
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

3. Other Receipts

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Interest Received	-	-
Rent	-	-
Receipts from sale of tender documents	-	32,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs account	-	-
Other Receipts Not Classified Elsewhere (<i>specify</i>)	-	-
Total	-	32,000

4. Compensation of Employees

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,225,321	1,998,341
Personal allowances paid as part of salary		
House allowance	128,000	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	1,389,389	523,659
Employer Contributions Compulsory national social security schemes	136,644	41,310
Employer Contributions Compulsory Housing levy	10,183	
Employer contributions to National Industrial Training Authority	2,700	
TOTAL	4,892,237	2,563,310

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

5. Committee Expenses

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
A. NG CDFC		
Sitting allowance	3,304,107	1,751,000
Other committee expenses	47,000	4,692,774
Sub-total	3,351,107	6,443,774
B. Constituency Oversight Committee		
Members allowance	-	-
Other committee expenses	1,441,331	-
Sub-total	1,441,331	-
TOTAL(A+B)	4,792,438	6,443,774

6. Use of Goods and services

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Utilities, supplies and services	153,715	80,320
Communication, supplies and services	672,039	464,205
Domestic travel and subsistence	2,304,757	963,200
Printing, advertising and information supplies & services	223,820	112,792
Rentals of produced assets	-	-
Training expenses	707,092	863,324
Hospitality supplies and services	640,930	312,696
Insurance costs	131,315	-
Specialized materials and services	-	195,638
Office and general supplies and services	799,256	500,000
Fuel, oil & lubricants	517,657	691,176
Bank Charges	86,400	334,600
Other operating expenses	8,000	6,200
Routine maintenance – vehicles and other transport equipment	-	-
Routine maintenance – other assets	369,609	316,672
	117,479	87,219
Total	6,732,069	4,928,042

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

7. Transfer To Other Government Units

Description	2023/2024	2022/2023
	Kshs	Kshs
Transfers To Primary Schools	53,028,386	3,300,000
Transfers To Secondary Schools	34,502,058	31,490,984
Transfers To Tertiary Institutions	17,209,428	14,742,962
Total	104,739,872	49,533,946

8. Other Grants and Other transfers

	2023/2024	2022/2023
	Kshs	Kshs
Bursary – secondary schools	31,938,749	21,353,756
Bursary – tertiary institutions	34,921,549	6,457,144
Bursary – special schools	600,000	696,000
Bursary- education support programmes	-	-
Social Security programmes (NHIF)	-	-
Security projects	10,554,578	-
Sports projects	1,019,000	-
Environment projects	1,901,752	1,513,407
Emergency projects	9,415,000	7,359,074
Roads projects	-	-
Total	90,350,628	37,379,381

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

9. Acquisition of Assets

	2023/2024	2022/2023
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	296,264	-
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment	210,000	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets		
Total	506,264	-

10. Other Payments

	2023/2024	2022/2023
	Kshs	Kshs
Strategic plan	3,043,528	-
ICT Hub	-	-
Others (<i>specify</i>)COC		-
Total	3,043,528	-

11. Cash and Cash Equivalents

Name of Bank and Account No.	2023/2024	2022/2023
	Kshs	Kshs
11A: Bank Accounts (Cash Book Bank Balance)		
<i>Operation account pending closure (Indicate name & account no.)</i> 0680299140869	27,482,603	49,063,158
Equity Bank of Kenya, Equity Branch - 0680299145869 (deposit account)	1,167,389	-
Total	28,649,992	49,063,158

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

11B: Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

12. Outstanding Imprests

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
Mary Mwaki	07/09/2023	350,000.00	350,000.00	-
Mary Mwaki	7/23/2023	100,000.00	100,000.00	-
Mary Mwaki	7/23/2023	44,000.00	44,000.00	-
Mary Mwaki	7/23/2023	82,400.00	82,400.00	-
Mary Mwaki	08/09/2023	26,400.00	26,400.00	-
Mary Mwaki	08/09/2023	596,000.00	596,000.00	-
Mary Mwaki	8/23/2023	114,000.00	114,000.00	-
Mary Mwaki	8/25/2023	100,000.00	100,000.00	-
Mary Mwaki	09/07/2023	374,000.00	374,000.00	-
Mary Mwaki	09/07/2023	262,000.00	262,000.00	-
Mary Mwaki	11/09/2023	93,000.00	93,000.00	-
Mary Mwaki	11/16/2023	61,000.00	61,000.00	-
Mary Mwaki	11/16/2023	141,800.00	141,800.00	-
Mary Mwaki	11/16/2023	26,400.00	26,400.00	-
Mary Mwaki	11/16/2023	320,000.00	320,000.00	-
Mary Mwaki	11/04/2024	30,000.00	30,000.00	-
Mary Mwaki	11/04/2024	62,400.00	62,400.00	-
Mary Mwaki	11/04/2024	100,000.00	100,000.00	-
Mary Mwaki	02/05/2024	264,000.00	264,000.00	-
Mary Mwaki	02/05/2024	65,000.00	65,000.00	-
Mary Mwaki	2/14/2024	151,000.00	151,000.00	-
Mary Mwaki	05/04/2024	164,000.00	164,000.00	-
Mary Mwaki	05/04/2024	100,000.00	100,000.00	-
Mary Mwaki	05/30/2024	92,100.00	92,100.00	-
Mary Mwaki	05/06/2024	100,000.00	100,000.00	-
Mary Mwaki	06/12/2024	66,000.00	66,000.00	-
Total				-

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

13. Retention

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Retention as at 1 st July (A)		
Retention held during the year (B)		
Retention paid during the Year (C)		
Closing Retention as at 30 th June D= A+B-C		

Retentions aging analysis.

	<i>2023/2024</i>	<i>% of the total Retention</i>	<i>2022/2023</i>	<i>% of the total Retention</i>
Under one year				
1-2 years				
2-3 years				
Over 3 years				
Total				

14. Gratuity

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	1,167,389	198,644
Gratuity paid during the Year (C)	-	198,644
Closing Gratuity as at 30 th June D= A+B-C	1,167,389	-

The gratuity due as at close of 2022/2023 of Kshs 185,858 was reported as pending staff payables

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Gratuity aging analysis

	2023/2024	% of the total Gratuity	2022/2023	% of the total Gratuity
Under one year	1,167,389	100		
1-2 years	-	-		
2-3 years	-	-		
Over 3 years	-	-		
Total	1,167,389			

15. Fund Balance B/F

	(1 st July 2024-1)	(1 st July 2024-2)
	Kshs	Kshs
Bank accounts	49,063,157	43,043,803
Cash in hand	-	-
Imprest	-	-
TOTAL	49,063,157	43,043,803
Less		
Payables: - Retention		
Payables - Gratuity		
Fund Balance Brought Forward		

16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements (2022/2023)	Adjustments	Adjusted Balance** BF 2023/2024
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Imprests	-	-	-
Retentions	-	-	-
Gratuity	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

The prior year adjustments of Kshs 192,565 as per audited financial statements of 2022/2023 related to bursary cheques reversed to cashbook in 2022/2023 and not reissued, the same were expenses in 2023/2024.

17. Changes In Accounts Receivable – Outstanding Imprests

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

18. Changes In Accounts Payable – Gratuities and Retentions

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Gratuities and Retentions as at 1 st July (A)	-	-
Gratuities and Retentions held during the year (B)	1,167,389	198,644
Gratuities and Retentions paid during the Year (C)	-	198,644
Closing account payables D= A+B-C	1,167,389	-
Net changes in accounts payables D-A	1,167,389	-

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2023/2024	2022/2023
	Kshs	Kshs
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		
Total		

Aging Analysis for Pending Accounts Payables

	2023/2024	% of the total	2022/2023	% of the total
Under one year	-	-		
1-2 years	-			
2-3 years	-			
Over 3 years	-			
Total	-			

19.2: Pending Staff Payables (See Annex 2)

	2023/2024	2022/2023
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

Aging Analysis for staff Payables

	Insert Current FY	% of the total	Insert Comparative FY	% of the total
Under one year				
1-2 years				
2-3 years				
Over 3 years				
Total				

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

19.3: Unutilized Fund (See Annex 3)

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Compensation of employees	1,292,907	3,436,521
Use of goods and services	2,172,023	1,450,876
Amounts due to other Government entities	2,828,953	2,470,778
Amounts due to other grants and other transfers	87,680,034	76,001,512
Acquisition of assets	(3,427,739)	32,916,899
Other Payments (specify)	13,736	300,000
Oversight Committee Expenses	8,457,968	4,269,257
Funds pending approval	1,716,865	1,892,440
Total	100,734,746	122,738,283

19.4: PMC account balances (See Annex 5)

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
PMC account balances	18,719,408	1,717,316
Total	18,719,408	1,717,316

19.5 Related Party Transactions

	<i>2023/2024</i>	<i>2022/2023</i>
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	3,304,107	1,751,000
Transaction with the NGCDF Board		
Receipts from the NGCDF Board during the year	193,476,482	106,835,809
Total	196,780,589	108,586,809

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2024	Comments
NG-CDFC Staff				
1. 1. Kassim Kulubi	Clerk of Works	1 st February 2023	136,739	Pending Gratuity
2. 2. Norman Opati	Accountant Assistant	1 st February 2023	136,739	Pending Gratuity
3. 3. Fredrick Mwenje	Project Clerk	1 st February 2023	136,739	Pending Gratuity
4. 4. Fredrick Barasa	Front Desk	1 st February 2023	136,739	Pending Gratuity
5. 5. William Luta	Driver	1 st February 2023	96,739	Pending Gratuity
6. 6. Mwanaidi Maloba	Record Officer	1 st February 2023	136,739	Pending Gratuity
7. 7. Milcent Kulubi	ICT Officer	1 st February 2023	96,739	Pending Gratuity
8. 8. Emmaculate Wangeci	Admin. Assistant	1 st February 2023	96,739	Pending Gratuity
9. 9. David Okere	Security	1 st February 2023	96,739	Pending Gratuity
10.10. Mwanaisha Maloba	Office Assistant	1 st February 2023	96,739	Pending Gratuity
Sub-Total				
Grand Total			1,167,389	

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024		2022-2023	
1.1 Compensation of employees	Payment of Staff Salary	1,292,907		3,436,520	
1.3 Use of goods and services	Purchase of Office goods and services	777,607		895,183	
2.1 Capacity building	NGCDFC Capacity building	2,299,304		1,109,304	
2.2 Committee allowances	Payment of Committee sitting Allowances	1,312,693		397,800	
2.3 Use of goods and services	Purchase of Office goods and services	2,051,346		68,492	
Daily Subsistence	NGCDFC Subsistence Allowance	-1,441,331		420,000	
Accommodation- Domestic Travel	Payment of domestic travel			150,000	
Travel Costs	Payment of domestic travel			300,000	
Refined Fuels	Purchase of Motorvehicle fuel			180,876	
Telephone	Purchase office airtime			100,000	
Emergency	Cater unforeseen occurrence in the Constituency	91,655		277,116	
Bursary to. Secondary Schools	Bursary to Secondary Schools	4,466,478		7,473,565	
Bursary to special Schools	Bursary to Special Schools	-600,000		579,878	

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024	2022-2023		
Bursary to Tertiary Institutions	Bursary to needy students in Tertiary Inst	-18,469,453		10,049,765	
Sports	Cater Sports Activities	942		1,019,942	
Environment	Cater for Environment Activities			3,454,667	
Lubanga Primary School	Cater for Environment Activities	1,457			
Lubanga Primary School	Installation of Solar Lights	120,000			
Nmalasire Primary School	Installation of Solar Lights	120,000			
Mirere Primary School	Installation of Solar Lights	120,000			
Nanyeni Secondary School	Installation of Solar Lights Installation of Solar Lights Installation of Solar Lights	120,000			
Indangalasia Primary School	Installation of Solar Lights	120,000			
Sayangwe Primary School	Installation of Solar Lights	120,000			
Munanga Primary School	Installation of Solar Lights	(380,000)			
Emurabe Primary School	Installation of Solar Lights	120,000			
Ebubambula primary School	Installation of Solar Lights	120,000			

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024	2022-2023		
Eshikhonesi primary School	Installation of Solar Lights	120,000			
Makokhwe Primary School	Installation of Solar Lights	120,000			
Musango Primary School	Installation of Solar Lights	120,000			
St. Lukes Khabukoshe Sec	Planting of Tree seedlings	95,000			
Indangalasia Primary School	Planting of Tree seedlings	95,000			
Itete Primary School	Planting of Tree seedlings	95,000			
Emanani Muslim Primary	Planting of Tree seedlings	95,000			
Makokhwe Primary School	Planting of Tree seedlings	95,000			
Bkosia Primary School	Planting of Tree seedlings	95,000			
Namamali Muslim Primary	Planting of Tree seedlings	95,000			
Namalenje Primary School	Planting of Tree seedlings	95,000			
Okanga Spring	Protection of Springs	93,750			
Mungakha Spring	Protection of Springs	93,750			
Butokomi Spring	Protection of Springs	93,750			
Namasanda Spring	Protection of Springs	93,750			

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency

Annual Report and Financial Statements for The Year Ended June 30, 2024

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
Andandas Spring	Protection of Springs	93,750		
Masaba Spring	Protection of Springs	93,750		
Kulubi Spring	Protection of Springs	93,750		
Emanani Spring		93,750		
Emuberi sec	Installation of Solar Lights	120,000		
Kibabii University	Project to tertiary institutions	12,600,000		
Matungu KMTC	Project to tertiary institutions			
Primary School Projects			23,800,000	
Marinda Primary School.		3,000,000		
Mwira Primary School		5,100,000		
Marinda Primary School-				
Navunulu Primary School		1,350,000		
NAVUNULU PR SCHOOL		1,000,000		
Wamukoya Muslim Primary School		1,100,000		
St. Ambrose Eshikonesi Primary School		1,100,000		
Koyonzo Special School	Construction of 1 Classroom	1,600,000		

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024	2022-2023		
Eshikhonesi primary School	Construction of 3Classrooms	4,219,440			
Matungu SDA Primary School		2,680,000			
Bulimbo primary School	Construction of 2 Classrooms Construction of 2 Classrooms	2,680,000			
Bulanda Primary School	Construction of 2 Classrooms	2,680,000			
Namalenje Primary School	Construction of 1 Classroom	1,200,000			
Namasanda Primary	Construction of 1 Classroom	1,200,000			
Bulanda Primary School		-			
Emabolo primary School	Construction of 2 Classrooms	1,500,000			
NAMALASIRE PRIMARY SCHOOL		-			
Soweto Primary School	Construction of 1 Classroom	1,600,000			
Chibanga Primary School	Construction of 1 Classroom	1,700,000			
Khalaba Primary School	Renovation of 5 classrooms	3,000,000			
Khoera Muslim Makunda	Construction of 1 classroom	2,200,000			
Primary School project		-			
Malanga Primary School	Completion of Classroom	300,000			

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024	2022-2023		
Malanga Primary School	Construction of 6door Pit Latrine	600,000			
Namalasire Primary school.	Construction of Admin Block & Classrooms	6,100,000			
Ebutaliko Primary School	Renovation of 4Classrooms	2,000,000			
Namamba Primary School	Construction Admin Block	4,500,000			
Mungakha Primary School	Renovation of Admin Block	1,500,000			
Kadima Primary School	Construction of Admin Block	4,500,000			
Suwo Primary School	Construction of 6 door Pit Latrine	658,386			
Imakale primary school	Construction of 1 Classroom	1,550,000			
Khabukoshe primary school	Construction of 6door Pit Latrine	600,000			
Koynzo Primary School	Construction of 1 Classroom	1,480,000			
Mayoni Primary School	Construction of 1 Classroom	1,480,000			
Ebusambe Primary School	Construction of 1 Classroom	1,480,000			
Mirere Primary School	Construction of 1 Classroom	1,480,000			
Eshibanze primary School	Construction of 1 Classroom	1,480,000			
Eshirumbwe Primary School	Construction of 1 Classroom	1,480,000			

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024	2022-2023		
Lunganyiro primary School	Construction of 1 Classroom	1,480,000			
Ngairwe Primary School	Construction of 1 Classroom	1,610,333			
Suwo Primary School	Construction of 1 Classroom	1,480,000			
Namamali Muslim Primary	Construction of 1 Classroom	1,480,000			
Ejinja Primary School	Construction of 1 Classroom	1,480,000			
Itete Primary School	Construction of 1 Classroom	1,480,000			
Busombi primary School	Construction of 1 Classroom	1,480,000			
Ebubambula primary School	Construction of 1 Classroom	1,480,000			
Mukhweya Primary School	Construction of 1 Classroom	1,480,000			
Lutasio Primary School	Construction of 1 Classroom	1,480,000			
Makokhwe Primary School	Construction of 1 Classroom	1,480,000			
Musango Primary School	Construction of 1 Classroom	1,480,000			
Musango Primary School	Construction of 1 Classroom	1,500,000			
Mwira Primary School	Construction of 1 Classroom	1,610,333			
Kholera primary School	Construction of 1 Classroom	1,480,000			

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024	2022-2023		
Mayoni Township Primary School	Renovation of 3 Classrooms	900,000			
Sayangwe Primary School	Construction of 1 Classroom	658,386			
Wamukoya Muslim Primary Sch	Construction of 1 Classroom	1,550,000			
Matungu Special School	Construction of 1 Classroom	600,000			
Secondary School Projects				18,702,058	
Makunda Secondary School	Construction of 6 door Pit Latrine	600,000			
MUKUNYUKU SEC SCHOOL	Construction of 6 door Pit Latrine	600,000			
NYAFORA SEC SCHOOL	Construction of 6 door Pit Latrine	600,000			
St. Agnes Mwira Secondary School	Purchase of 2 acres of Land	2,400,000			
Namalasire Secondary School	Construction of Storey Building Laboratory	11,200,000			
Marinda Secondary School					
Ebubambula Secondary School		-			
Lubanga Secondary School	Construction of 1 Classroom	1,200,000			
Makunda Secondary School	Purchase of Boiler Jikos	700,000			
Makunda Secondary School		-			
Marinda Secondary School		-			

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance		Comments
		2023-2024	2022-2023		
Marinda Seondary School	Construction of Admin Block	4,500,000			
Mayoni Township Secondary School	Construction of 2 Classrooms and Purchase of Land	3,000,000			
Munami Secondary School	Renovation of School Laboratory	1,000,000			
Munanga Secondary School	Completion of 6 door Pit Latrine	400,000			
Namulungu Muslim Secondary School	Completion of Admin Block	2,200,000			
Namulungu Muslim Sc School		-			
Nayeni Secondary School	Construction of 1 Classroom	1,200,000			
St. Charles Khalaba Sec	Construction of Admin Block	4,500,000			
St. Francis Shiyabo Secondary School		-			
St. Ida Girls Secondary	Construction of 3 classrooms'	3,600,000			
St. Johns Mukhweya Secondary School	Purchase of 45 seater Bus	10,200,000			
St. Joseph Indangalasian Sec	Construction of Storey Building	7,000,000			
St. Marks Imakale Secondary School		-			
St. Maurice Mwira Secondary	Completion of Twin Laboratory	3,552,058			

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2023-2024	2022-2023	
Tertiary projects			32,386,047	
KMTC Matungu		7,209,428		
KMTC Matungu		2,600,000		
Kibabii University		10,000,000		
Indangalasia Police Post	Completion of AP Post	600,000		
DCC OFFICE	Construction of DCC Block	8,730,361	11,575,374	
Others Strategic		58,472		
Office renovation	Renovation of NGCDF Office	5,660,080	3,100,000	
13.2 Innovation Hub	Digital Hubs		1,169,257	
Funds pending approval**		1,716,865		
Mungakha Primary School	Completion of Admin Block			
AIA	AIA Pending Approval		1,892,440	
PMC Savings			1,860,440	
Koyonzo Special School	Completion of Land			
Grand Total		100,933,390	122,738,283	

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	20,499,913			20,499,913
Buildings and structures				
Transport equipment	5,700,000	-	-	5,700,000
Office equipment, furniture and fittings	300,000	-	-	300,000
ICT Equipment, Software and Other ICT Assets				
Other Machinery and Equipment	210,000	-	-	210,000
Heritage and cultural assets				
Intangible assets				
Total	26,709,913			26,709,913

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Annex 5 –PMC Bank Balances as at 30th June 2024

NO.	PMC	Account number	Bank	Bank Balance	Bank Balance
				2023-2024	2022-2023
1	Ebutaliko Primary School	0680294289555	Equity	2,019,912	19,912
2	Kadima Primary School	0680294214553	Equity	4,542,568	42,568
3	Koyonzo Primary School	0680264323104	Equity	1,484,025	4,025
4	Khalaba Primary School	0680298971186	Equity	11,418	14,804
	Khabukoshe Primary School	0680293135078	Equity	617,894	17,894
	St. Mathias Kholera Primary School	0680293276852	Equity	-	2,199
	Malanga Primary School	0680299466748	Equity	631,181	1,181
	Mirere Primary School	0680293403940	Equity	1,480,000	42,568
	Suwo Primary School	0680297127052	Equity	1,480,000	207
	Secondary Schools				
16	Namulungu Muslim Secondary School	0680299848382	Equity	1,060	206,567
20	Munami Secondary School	0680293084424	Equity	1,001,663	7,148
21	Namalasire Secondary School	0680294730867	Equity	286,430	631,205
22	Namamba Day Mixed Secondary School	0680294181177	Equity	3,944	3,945
23	St. Charles Khalaba Secondary School	0680294181162	Equity	4,541,076	41,076
24	St. Ida Girls high School	0680282496389	Equity	46,000	46,000
25	St. Johns Mukhweya Secondary School	0680293043463	Equity	19,460	19,460
26	St. Peters Lubanga Secondary School	0680263495304	Equity	1,904	65,684
27	Matungu CDF Office	0680293869150	Equity	4,113	4,113
28	Matungu DCC Office	0680280921926	Equity	546,759	546,759
29	Total			18,719,408	1,717,316

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

*National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024*

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	<p>Unconfirmed expenditures on Bursaries</p> <p>The statement of receipts and payments reflects an amount of Kshs.37,379,381 in respect of other grants and other transfers which, as disclosed in Note 8 to the financial statements, includes Kshs.21,353,756, Kshs.6,457,144 and Kshs.696,000 relating to bursary disbursements to secondary schools, tertiary institutions and special schools respectively. However, copies of receipts and acknowledgement letters from the beneficiary institutions were not provided for audit review and verification.</p> <p>In the circumstances, the propriety, accuracy and completeness of the expenditure of Kshs.2, 410,900 could not be confirmed.</p>	<p>According to the NGCDF Bursary Manual, the Fund Account Manager issued the bursary application forms to the public for applications according to the bursary guidelines, had them duly filled by the applicants, received them back in the office, them and committee vetted and shortlisted. The NG-CDF Committee met to deliberate on bursary payments. The Fund Account Manager then prepared the payment voucher attached with the NG CDFC minutes of resolution and paid. All cheques to distant institutions were sent via Post office service; but those of nearby schools were taken physically. Acknowledgements worth Kshs. 20,600,000 secondary schools and Kshs. 5,800,000 tertiary were received. Acknowledgments are still being received to date; Because bursary payments are done were done in many tranches</p>	Not Resolved	November 2024

**National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2.0	<p>1. Failure to Produce Ownership Documents for Land</p> <p>1.1 Purchase of Land for Wamukoya Muslim Primary School</p> <p>The statement of receipts and payments reflects an amount of Kshs.49, 533,946 in respect of transfers to other Government Units which, as disclosed in Note 7 to the financial statements, includes Kshs.3, 300,000 disbursed to primary schools, out of which, Kshs.600, 000 was transferred to Wamukoya Muslim Primary School for purchase of 1 acre piece of land. However, a search report, valuation report, sale agreement, and title deed were not provided for audit review.</p> <p>In the circumstances, ownership and valuation of the piece of land could not be confirmed.</p>	<p>The amount of Kshs.600, 000 was transferred to Wamukoya Muslim Primary School for the purchase of land. The school had entered into agreement with one of the neighbours for the land sale. However the exchequer took long to fund the process and the seller took it as a breach of Agreement and sold the project to someone else. The school has however identified a different parcel and are still negotiating. The Kshs.600,000 for land purchase are still held in the PMC Account</p>	Not Resolved	November 2024
3.0	<p>1. Budgetary Control and Performance</p>	<p>The budget underutilization by an amount of Kshs.122, 738,283 representing 45%</p>	Not Resolved	

National Government Constituencies Development Fund (NGCDF)
Matungu Constituency
Annual Report and Financial Statements for The Year Ended June 30, 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>The summary statement of appropriation reflects receipts budget and actual on comparable basis amounts of Kshs.223,586,737 and Kshs.150,110,255 respectively, resulting to under-funding of Kshs.73,476,482 or 33% of the budget. Similarly, the statement reflects actual expenditure of Kshs.100, 848,454 against approved budget of Kshs.223, 586,737 resulting to under-performance of Kshs.122, 738,283 or 55% of the budget.</p> <p>The under-funding and under-performance affected the planned activities and may have impacted negatively on services delivery to the public.</p>	<p>budget under-utilization occurred because of the late disbursements from the exchequer to the NGCDF Board.</p>		November 2024
4.0	<p>Delay in Implementation of Projects</p> <p>During the year under review the budgeted implementation projects was Kshs 67,502,172 for 29 projects. However, 2 or 7% of the projects worth Kshs 5,200,000</p>	<p>The delay in implementation of projects was caused by the late disbursement of funds from the exchequer. The funds were later disbursed and projects completed and in use.</p>	Not Resolved	November 2024

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

Annual Report and Financial Statements for The Year Ended June 30, 2024

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>were completed. Twenty two of 76% of the project costing Kshs 53, 252, 172 were ongoing and 5 or 17% of projects amounting to Kshs 9,050,000 had not started. In the circumstances the value for money was not obtained from the ongoing and not started projects.</p>			



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 Mary Mwaki
 Fund Account Manager.

