

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

Hon. Silvanus Oson, MP
Majority party Whip

A. Shubuko **THE AUDITOR-GENERAL**

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND - NAKURU TOWN WEST
CONSTITUENCY**

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



NAKURU TOWN WEST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

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

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

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

Table of Contents

	Page
I. Key Constituency Information and Management.....	ii
II. NG-CDFC Chairman’s Report	vi
III. Statement Of Performance Against Predetermined Objectives for FY2021/22	xi
IV. Environmental and Sustainability Reporting.....	xiii
V. Statement of Management Responsibilities.....	xvii
VI. Report Of the Independent Auditors On The NGCDF- Nakuru Town West Constituency	xix
VII. Statement of Receipts and Payments for the Year Ended 30th June 2022.....	1
VIII. Statement of Assets and Liabilities As At 30 th June, 2022	2
IX. Statement of Cash Flows for the Year Ended 30th June 2022.....	3
X. Summary Statement of Appropriation for the Year Ended 30 th June 2022	4
X. Budget Execution by Sectors and Projects for the Year Ended 30 th June 2022	6
XI. Significant Accounting Policies.....	12
XII. Notes to the Financial Statements	18

I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Nakuru Town West Constituency NGCDF day-to-day management is under the following key organs:

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Faith Kathambi.
2.	Sub-County Accountant	Beatrice Ndege.
3.	Chairman NGCDFC	Wilfred Nyakundi.
4.	Member NGCDFC	Douglas Sengera.

(d) Fiduciary Oversight Arrangements

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

(e) Nakuru Town West Constituency NGCDF Headquarters

P.O. Box 16051
Gilani Street
Kolen Holy Cross Road
Nakuru, KENYA

(f) Nakuru Town West Constituency NGCDF Contacts

Telephone: (254) 722606424
E-mail: cdfnakurutownwest@ngcdf.go.ke
Website: <https://nakurutown-west.ngcdf.go.ke>

(g) Nakuru Town West Constituency NGCDF Bankers

Family Bank
Nakuru finance branch
P.O Box 519-20100
Nakuru.

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC Chairman's Report



Wilfred Omariba Nyakundi

On behalf of the Nakuru Town West NG-CDFC, I would like to give an overview on the operations of our constituency under the financial year 2021/2022

The Nakuru Town West National Government Constituencies Development Fund in the Financial Year 2021/2022 had a total receipt of Kshs.182, 177,758, inclusive of Kshs 45,088,879 from the

Board for Financial Year 2020/2021.

The budget performance for this financial year was comparatively achieved as targeted.

This was achieved even though disbursement of funds from NG-CDF board was done late and at the close of the financial year, all funds had been received from NG-CDF Board. At the close of the Financial Year, not all of the projects allocated funds were complete due to the delay in funds receipt from NG-CDF Board.

NG-CDF has become the backbone in education and Security sector in our constituency. To improve security, we have built and furnished Sub County Police Headquarters, New Police Station, Deputy County Commissioner (DCC) Sub-county headquarters and chiefs/ assistant chief's offices across the constituency in various wards.

NG-CDF has also aided in providing good learning environment by assisting in the construction, furnishing and renovation of classrooms.

Several roads under National Government were also rehabilitated to help ease movement of people, goods and Services.

All the projects funded in the FY 2021/2022 were allocated funds to full completion however funds disbursement delay has delayed implementation of some funded projects to completion as at the close of the Financial Year.

Table of budget performance against actual amounts

NO.	SECTOR	AMOUNT ALLOCATED	ACTUAL PAYMENT
1.	EDUCATION	41,431,010.08	41,431,010
2.	SECURITY	5,000,000	5,000,000
3.	ROADS	17,663,000	17,663,000
4	BURSARY	47,981,107.65	47,981,107
5.	ENVIRONMENT	2,741,777.58	2,741,777
6	SPORT	2,741,777.58	2,741,777

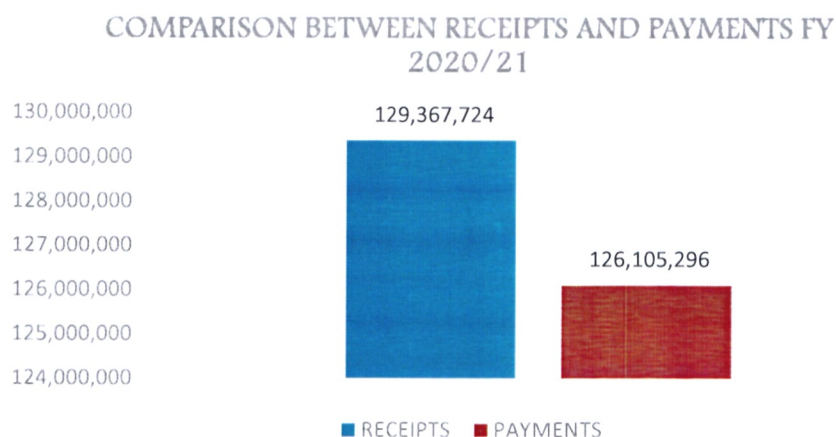
During the financial year under review, NG-CDFC took the issue of Deputy County Commissioner (DCC) Sub-county Headquarter offices furnishing, construction of Public Toilet and installation of water tank as an important project within the constituency. Upon completion, it will enable all departments under Deputy County Commissioner to be housed in one building hence easy access to government services and efficiency in service delivery.

Other areas of key achievements are construction and renovation of classrooms to improve students learning environment which has a bigger impact in learning due to pandemic through creating more learning spaces, helping the government meet the required health standard in line with Covid Social Distant requirement in schools.

At the time of the close of the financial year, all the projects allocated funds had received funds from NG-CDF Board. The on-going projects were being implemented well at a good pace.

GRAPHICAL REPRESENTATION

COMPARISON BETWEEN RECEIPTS AND PAYMENTS IN THE FY 2020/21



COMPARISON BETWEEN RECEIPTS AND PAYMENTS: FY 2020/21 VS FY 2021/2022



NARRATION FROM PROJECT IMPLEMENTATION

During the financial year, the NG-CDF Office took issue of project funding dwelling on the projects falling under security, education, environment, sports and National government roads.

In security sector, Furnishing of two storey Deputy County Commissioner Sub-County Office headquarters fully built by NG-CDF was done and in use to enable the offices be fully used by different departments under Deputy County Commissioner.

In education sector 22 classrooms in 12 schools were fully funded and furnished with 30 lockers each classroom, 23 classrooms renovated in 3 schools, 1 administration block renovated in 1 school and 60 doors toilet construction which 42 doors were for boys and 18 doors for girls with total of 6 doors for PWD.

In Environment sector, construction of 10 door public toilet 1 door PWD, purchase and installation of 3No. 10,000lts water tank at Deputy County Commissioner Sub-County Office headquarters to enable the offices to be fully used.

In roads sector 4 roads under National Government were rehabilitated and fully used by the residents. Few sampled projects are listed

SAMPLE OF THE PROJECTS IMPLEMENTED



Eileen Ngochoch Primary School - Construction of Two classrooms (Complete and Furnished)



Eileen Ngochoch Primary School - Construction of 12 Doors Girls toilet (Complete)



Mwariki Chief/ Ass. Chief Office - Construction of 3 roomed office & Public Toilet(Complete)



Mwariki Primary Primary School - Construction of Two classrooms (Complete and Furnished)

EMERGING ISSUES, CHALLENGES AND RECOMENDATION

NG-CDF has been an important resource to the members of the community. Needy students have benefitted a lot from the bursaries, classrooms renovated and new ones built fully furnished to accommodate students help meet COVID19 requirement on social distance in schools.

The challenges realised were mostly related to delay in disbursement of funds from NG-CDF Board and increase in material prices which greatly impacted on project implementation. It was realised that delay in disbursement of funds lead to delay in completion of some of the projects within the financial year. Increase in material prices also led to project variations leading to reduction of some of the project activities since allocated funds could not fully complete the project as budgeted

There are various challenges associated with the implementation of projects. This relates with project prioritisation considering the amount of funds disbursed by the board in a given time,since the funds are disbursed in tranches, there may be more projects which have agency comparing the funds disbursed. This usually leads to the delay of the projects implementation hence affecting the time when projects will be put into use.

The major challenge is delay and piecemeal disbursement of funds which makes some funded projects implementation not to be fully completed within a financial year.

The committee therefore recommends that full funds disbursement if possible to be done early in the financial year to enable the projects be implemented to completion within the financial year.



.....
Wilfred Omariba Nyakundi

CHAIRMAN NGCDF COMMITTEE

III. Statement Of Performance Against Predetermined Objectives for FY2021/22

Introduction

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

The key development objectives of **Nakuru town West Constituency 2018-2022** plan are to:
(Enumerate all the objectives of the constituency as per the Strategic Plan)

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels	In FY 2021/22 - We increased schools infrastructures through constructing 22 New classrooms Fully furnished, 58 doors toilets and renovation of 56 classrooms in various institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	Enhance security in each and every part of the constituency.	Improvement of security in the constituency. Quick insecurity response by the Police.	Construction of Police Posts/ Stations Construction of Sub-County Headquarters. Furnishing of Police Stations.	In the FY 2021/22. We have increased security through Furnishing of Deputy County Commissioner (DCC) Office, Construction of Mawariki Chief/Assistant chiefs Office, Construction of Public Toilet, purchase and

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

		Reduction of crime rates.	Construction of Assistant Chiefs/chiefs offices.	instalation of Water Tankat Deputy county commissioner (DCC) Sub-County Headquarters
Environment	To ensure better use and management of the environment to serve current and future generation.	Increased tree cover and better climate.	Number of Tree seedling planted in schools. Number of Toilets constructed within the financial year.	In the FY 2021/22. Nakuru Town West Ng-CDF had budgeted to Construct Public Toilet, purchase and instalation of Water Tankat Deputy county commissioner (DCC) Sub-County Headquarters , 58 doors Toilet blocks in various primary schools
Sports	To nature talent and promote social integration in the constituency.	Increase in social integration. Reduction of crime. Improved Cohesion among communities	Number of Tournaments organized and done. Number of sports uniforms distributed to Clubs, Trophies awarded to winning teams.	In the FY 2021/22. We have improved communities integration through clubs participation from preliminary stage to finals, where sports uniforms were awarded to participating and winning teams
Emergency	To cater for any unforeseen occurrence in the constituency during the Financial Year	Prevent, protect against, mitigate, respond to, and recover from the threats and hazards that pose the greatest risk	Number of projects and activities responded to.	In the FY 2021/22. We responded to emergency occurrences through renovation of Collapsed and dilapidated 8 classrooms in Ingobor Primary School, 4 classrooms in Muslim Primary School, Construction of 10 door boys toilet in Muslim primary school to prevent closure of the school by Public Health Office.

IV. Environmental and Sustainability Reporting

Nakuru Town West NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

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

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

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

2. Environmental performance

- Nakuru Town West NG CDF frequently supports students to carry out environmental conservation activities e.g. planting trees once in an academic calendar
- Nakuru Town West NG CDF Sensitizes the youth/ community on the impact of drugs and also constructs police stations to boost security.
- Nakuru Town West NG CDF sponsors sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Nakuru Town West 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-

Nakuru Town West 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-

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

Public Participation in Project Identification and Implementation and Monitoring

Nakuru Town West NG CDF deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans

and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long term, was submitted to the NG CDF Board in accordance with the Act.

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

Nakuru Town West NG CDF during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

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



.....
Name: Faith Kathambi

Fund Account Manager

V. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Nakuru Town West Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Nakuru Town West 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 Nakuru Town West NG CDF 's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Nakuru Town West Constituency further confirms the completeness of the accounting records maintained for Nakuru Town West NG CDF, 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.

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

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



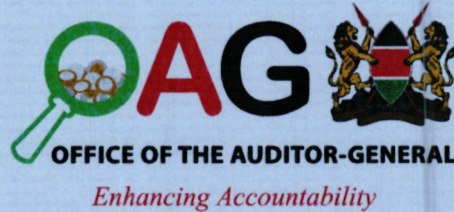
.....
Name: Wilfred Omariba Nyakundi
Chairman- NGCDF Committee



.....
Name: Faith Kathambi
Fund Account Manager

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Nakuru Town West Constituency set out on pages 1 to 35, which comprise of the statement of assets and liabilities as at 30 June, 2022 and

Report of the Auditor General on National Government Constituencies Development Fund – Nakuru Town West Constituency for the year ended 30 June, 2022

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

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position of National Government Constituencies Development Fund - Nakuru Town West Constituency as at 30 June, 2022 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012 of the laws of Kenya.

Basis for Adverse Opinion

1. Variances between the Financial Statements and Ledgers Balances

The financial statements presented for audit had variances of Kshs.1,005,098 between the components shown below and the supporting ledger balances.

S/No.	Details	Note to the Financial Statements	Financial Statements Amount	Ledger Amount	Variance
			Kshs.	Kshs.	Kshs.
1	NG-CDF Basic Staff Salaries	4	2,130,060	2,113,368	16,692
2	House Allowance	4	292,802	290,312	2,490
3	Transport Allowance	4	275,389	273,819	1,570
4	Other Personal Allowances	4	295,748	293,000	2,748
5	Gratuity to Contractual Employees	4	792,098	0	792,098
6	Other Grants and Other Transfers Bursary	6	63,915,400	63,725,900	189,500
	Total		67,701,497	66,696,399	1,005,098

In the circumstances, the accuracy and validity of the financial statement balances could not be confirmed.

2. Unsupported Training Expenses

The statement of receipts and payments reflects use of goods and services totalling to Kshs.8,199,855. The amount includes training expenses amounting to Kshs.1,500,000 as disclosed in Note 5 to the financial statements. However, the training expenses relates to allowances paid to participants who attended various trainings which were not

supported with the list of participants, need assessment, appointment/invitation letter, training programmes, signed attendance register and justification for the allowance.

In the circumstances, the accuracy and completeness of the training expenditure of Kshs.1,500,000 as at 30 June, 2022 could not be confirmed.

3. Unsupported Office and General Supplies and Services

The statement of receipts and payments reflects use of goods and services amounting to Kshs.8,199,855. The amount includes office and general supplies and services expenditure of Kshs.2,230,055 as disclosed in Note 5 to the financial statements. However, the office and general supplies and services expenditure was not supported with delivery notes/ counter receipt vouchers, issue vouchers and stores ledger were not provided for audit verification.

In the circumstances, the accuracy and completeness of the expenditure of Kshs.2,230,055 for office general supplies and services for the year ended 30 June, 2022 could not be confirmed.

4. Unsupported Transfers to Other Government Units

The statement of receipts and payments reflects transfer to other government units amounting to Kshs.62,831,010 as disclosed in Note 6 to the financial statements. However, the tender advertisement, list of prequalified suppliers, inspection and acceptance reports, joint measurements and interim/ completion certificates issued by the inspection and acceptance committee, Project Management Committee (PMC) accounting records including cashbooks, bank statements and expenditure return and evidence that the projects were implemented in consultation with relevant the Government Departments were not provided for audit.

In the circumstances, the accuracy and completeness of the transfer to other Government entities balance of Kshs.62,831,010 for the year ending 30 June, 2022 could not be confirmed

5. Unsupported Bursary Awards

The statement of receipts and payments reflects other grants and transfers totalling to Kshs.100,390,638. The amount includes bursary to Secondary Schools amounting to Kshs.63,414,900, and to Tertiary Institutions amounting to Kshs.500,500 all totalling to Kshs.63,915,400 as disclosed in Note 7 to the financial statements. However, financial returns acknowledging receipts of the funds and confirming that the amounts have been credited to the beneficiaries' fees account were not provided for audit verification. Further, the criteria for vetting the bursary application, vetting committee minutes and names of beneficiaries were not provided for audit verification.

In the circumstances, the validity and transfer of the transfer to other Government entities balance of Kshs.63,915,400 for the year ending 30 June, 2022 could not be confirmed.

6. Unsupported Security Projects Expenditure

The statement of receipts and payments reflects other grants and transfers amounting to Kshs.100,390,638. The amount includes security projects expenditure of Kshs.21,056,895 as disclosed in Note 7 to the financial statements. However, the tender advertisement, list of prequalified suppliers, inspection and acceptance reports, joint measurements and interim/ completion certificates issued by the inspection and acceptance committee, Project Management Committee (PMC) accounting records including cashbooks, bank statements and expenditure return and evidence that the projects were implemented in consultation with relevant Government Departments were not provided for audit verification. Further, the security projects expenditure included provisional sums of Kshs.1,410,000 which had not been accounted for by the Fund.

In the circumstance, the accuracy and completeness of the security project expenditure of Kshs.21,056,638 for the year ending 30 June, 2022 could not be confirmed.

7. Unsupported Sports Projects Expenditure

The statement of receipts and payments reflects other grants and transfers amounting to Kshs.100,390,638. The amount includes environment projects expenditure of Kshs.2,741,778 as disclosed in Note 7 to the financial statements which was incurred on the purchase of sports equipment for self-help groups which was not supported. Further, no explanation was provided for purchasing sport equipment for self-help groups which do not fall under sporting activities. The criteria for identifying the beneficiaries was also not provided for audit verification.

In the circumstances, the validity and accuracy of the environment projects expenditure of Kshs.2,741,778 could not be confirmed.

8. Unsupported Environment Expenditure

The statement of receipts and payments reflects other grants and transfers amounting to Kshs.100,390,638. The amount includes environment projects expenditure of Kshs.5,483,555 as disclosed in Note 7 to the financial statements. However, the tender advertisement, list of prequalified suppliers, inspection and acceptance reports, joint measurements and interim/ completion certificates issued by the inspection and acceptance committee, Project Management Committee (PMC) accounting records including cashbooks, bank statements and expenditure return and evidence that the projects were implemented in consultation with relevant Government Departments were not provided for audit verification. Further, the environment projects expenditure included provisional sums totalling to Kshs.725,000 which were not accounted for.

In the circumstances, the accuracy and completeness of the environmental expenditure amounting to Kshs.5,483,555 for the year ending 30 June, 2022 could not be confirmed.

9. Unsupported Emergency Expenditure

Included in other grants and transfers figure of Kshs.100,390,638 reflected in the statement of receipts and payments is emergency expenditure of Kshs.7,193,010 as shown below and as disclosed in Note 7 to the financial statements:

	Project	Payee	Project Activity	Date	Payment Voucher Number	Cheque Number	Amount (Kshs.)
1	Emergency	Ingobor Primary School	Renovation of 8 classrooms-roofing, Plastering, fixing windows & panes	11-01-22	49	12032	3,600,000
2	Primary School Projects	Muslim Primary School	Re-roofing and renovation of four 4 classrooms	21-03-22	65	12110	1,996,870
3	Primary School Projects	Muslim Primary School	Construction of 10 door Boys Toilet Block	21-03-22	67	12112	1,596,140
			Total				7,193,010

However, the expenditure was not supported. Further, the amount includes Kshs.3,600,000 incurred on the renovation of 8 classrooms at Ingobor Primary School which was not supported with, inspection and acceptance reports, joint measurements and interim/ completion certificates issued by the inspection and acceptance committee, and expenditure returns were not provided for audit verification.

In the circumstance, the validity and accuracy of the emergency expenditure of Kshs.7,193,010 for the year ended 30 June, 2022 could not be confirmed.

10. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents amounting to Kshs.1,957,139 as disclosed in Note 10A to the financial statements. However, review of bank reconciliation revealed that there were payments in bank statement and not in cashbook amounting to Kshs.165,053 which are not supported. Further, the payments of Kshs.165,053 have not been allocated to the vote heads.

In the circumstance, the accuracy and completeness of the cash and cash equivalent balance of Kshs.1,957,139 as at 30 June, 2022 could not be confirmed.

11. Unsupported Project Management Committee (PMC) Bank Balances

The financial statements under Other important disclosures Note 17.4 reflects PMC account balances amounting to Kshs.5,791,277 as further disclosed in Annex 5 to the financial statements. However, PMC bank account cash books, bank statements, bank reconciliations statements, certificate of bank balances and quarterly reports of the Constituency Committee on the status of the project were not provided for audit verification. Further, Annex 5 to the financial statements reflects The PMC account with balances totalling to Kshs.5,541,899 for completed projects which have not been transferred back to the constituency account.

In the circumstance the validity and accuracy of the PMC Bank balances amount of Kshs.5,791,277 could not be confirmed.

12. Unsupported Fixed Assets Balances

The financial statements reflects fixed assets balance of Kshs.2,696,979 as at 30 June, 2022, as per Annex 4. However, the amount differs with the asset register figure of Kshs.2,542,479 resulting in unreconciled and unexplained variance of Kshs.154,500. Further, police report on stolen assets valued at Kshs.408,639 was not provided for audit verification.

In the circumstances, the validity, accuracy, existence and completeness of the fixed assets balance of Kshs.2,542,479 as at 30 June, 2022 could not be confirmed.

13. Inaccuracies in The Financial Statements

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.197,242,346 and Kshs.197,242,346 respectively, indicating a 100% funding. However, the actual receipts on a comparable basis was Kshs.182,177,758 resulting to an unexplained and unreconciled variance of Kshs.15,064,588.

In the circumstances, the validity and accuracy of the summary statement of appropriation amounts could not be confirmed.

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

Key Audit Matters

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

Other Matter

Implementation of Prior Year Auditor's Recommendation

The previous year's audit issues remain unresolved as at 30 June, 2022. Management has not provided reasons for the delay in resolving the prior audit issues. Further, the unresolved prior year issues were not disclosed under the progress on follow up of auditor's recommendation section of the financial statements as required by the Public Sector Accounting Standards Board.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for Adverse Opinion and Basis for Conclusion on

Lawfulness and Effectiveness in Use of Public Resources sections of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Project Verification

During the audit twenty-three (23) projects were verified out of which eleven (11) projects with a total budget of Kshs.28,141,778 had the following anomalies;

	Expenditure Item	Payee	Amount (Kshs.)	Project details	Findings
1	Security	Deputy County Commissioner Headquarters	5,000,000	Purchase of office chairs at DCC'S office.	Furniture estimated at a cost Kshs.1,704,918 was not delivered though paid for.
2	Environment	Deputy Subcounty Headquarters	1,250,000	Purchase and installation of 3 10,000ltrs water tank. Construction of 6 hand wash points for Kshs. 300,000, purchase and installation of water pump Kshs.50,000.	The water tanks were all installed. However, 4 hand wash points were not constructed at a cost of Kshs.200,000.
3	Environment	Deputy Sub-County Headquarters	1,491,778	Construction of 10 doors female, 1 door PWD and male septic toilet block with urinal.	Construction of 10 door toilets was complete and in use. However, 1 door for PWD is not customized for people with disability.
4	Transfer to other Government Entities	Ingobor Primary School	3,600,000	Renovation of 8 classrooms-roofing, Plastering, fixing windows & panes.	The Classrooms is in place and in use. However, there was no ceiling board at a cost of Kshs.336,000.
5	Transfer to other Government Entities	Mogoon Primary School	2,400,000	Construction of two classrooms to completion, Labelling& purchases 80 desks& chairs.	The two classrooms are in place and in use. However, classrooms ceiling was not done Kshs.336,000 and 20 lockers and desks costing Kshs.75,000 were not delivered.
6	Transfer to other Government Entities	Ingobor Primary School	2,400,000	Construction of 2 classrooms to completion, labeling and furnishing with 80 lockers.	The two classrooms are constructed and in use. However, the classrooms ceiling was not done at a cost of Kshs.336,000 and 20 lockers and desks costing Kshs.75,000 were not delivered.
7	Transfer to other Government Entities	Lalwet Primary School	2,400,000	Construction of 2 classrooms to completion, labeling and furnishing with 80 lockers.	The classrooms ceiling was not done, at a cost of Kshs.336,000 and 20 lockers and desks costing Kshs.75,000 were not delivered.
8	Transfer to other Government Entities	Tumaini House Secondary	2,400,000	Construction of 2 classrooms to completion, labeling and furnishing with 80 lockers.	The audit did not identify any work done by the NGCDF since the existing class was labeled MOE 2023. The Lockers and Desks in store were also not labeled.

	Expenditure Item	Payee	Amount (Kshs.)	Project details	Findings
9	Transfer to other Government Entities	Eileen Ngochoch Primary School	2,400,000	Construction of 2 classrooms, labeling and furnishing with 80 lockers.	The two classrooms are constructed and in use, however the ceiling was not done at a cost of Kshs.336,000 and 20 lockers and desks costing Kshs.75,000 were not delivered.
10	Transfer to other Government Entities	Mwariki Primary School	2,400,000	Construction of 2 classrooms to completion, labeling and furnishing with 80 lockers.	The two classrooms are in place and in use, however the ceiling was not done at a cost of Kshs.336,000 and 20 lockers and desks costing Kshs.75,000 were not delivered.
11	Transfer to other Government Entities	Kibowen Komen Primary School	2,400,000	Construction of 2 classrooms to completion, labeling and furnishing with 80 lockers.	The two classrooms are in place and in use, however the ceiling was not done at a cost of Kshs.336,000 and 20 lockers and desks costing Kshs.75,000 were not delivered.
	Total		28,141,778		

In the circumstance, the value for money on the Kshs.28,141,778 spent on the eleven projects could not be confirmed

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, based on the audit procedures performed, I confirm that internal controls, risk management and governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, 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 the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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


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

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

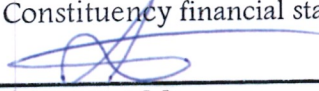
22 September, 2023

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

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	182,177,758	129,367,724
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		182,177,758	129,367,724
Payments			
Compensation Of Employees	4	3,908,498	2,825,220
Use Of Goods and Services	5	8,199,855	9,974,990
Transfers To Other Government Units	6	62,831,010	27,010,898
Other Grants and Transfers	7	100,390,638	69,702,188
Acquisition Of Assets	8	-	400,000
Other Payments	9	19,955,207	16,192,000
Total Payments		195,285,207	126,105,296
Surplus/(Deficit)		(13,107,449)	3,262,428

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

The Constituency financial statements were approved on _____ 2022 and signed by:

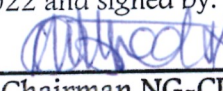

Fund Account Manager

Name: Faith Kathambi


National Accountant

Name: Beatrice Ndege

ICPAK M/No: 22322


Chairman NG-CDF Committee

Name: Wilfred O. Nyakundi

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


	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	1,957,139	15,064,588
Cash Balances (Cash at Hand)	10B	-	
Total Cash and Cash Equivalents		1,957,139	15,064,588
Accounts Receivable			
Outstanding Imprests	11	-	
Total Financial Assets		1,957,139	15,064,588
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A		
Gratuity	12B	-	
Total Financial Liabilities		-	
Net Financial Assets		<u>1,957,139</u>	<u>15,064,588</u>
Represented By			
Fund Balance B/Fwd	13	15,064,588	3,462,490
Prior Year Adjustments	14		8,339,670
Surplus/Deficit for The Year		(13,107,449)	3,262,428
Net Financial Position		<u>1,957,139</u>	<u>15,064,588</u>

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

The Constituency financial statements were approved on _____ 2022 and signed by:

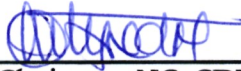

 Fund Account Manager

Name: Faith Kathambi


 National Sub-County
 Accountant

Name: Beatrice Ndege

ICPAK M/No: 22322


 Chairman NG-CDF Committee

Name: Wilfred O. Nyakundi

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

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

	Notes	2021 - 2022	2020 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	182,177,758	129,367,720
Other Receipts	3	-	
Total Receipts		182,177,758	129,367,720
Payments			
Compensation Of Employees	4	3,908,498	2,825,220
Use Of Goods and Services	5	8,199,855	9,974,990
Transfers To Other Government Units	6	62,831,010	27,010,890
Other Grants and Transfers	7	100,390,638	85,894,180
Other Payments	9	19,955,207	
Total Payments		195,285,207	125,705,290
Total Receipts Less Total Payments			
Adjusted For:		-	
Decrease/(Increase) In Accounts Receivable	15	-	
Increase/(Decrease) In Accounts Payable	16	-	
Prior Year Adjustments	14	-	8,339,670
Net Cash Flow from Operating Activities		(13,107,449)	12,002,090
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	
Acquisition Of Assets	8	-	400,000
Net Cash Flows from Investing Activities		-	(400,000)
Net Increase In Cash And Cash Equivalent		(13,107,449)	11,602,090
Cash & Cash Equivalent At Start Of The Year	10	15,064,588	3,462,490
Cash & Cash Equivalent At End Of The Year	10	1,957,139	15,064,580

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

The Constituency financial statements were approved on _____ 2022 and signed by:

Fund Account Manager

Name: Faith Kathambi

National Sub-County
Accountant

Name: Beatrice Ndege
ICPAK M/No: 22322

Chairman NG-CDF Committee

Name: Wilfred O. Nyakundi

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

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

Receipts/ Payments	Original Budget		Adjustments		Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of Utilization f=d/c %
	A	B	B	t				
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursemen t		2021/2022	30/06/2022		
	Kshs	Kshs	Kshs		Kshs	Kshs	Kshs	
Transfers From NGCDF Board	137,088,879	15,064,588	45,088,879		197,242,346	197,242,346	(0)	0.0%
Proceeds From Sale of Assets					0	-	-	0.0%
Other Receipts					0	-	-	0.0%
Totals	137,088,879	15,064,588	45,088,879		197,242,346	197,242,346	(0)	0.0%
Payments								
Compensation Of Employees	3,240,000	674,764			3,914,764	3,908,498	6,266	99.8%
Use Of Goods and Services	9,097,999	717,890			9,815,889	8,199,855	1,616,034	83.5%
Transfers To Government Units	41,431,010		21,400,000		62,831,010	62,831,010	-	100.0%
Other Grants and Transfers	65,656,870	13,671,934	21,396,672		100,725,476	100,390,638	334,838	99.7%
Acquisition Of Assets								0.0%
Other Payments	17,663,000		2,292,207		19,955,207	19,955,207	-	100.0%
Funds Pending Approval**								99.0%
Totals	137,088,879	15,064,588	45,088,879		197,242,346	197,242,346	1,957,139	99.0%

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

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	1,957,139
Less undisbursed funds receivable from the Board as at 30 th June 2022	-
Add Accounts payable	1,957,139
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/2022	1,957,139

The Constituency financial statements were approved on _____ 2022 and signed by:



Fund Account Manager

Name: Faith Kathambi



National Sub-County Accountant

Name: Beatrice Ndege
ICPAK M/No: 22322



Chairman NG-CDF Committee

Name: Wilfred O. Nyakundi

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

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

Programme/Sub-programme	Original Budget 2021/2022 Kshs	Adjustments		Final Budget 2021/2022 Kshs	Actual on comparable basis 30/06/2022 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstandi ng Disbursem ents Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,240,000	674,764		3,914,764	3,908,498	6,266
1.2 Committee allowances	1,456,000	63,758		1,519,758	1,068,000	451,758
1.3 Use of goods and services	3,529,333	23,495		3,552,827	3,150,000	402,827
	8,225,333	762,017	-	8,987,350	8,126,498	860,852
2.0 Monitoring and evaluation						-
2.1 Capacity building	1,500,000			1,500,000	1,500,000	-
2.2 Committee allowances	1,352,000	615,000.00		1,967,000	1,400,000	567,000
2.3 Use of goods and services	1,260,666	15,637.00		1,276,303	1,081,855	194,448
3.0 Emergency						
3.1 Primary Schools						
Muslim Primary school					1,996,870.00	
Muslim Primary school					1,596,140.00	
Ingobor Primary school					3,600,000.00	
3.2 Secondary schools						
3.3 Tertiary institutions						
3.4 Security projects						
4.0 Bursary and Social Security						

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstandi ng Disbursem ents			
4.1 Primary Schools	47,481,108	13,336,482	2,598,000	63,415,591	63,414,900	691
4.2 Secondary Schools	500,000	5,450.66		505,451	500,500	4,951
4.3 Tertiary Institutions						
4.4 Universities						
4.5 Social Security						
5.0 Sports						
5.1 Nakuru Town west Devpt	2,741,778			2,741,778	2,741,778	(0)
	2,741,778			2,741,778	2,741,778	(0)
6.0 Environment						
6.1 Kaptembwo Chief/Ass Chief office			500,000.00	500,000	500,000.00	
6.2 Mwariki Ass Chief Office			500,000.00	500,000	500,000.00	
6.3 Perkview Ass Chief Office			541,777.59	541,778	541,778.00	
6.4 Muslim Primary school			1,200,000	1,200,000	1,200,000.00	-
6.4 Deputy county commissioner	1,491,777.58			1,491,778	1,491,778.00	(0)
6.5 Deputy county commissioner	1,250,000			1,250,000	1,250,000.00	-
				-		-
	2,741,778	-	2,741,778	5,483,555	5,483,556	(0)

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.0 Primary Schools Projects (List all the Projects)						
7.1 Eileen Ngochoch Primary school	2,400,000			2,400,000	2,400,000	-
7.2 Eileen Ngochoch Primary school	1,500,000			1,500,000	1,500,000	-
7.3 Eileen Ngochoch Primary school	1,200,000			1,200,000	1,200,000	-
7.4 Eileen Ngochoch Primary school			2,400,000.0	2,400,000	2,400,000	-
7.5 Ingobor Primary school			2,400,000.0	2,400,000	2,400,000	-
7.6 Kelelwet Primary school	1,200,000			1,200,000	1,200,000	-
7.7 Kibowenkomen Primary school	2,400,000			2,400,000	2,400,000	-
7.8 Kibowenkomen Primary school	1,200,000			1,200,000	1,200,000	-
7.9 Kibowenkomen Primary school			1,200,000.0	1,200,000	1,200,000	-
7.10 Kigonor Primary school	1,200,000			1,200,000	1,200,000	-
7.11 Kiptenden Primary school			2,400,000.0	2,400,000	2,400,000	-
7.12 Koinange Primary school			2,000,000.0	2,000,000	2,000,000	-
7.13 Lalwet Primary school			2,400,000.0	2,400,000	2,400,000	-
7.14 Milimani Primary School			3,700,000.0	3,700,000	3,700,000	-
7.15 Magoon primary school	2,400,000			2,400,000	2,400,000	-
7.16 Moi Primary School	800,000			800,000	800,000	-
7.17 Moi Primary School	900,000			900,000	900,000	-

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and ALA	Previous Years' Outstanding Disbursements			
7.18Moi Primary School	2,000,000			2,000,000	2,000,000	-
7.19Muslim Primary school	2,400,000			2,400,000	2,400,000	-
7.20Muslim Primary school	1,200,000			1,200,000	1,200,000	-
7.21Mwariki Primary school	2,400,000			2,400,000	2,400,000	-
7.22Mwariki Primary school	2,031,010			2,031,010	2,031,010	-
7.23Nakuru West Primary School	2,400,000			2,400,000	2,400,000	-
7.24Uhuru Primary School	2,400,000			2,400,000	2,400,000	-
7.25Uhuru Primary School	1,200,000			1,200,000	1,200,000	-
7.26Uhuru Primary School	1,500,000			1,500,000	1,500,000	-
7.27 Uhuru Primary School			2,400,000	2,400,000	2,400,000	-
Total	32,731,010	-	18,900,000	51,631,010	51,631,010	-
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Crater View Secondary School	1,500,000			1,500,000	1,500,000	
8.2 Mwariki Secondary school	2,400,000			2,400,000	2,400,000	
8.3 Tumaini House school	2,400,000			2,400,000	2,400,000	
8.4 Uhuru Secondary school	2,400,000			2,400,000	2,400,000	
8.5 Kenyatta Secondary School			2,500,000	2,500,000	2,500,000	

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	8,700,000	-	2,500,000	11,200,000	11,200,000	-
9.0 Tertiary institutions Projects (List all the Projects)						
10.0 Security Projects						
10.1 Deputy county commissioner	5,000,000			5,000,000	5,000,000	-
10.2 Mwariki Ass Chief Office			1,200,000	1,200,000	1,200,000	-
10.3 Deputy county commissioner			12,468,016	12,468,016	12,468,016	-
10.4 Deputy county commissioner			2,388,879	2,388,879	2,388,879	-
Total	5,000,000	-	16,056,895	21,056,895	21,056,895	-
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment						
11.4 Purchase of computers						
11.5 Purchase of land						
12.0 Others						
12.1 Soilo-Mogoon-Kapkuures-Barut Roads	4,500,000			4,500,000	4,500,000	-
12.2 Mwariki(Game) -Barut-Hopewell Roads	4,714,000			4,714,000	4,714,000	-

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and ALA	Previous Years' Outstandi ng Disbursem ents			
12.3 Kelelwet School-Kigonor Roads	3,749,000			3,749,000	3,749,000	-
12.4 Barut-Kigonor Primary Access Roads	4,700,000			4,700,000	4,700,000	-
12.5 Barut-Sewage-Hopewell kapkembuaccess roads			2,292,207	2,292,207	2,292,207	-
12.6 Strategic Plan						
12.7 Innovation Hub						
12.8						
Funds pending approval**						
Total	17,663,000	-	2,292,207	19,955,207	19,955,207	-
Grand Total	137,088,879	15,064,587	45,088,879	197,242,346	195,285,209	1,957,138

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

14. Errors

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

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

15. Related Party Transactions

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

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

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
B105236	33,000,000	-
B105399	34,000,000	-
B105614	10,000,000	-
B105891	22,000,000	-
B128647	5,000,000	-
B128961	12,000,000	-
B154157	12,000,000	
B164387	18,000,000	
B155540	24,088,879	
B089064	12,088,879	
B096906		5,000,000
B104653		19,000,000
B104899		13,367,724
B124629		9,000,000
B119598		10,000,000
B128229		6,900,000
B119988		13,000,000
B129191		6,000,000
B138954		6,000,000
B132285		13,000,000
B126246		6,100,000
B105041		10,000,000
B140684		12,000,000
TOTAL	182,177,758	129,367,724

2. Proceeds From Sale of Assets

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

3. Other Receipts

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

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

Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,130,060	1,843,467
Personal allowances paid as part of salary		
House Allowance	292,802	320,084
Transport Allowance	275,389	294,810
Other personal allowances	295,748	278,639
Leave allowance	-	-
Gratuity to contractual employees	792,098	-
Employer Contributions Compulsory national social security schemes	122,400	88,220
Total	3,908,498	2,825,220

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

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Utilities, supplies and services	115,000	390,960
Electricity	-	20,000
Water & sewerage charges	-	20,000
Office rent	-	450,000
Communication, supplies and services	353,500	295,150
Domestic travel and subsistence	844,600	75,000
Printing, advertising and information supplies & services	-	165,250
Rentals of produced assets		-
Training expenses	1,500,000	1,500,000
Hospitality supplies and services	51,700	200,223
Other committee expenses	-	455,000
Committee allowance	2,468,000	3,203,000
Insurance costs	-	17,807
Specialised materials and services	-	-
Office and general supplies and services	2,230,055	1,457,287
Fuel , oil & lubricants	-	-
Other operating expenses	-	800,000
Bank service commission and charges	73,000	53,213
Other Operating Expenses	-	-
Security operations	144,000	132,000
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	420,000	248,100
Car hire		492,000
Total	8,199,855	9,974,990

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

Notes To The Financial Statements (Continued)

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	51,631,010	20,410,898
Transfers To Secondary Schools (See Attached List)	11,200,000	6,600,000
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	62,831,010	27,010,898

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	63,414,900	24,040,100
Bursary – tertiary institutions (see attached list)	500,500	6,544,508
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	21,056,895	22,712,853
Sports projects (see attached list)	2,741,778	5,489,132
Environment projects (see attached list)	5,483,555	2,747,354
Emergency projects (see attached list)	7,193,010	8,168,241
Total	100,390,638	69,702,188

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	400,000
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Total	-	400,000

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

Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic Plan	-	-
ICT Hubs	-	-
Roads Project	19,955,207	16,192,000
TOTAL	19,955,207	16,192,000

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
<i>Family Bank, Nakuru Finance Branch . Nakuru Town West NG-CDF- A/C no.018000049795</i>	15,064,588	1,957,139
TOTAL	15,064,588	1,957,139
10B: CASH IN HAND)		
		2021-2022
		Kshs (30/6/2022)
Location 1		-
Location 2		-
Location 3		-
Other receipts (specify)		-

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

11: Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
FAITH KATHAMBI	13 th October 2021	955,000	955,000	-
FAITH KATHAMBI	29 th October 2021	945,000	945,000	-
FAITH KATHAMBI	17 th November 2021	100,000	100,000	-
FAITH KATHAMBI	25 th November 2021	248,500	248,500	-
FAITH KATHAMBI	1 st December 2021	524,800	524,800	-
FAITH KATHAMBI	21 st April 2022	602,000	602,000	-
FAITH KATHAMBI	27 th April 2022	204,000	204,000	-
Total		3,579,300	3,579,300	

12A. Retention

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

12B. Gratuity

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

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

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	15,064,588	3,462,490
Cash in hand		
Imprest		
Total	15,064,588	3,462,490

14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	15,064,588	-	15,064,588
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	15,064,588	-	15,064,588

15. Changes in Accounts Receivable – Outstanding Imprests

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

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
--	-------------	-------------

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

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

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

Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

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

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	988	674,764
Use of goods and services	1,621,312	717,891
Amounts due to other Government entities (see attached list)	-	31,000,000
Amounts due to other grants and other transfers (see attached list)	334,839	27,760,812
Acquisition of assets	-	
Funds pending approval	-	-
Total	1,957,139	60,153,467

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	31,725,932	12,307,257
Total	31,725,932	12,307,257

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

Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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

Annex 2 - Analysis of Pending Staff Payables

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

**Nakuru Town West Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees	NGCDF staff salaries	988	674,764	ongoing
committee allowances	NGCDF allowances	17,000	63,758	ongoing
Use of goods & services	NGCDF use of goods and services	713,035	23,496	ongoing
Sub-Total		790,035	762,018	
Monitoring and evaluation				
committee allowances	M & E allowances	622,000	615,000	ongoing
use of goods and services	M& E use of goods and services	269,277	15,637	ongoing
Sub-Total		891,277	630,637	
Amounts due to other Government entities				
primary school projects		-		
Eileen Ngochoch Primary school	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Ingobor Primary School	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Kibowen Komen Primary School	construction of 1 classrooms	-	1,200,000	funds disbursed to PMC
Kiptenden primary School	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Koinange primary school	Renovation of classrooms	-	2,000,000	funds disbursed to PMC

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

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Lalwet primary School	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Milimani primary School	Renovation of classrooms	-	3,700,000	funds disbursed to PMC
Uhuru Primary School	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Mwariki primary	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Muslim primary	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Mogoon primary school	construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Sub-Total		-	26,100,000	
secondary school projects		-		
Kenyatta secondary school	Roofing of 22 classrooms	-	2,500,000	funds disbursed to PMC
Mwariki secondary	Construction of 2 classrooms	-	2,400,000	funds disbursed to PMC
Sub-Total		-	4,900,000	
Amounts due to other grants and other transfers				
Emergency	To cater for unforeseen occurrences	329,197	2,622,207	ongoing
Sub-Total		329,197	2,622,207	
Bursary and social security	Bursary for needy students	5,641	6,339,933	ongoing
Sub-Total		5,641	6,339,933	ongoing
Environment				
Kaptembwo Chief/ assistant Chief Office	Construction of 2 door toilet	-	500,000	funds disbursed to PMC
Muslim Primary School	Construction of 12 door girls toilet	-	1,200,000	funds disbursed to PMC

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

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
	block			
Mwariki Chief/ Assistant chief Office	Construction of 2 toilets	-	500,000	funds disbursed to PMC
Parkview assistant chief office	Construction of 2 toilets	-	541,777	funds disbursed to PMC
Sub-Total		-	2,741,777	
Security projects				
DCC Sub- County Headquarter Offices at kapkures ward	Construction of DCC's headquarters	-	14,856,895	funds disbursed to PMC
Mwariki chief/ assistant Chief Office	Construction of 2 toilets	-	1,200,000	funds disbursed to PMC
Sub-Total		-	16,056,895	
Acquisition of assets		-		
Others (specify)		-		
Sub-Total		334,839	27,760,812	
Funds pending approval				
Grand Total		1,957,139	60,153,467	

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

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land				
Buildings and structures				
Transport equipment				
Office equipment, furniture and fittings	1,078,319			1,478,319
ICT Equipment, Software and Other ICT Assets	1,218,660			1,218,660
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	2,296,979			2,696,979

**Nakuru Town West Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022
Annex 5 –PMC Bank Balances As At 30th June 2022**

NO.	PMC NAME	Account number	Bank	DATE A/C OPENED	Bank Balance	
					2021/22	2020/21
PMC						
1	Milimani Primary School	018000056290	Family Bank	16th July 2019	106	4,396
2	Koinange Primary School	018000056306	Family Bank	18th June 2019	1,027	27
3	Eileen Ngochoch Primary School	018000074108	Family Bank	2nd July 2018	3,041,102	1,092
4	Kiptenden Primary School	018000083120	Family Bank	25th March 2021	418	208,758
5	Moi Primary School	018000030028	Family Bank	24th March 2010	1,026,751	5,761
6	Uhuru Primary School	018000070592	Family Bank	24th June 2020	4,702,215	
7	Muslim Primary School	018000056292	Family Bank	28th June 2019	1,567,544	1,024
8	Nakuru West Primary School	018000056279	Family Bank	17th June 2019	1,154,185	259
9	Kigonor Primary School	018000069292	Family Bank		476,111	
10	Mogoon Primary School	018000073993	Family Bank	14th June 2018	2,281,212	1,212
11	Kelelwet Primary School	018000056278	Family Bank	23rd Oct. 2020	487,170	101
12	Kibowen Komen Primary School	018000064130	Family Bank	6th June 2019	1,616,589	1,709
13	Ingobor Primary School	018000074021	Family Bank		1,070,027	
14	Lalwet Primary School	018000093108	Family Bank	14th June 2022	2,280,350	
15	Mwariki Primary school	018000063319	Family Bank	14th July 2015	1,412	402
16	Craterview Secondary School	018000056663	Family Bank	28th May 2014	1,501,095	1,095
17	Tumaini House School	018000069307	Family Bank		2,395,563	
18	Uhuru High School	018000064619	Family Bank		2,393,495	490
19	Kenyatta Secondary School	018000080091	Family Bank	21st July 2020	2,502,641	2,641
20	Mwariki Secondary school	018000056661	Family Bank	11th July 2020	1,762	1,282
21	MWARIKI CHIEF OFFICE	018000057569	Family Bank		615,360	
22	KAPTEMBWO CHIEF	018000083668	Family Bank	31st May 2021	264	1,138,836
23	PARKVIEW CHIEF	018000080944	Family Bank		1	293,512
24	Dcc Nakuru West Headquarters	018000080747	Family Bank	14th Oct. 2020	2,605,901	4,126,728
25	Barut Kigonor Pry Access Road	018000092300	Family Bank		860	
26	Kelelwet sec school- kigonor roads	018000092138	Family Bank	17th March 2022	960	70
27	Soilo-Mogoon-Kapkures-Barut Roads	018000090878	Family Bank		-	

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

28	Mwariki (Game Barut Hopewell Roads	018000091806	Family Bank	24th Feb. 2022	350	
29	Nakuru Tow West Sports Committee	018000056700	Family Bank	30th May 2014	1,458	1,380
30	Mama ngina primary school	,018000080851	Family Bank	28th Oct. 2020		860
31	St Luke Mwariki police post	018000076801	Family Bank	23rd May 2019		760
32	Full Gospel-Merisa Academy -Lalwet borehole access road	018000083172	Family Bank	31st march 2021		1,885,812
33	Kapkules Keben Hill academy access road	018000083098	Family Bank	23rd march 2021		21,989
34	Kaptembwo police station	018000076476	Family Bank	11th June 2019		741,037
35	prison Primary school	018000070649	Family Bank	12th June 2019		3,235
36	Nakuru hill special	018000070745	Family Bank	17th June 2019		100,290
37	Parkview primary school	018000063625	Family Bank	7th June @019		426
38	Barut Primary school	018000047651	Family Bank	12th april 2018		2,050
39	Moi Secondary school	018000056944	Family Bank	13th May 2014		11,675
40	Kapkures Health Centre, soymet Access Road	018000083170	Family Bank	31st march 2021		3,748,348
					31,725,932	12,307,257

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

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
SRNRK TOWN WEST CDF /2020/2021 – 1.0	Presentation and Disclosure of Financial Statements.	The statement of asset and liability. There was no relevant disclosure in note 14 and no explanatory information.	Resolved	Resolved
SRNRK TOWN WEST CDF /2020/2021 – 2.1	Other operating expenses	Other operating expenses not supported.	Resolved	Resolved



.....
Name
Fund Account Manager.