

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**



**OF**

**THE AUDITOR-GENERAL**

**ON**

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

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

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 05 MAR 2025	DAY: Wednesday
TABLED BY:	Hon. Owen Bays, MP Deputy Leader of Majority
CLERK-AT THE-TABLE:	Kathleen Nguny'o



OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 - 00100, NAIROBI  
MACHAKOS HUB.

31 DEC 2024

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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

MAKUENI CONSTITUENCY

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

30<sup>th</sup> JUNE 2024

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

REC 3054

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

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1. Acronyms and Definition of Key Terms

A. Acronyms

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

B. Definition of Key Terms

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

Comparative Year- Means the prior period.

(This list is an indication of the common acronyms and abbreviations; Entity to insert all the relevant acronyms and key terms used in the annual report and financial statements)

## 2. Key Constituency Information and Management

### (a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2023. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At the cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the Fund's general policy and strategic direction.

### Mandate

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

- a) Recognize the constituency as a platform for the identification, performance, and implementation of national government functions.
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6 (3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination, and protection of the marginalized pursuant to Article 10(2)(b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10(2)(d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21(2) of the Constitution for the progressive realisation of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to exercise oversight over the performance of exclusive national government functions at the constituency level as provided for under Article 95 of the Constitution;
- h) Authorize withdrawal of money from the Consolidated Fund as provided under Article 206(2)(c) of the Constitution;

- i) Provide mechanisms for supplementing infrastructure development at the constituency level in matters falling within the exclusive functions of the national government at that level in accordance with the Constitution;
- j) Provide a framework for citizens-led development to assist the national government in planning and prioritizing the use of its resources;
- k) Create a harmonious relationship between citizens and the national government and its officers in local development;
- l) Provide a platform for citizens' participation in service delivery;
- m) Build local accountability and transparency in the use of resources; and
- n) Provide for a public finance system that promotes an equitable society and, in particular, expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201(b)(iii) of the Constitution.

#### Vision

Equitable Socio-economic development countrywide.

#### Mission

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

#### Core Values

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

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Functions of NG-CDF Committee

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

**(b) Key Management**

The NGCDF Makueni Constituency's day-to-day management is under the following key organs:

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

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2024 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	AIE holder	Eric Muange
2.	National Sub-County Accountant	Gregory Mwaniki
3.	Chairman NGCDFC	Daniel Kavoi

**(d) Fiduciary Oversight Arrangements**

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

**(e) NGCDF Makueni Constituency Headquarters**

Located opposite governor's office  
Behind Huduma Centre  
P.O. Box 409-90300  
WOTE- MAKUENI KENYA.

**(f) NGCDF Makueni Constituency Contacts**

E-mail: [cffmakueni@ngcdf.go.ke](mailto:cffmakueni@ngcdf.go.ke)

Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

Phone: [+254723069820](tel:+254723069820)

**(g) NGCDF Makueni Constituency Bankers**

**1. Makueni National Government Constituency Fund**

A/C No. 01120539316700

Cooperative Bank- Wote Branch

P.O. Box 537- 90300

Tel: 020259465

Wote, Makueni

Email: [wotebr@co-opbank.co.ke](mailto:wotebr@co-opbank.co.ke)

**2. Makueni NGCDF Deposit Account**

Equity Bank -Wote Branch

A/C NO. 0670284771335

P.O Box 450-90300

MAKUENI

**(h) Independent Auditor**

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

**(i) Principal Legal Adviser**

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

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3. NG-CDFC Chairman's Report



Mr. Daniel Kavoi- Chairman NGCDF-Makueni Constituency

Brief constituency profile

Makueni constituency is one of six constituencies in Makueni County (County Number 17) which is located in the lower eastern part of Kenya. It lies in the northern-eastern part of the County and borders Kaiti constituency to the west and Kibwezi West to the south, Mbooni constituency to the southeast, Kitui County to the east and Machakos County to the north. It is made up of 3 administrative sub counties (Wote, Kathonzweni and Nzau), 29 locations, 59 sub-locations and 949 villages. It has 7 political wards.

Makueni Constituency Wards population and area covered

	ward	Locations	Sub Locations	Area in Km <sup>2</sup>	Population
1.	Wote	2	Nziu, Unoa and Kamunyolo (57 Villages)	118.60	35,282
2.	Muvau/Kikumini	3	Kikumini, Kambimawe, Mumbuni, Muvau, Itaa and Kitonyoni (97 Villages)	245.80	26,736
3.	Mavindini	3	Yekanga, Kanthuni, Ivinganzia, Mavindini, Muusini, kiumoni and Katithi (172 Villages)	258.60	25,391
4.	Kitise/Kithuki	4	Mwania, Kitise, Kimundi, kithuki and Yinthungu (112 Villages)	323.30	24,026
5.	Kathonzweni	4	Kiangini, Kituluni, Kwa Kavisi, Thavu, Ituka Kavingoni & Kiteei (157 Villages)	301.10	34,341
6.	Mbitini	7	Mutyambua, Kyumbuni, Mutiswa, Mwambwani, Masue, Yumbani, Mbeletu, Kyemundu, Kaliini,	116.0	33,255

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			Vulueni, Kavuthu, Manooni, Mungyani, Katani & Kithumani (132 Villages)		
7.	Nzaui/Kalamba/Kilili	6	Matiliku, Kwakukui, Nzeeni, Nduumoni, Kithumba, Wee, Muulenyu, Kilili, Kathatu, Ndovea, Mavia meu, Kawala, Kwakalui, Kalamba, Kalembwani & Ikangavya (222 Villages)	198.0	40,788
	Total	29	59 (949 Villages)	1561.4	219,819

I am Glad to present Makueni NG-CDF Annual Financial statements for the FY 2023/2024.

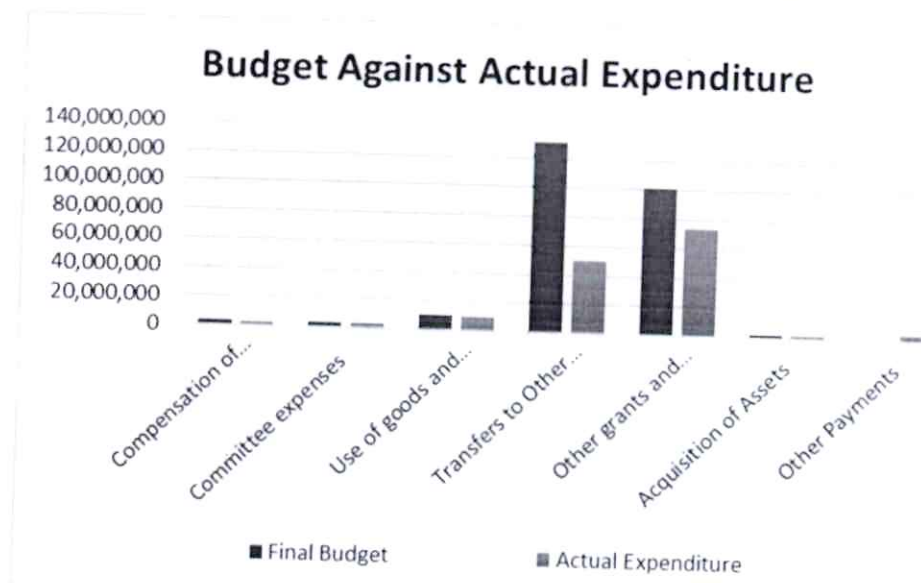
We had an allocation of Ksh. 213,514,874 and by the end of June 2024 we had received Ksh. 198,807,745 representing 70% of the total allocation. Out of this funding, we disbursed an amount of Ksh. 62,103,006 to bursaries. This was within the permissible limit by the NGCDF Act.

As we all know the funds disbursement to constituencies delayed considerably up to almost the last quarter of the FY 2023/24. This situation made it impossible for us to implement projects during the just concluded financial year but rather to focus on available funds that had been disbursed to us during the other financial years.

Below is a summary of the constituency performance in the year.

Expense item	Final Budget	Actual Expenditure
Compensation of Employees	3,852,619	2,285,927
Committee expenses	3,458,000	3,457,100
Use of goods and services	10,028,542	9,302,502
Transfers to Other Government Units	83,855,000	46,000,000
Other grants and transfers	81,955,379	73,869,901
Acquisition of Assets	3,537,480	2,334,000
Other Payments	-	4,000,000

Graph 1: Budget against actual performance (expenditure)



**Key achievements**

During the financial year 2023/2024, Makueni NG-CDF has been able to hit tremendous achievements in different sectors, as highlighted;

- a. The Entity prioritized awarding of bursaries to needy students in the constituency and thus posting a higher performance in this sector.
- b. Projects were implemented on time hence posting a recommendable performance too in the Education sector.
- c. Other programs i.e. sport and Environment were also implemented as planned and were very beneficial to the constituents.

I have sampled a photo of the projects that was implemented during the financial year as shown below;

Fig 3: Makueni Directorate of Criminal Investigations Office



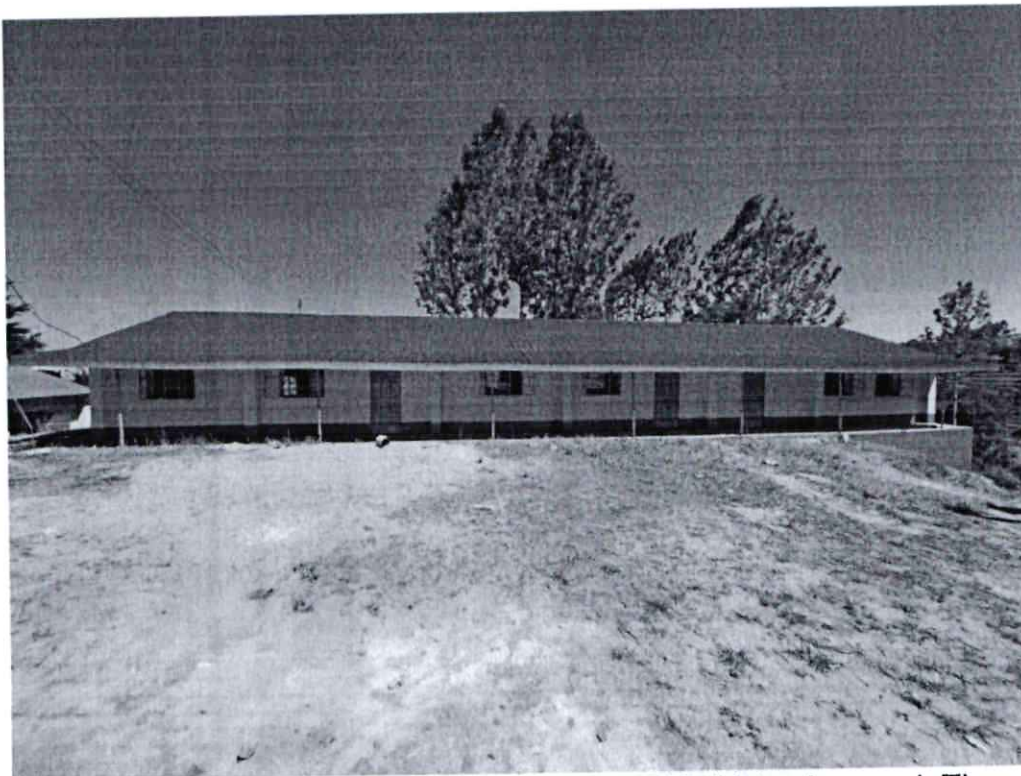
The above office is located in wote/nziu ward. The office is complete and in use. This project is the pride of the Makueni constituency because it serves all the Makueni County residents. The project is a clear indication of the milestones Makueni NGCDF is willing to take to ensure security of residents, and promote the big 4 agenda.

FIG 4: Ungatani Primary School-3 Door Pit Latrine



Ungatani Primary school is located in Mavindini ward. The construction of the pit latrine is complete and in use. This project is the pride of the Makueni constituency because it serves 20 members of staff who take care of 300 students in the school. The project is a clear indication of the milestones Makueni NGCDF is willing to take to achieve modern education facilities, reduce illiteracy, and promote the big 4 agenda.

FIG5: Kwambiti Primary School-Renovation of 3 classrooms



Kwambiti primary school is located in Nzai/ Kilili /Kalamba ward. The renovation of 3 classrooms is complete and they are in use. This project is the pride of the Makueni constituency because it serves upto 400 students within the school. The project is a clear indication of the milestones Makueni NGCDF is willing to take to achieve modern education facilities, reduce illiteracy, and promote the big 4 agenda

#### Emerging issues

1. The rapidly increasing population in the constituency demanding for more expenditure on projects e.g. more classrooms
2. Declining sources of income for constituents leading to more needy students for bursary
3. Increasing emergency cases due to heavy rainfall and frequent wind storms
4. The rapid rate of inflation. This leads to more expenditure on projects than previously projected

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**Implementation challenges**

- I. Lack of knowledge on the part of PMCs on procurement procedures and guidelines. Makueni NG-CDF is conducting frequent PMC training in all the wards to enhance skills for the PMCs.
- II. Inadequate funds for emergency projects. Most emergency cases are left unfunded because the available funds are not sufficient to meet the increasing emergency cases due to heavy rainfall and frequent wind storms.

The constituency usually seeks support from other government and non-governmental entities to fund all or some of the emergency cases not factored by Makueni NG-CDF.

- III. Delay in disbursement of funds from the board leading to delayed project implementation. The board should ensure that funds reach the constituency in time.



.....

Name: Daniel Kavoi  
CHAIRMAN NGCDF COMMITTEE

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

Introduction

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

The key development objectives of Makeni Constituency 2023-2028 Strategic plan are to:

- i. To act as an overarching Constituency development framework for guiding socio-economic transformation between 2023 and 2028.
- ii. To provide a local framework for actualizing the achievement of the Big 4 agenda and the Kenya vision 2030.
- iii. To reduce inequality through equitable distribution of resources across the wards within the constituency.
- iv. To create a firm foundation for socio-economic transformation through education and security infrastructural development.
- v. To enhance local resource mobilization from other development partners and actors within and outside the constituency.
- vi. To Facilitate annual planning and budgeting for the identified projects that will spur development in the constituency, and facilitate annual review of plans and budgets to track progressing implementation and draw lessons for incorporation in subsequent planning and budgeting.
- vii. To provide a framework for continuous monitoring and systematic evaluation of development projects.

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 23/24 -we increased number of classrooms from 60 to 66 in primary schools and 30 to 34 in secondary schools. - Bursary beneficiaries at all levels were 13,000 as per the attached schedules
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	Number of renovated chiefs' offices increased From 24 to 25  Number of assistant chiefs' offices increased from 16 to 18 Number of police lines increased from 8 to 9

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Environment	Conserved environment through natural resources conservation initiatives	Environment conservation Equip schools and public facilities with sanitation	Number of drifts Number of sanitation facilities built in primary and secondary Number of trees	Construction of modern toilets in kikumini police station Construction of sand dams for water harvesting
Sports	Empower and develop youth and special groups	Reduced dependence and spur economic growth through Sports	Number of youth groups benefiting from the sports programme	There were sports tournaments where 20 teams benefited from sports kits and balls.
Emergency	To cater for unforeseen occurrences in the constituency during the financial year	Enhanced smooth running of operations.	Number of primary School of pit latrines sunk due to heavy rainfalls have been constructed by the emergency programme	Constructed a modern toilet in kikumini police station

## 5. Governance Statement

### Introduction

The NGCDF Act 2016 on appointment of NGCDFC members states; The members of a Constituency Committee provided for Appointment of under section 43 of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee vacancy in the Constituency Committee. Kenya Subsidiary Legislation, 2016 1951

(2) A vacancy shall occur in Constituency Committee upon commencement of a new parliamentary term; dissolution of a Constituency Committee; removal of a member of a Constituency committee; or the occurrence of a vacancy in a Constituency Committee.

(3) Upon the occurrence of a vacancy in a Constituency Committee, the Board shall within fourteen days, constitute a selection panel.

(4) The selection panel referred to in paragraph (1) shall consist of—

- one person nominated by the national government official in charge of the sub-county or a designated representative, who shall be the chairperson of the selection panel;
- the Officer of the Board seconded to the Constituency who shall be the secretary to the selection panel; and
- Two persons, one of either gender, nominated by the Constituency office.

(5) The officer of the Board seconded to the Constituency shall within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to a Constituency Committee in accordance with guidelines issued by the Board.

(6) The selection panel shall, within fourteen days of receiving the applications under paragraph (5), consider the applications and shall select five applicants taking into account age, gender, special interest groups and regional balance in accordance with section the Act

(7) The officer of the Board seconded to the Constituency shall within seven days of the selection process referred to in paragraph (6) submit to the Board the names of the selected candidates together with the report of the selection panel.

(8) The Board shall co-opt the person referred to in the Act to ensure equitable representation in the membership of a Constituency Committee.

(9) The Board shall, in writing, request the clerk of the National Assembly to notify the Constituency Office to nominate two persons of either gender, pursuant to section 43(2)(e) of the Act and to forward the names to the Office of the Board seconded to the Constituency.

(10) The Board shall submit the names of the seven persons selected from each Constituency in accordance with the Act to the National Assembly for Approval.

(11) The Board shall, within fourteen days after receipt of the names approved by the National Assembly, appoint the members of a Constituency Committee by notice in the Gazette.

1952 Kenya Subsidiary Legislation, 2016

The selection panel shall stand dissolved upon the appointment of the members of a Constituency Committee.

The Board shall, within fourteen days after gazettelement of the members of a Constituency Committee inform the members of their appointment in writing.

A member of a Constituency Committee who is appointed Under the Act may at any time resign from office by giving notice, in writing, to the officer of the Board and a copy thereof to the Board.

At least one of the Constituency Committee members appointed under section 43 shall be a mandatory signatory to the Constituency account

In Makueni, NGCDF is managed by a team of ten (10) NGCDFC members appointed in accordance with the NGCDF act 2015 as amended in 2022. The ten members comprise of seven gazetted members, a member co-opted by the NGCDF Board, the deputy County commissioner and an officer of the board at the constituency level who is an ex-officio member. As a result of change of regime due to the elections carried out in August 2022, there had to be phased out the existing committee and a new one selected.

The gazetted members are appointed in accordance with the NGCDF Act 2015. They comprise of two female members one of whom must be a youth at the time of appointment and two male members one of whom must be a youth at the time of appointment and one member who is a person living with disabilities and two nominees of the Constituency office. Five members are selected by a selection panel chaired by the Deputy County Commissioner or his nominee and the Officer of the board is the secretary. The Officer of the board invites applications from persons who qualify for appointment within fourteen of the first meeting of the selection panel. The panel considers all applications and selects five applicants considering age, gender social interest and

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regional balance, the officer of the board submits the five qualified applicants to the board for appointment. The board co-opts one person to ensure equity in representation in the committee. Through the national assembly the constituency office nominates two persons of either gender to and forward he names to the officer of the board at the constituency. All the names of the seven appointees are presented to parliament for approval and subsequent gazettelement.

The National Government Constituencies Development Fund Act 2015 (Amended 2016) in section 43 and its regulations provides for establishment of National Government Constituency Development Committee (NG-CDFC) for every constituency.

### Appointment of NGCDFC Members

#### The selection Panel

The selection panel was appointed in the month of October 2022. This constituted four members as follows;

no	Name	Designation
1	KELVIN TIAMPATI	chairman
2	FRANCIS MUSYOKA	member
3	SUSAN MULWA	member
4	DANIEL M. MALUKI	secretary

The panel invited through advertisement publicised in churches, public offices notice boards and other public areas in the constituency on 11<sup>th</sup> October 2022.

The selection panel developed a shortlisting criterion which enabled picking of the nominees. Two additional nominees were proposed by Makueni Constituency Office as per section 43 of the NG-CDF Act, 2015.

S/N	Name	Category representation	Ward
1.	Daniel Mulelu	Male (Adult)	Wote/Nziu
2.	Nathan Mwololo	Male (Youth)	Muvau/ Kikumini
3.	Faith Mulwa	Female (Adult)	Kitise/Kithuki
4.	Purity Muthama	Female (Youth)	Kathonzweni

**Nominee of the body representing persons with disability**

S/N	Name	Nature of physical Impairment	Ward
1.	Alphonse wambua	Physical.	Mavindini

**Nominee of the constituency Office**

S/N	Name	Category	Ward
1	Wilson Kaviti	Male	Nzau/Kilili/Kalamba
2	Esther Musuke	Female	Mbitini

Upon further consultation with the panel and the constituency office, members agreed to recommend for co-option by the NG-CDF Board as per section 43 subsection 2(g) as

S/N	Name	Gender	Ward
1.	Ruth Nthenya	Female	Kikumini /Muvau

The members went through the process of electing the chairperson and the secretary of the committee. The following members were elected.

1. Chairperson position – Daniel Mulelu
2. Secretary position – Purity Muthama

The term of office for the members of the Constituency Committee is two years and will be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act.

The appointed committee members were gazetted through gazetted volume number vol cxxiv No 254 on 29<sup>th</sup> November 2022

The new committee held its first meeting on 2<sup>nd</sup> December 2022

Sno.	Name	Position
1	Daniel mulelu	Chair person
2	Purity Muthama	secretary
3	Eric Muange	member
4	Alphonse wambua	member
5	Esther Musuke	member
6	Faith Mulwa	member

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7	Nathan mwololo	member
8	Ruth Nthenya	member
9	Wilson kaviti	member

### Removal of NGCDFC Members

Section 43(13) of the Act provides that a member of the Constituency Committee may be removed from office on any one or more of the following grounds-

- (a) Lack of integrity;
- (b) Gross misconduct;
- (c) Embezzlement of public funds;
- (d) Bringing the committee into disrepute through unbecoming personal public conduct;
- (e) Promoting unethical practises;
- (f) causing disharmony within the committee;
- (g) Physical or mental infirmity.

A decision to remove a member under subsection (13) is made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made. In Makueni the NGCDFC has not found any member to have contravened the laid down regulations and law to warrant removal.

### Roles and functions of NG-CDFC

The functions of the National Government Constituency Development Fund Committees members as stipulated in NG-CDF Regulations 2016(11) are;

- i. Convene public meetings in every ward in the constituency to deliberate to on development matters.
- ii. Deliberate on project proposals and any other projects considers beneficial to constituency.
- iii. List of projects to be submitted in accordance with the Act to be submitted to the to the Board and ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act.

- iv. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects build the capacity of project management committees and sensitize the Community on the operations of the Fund.
- v. Ensure that all projects receive adequate funding and are completed within three years.
- vi. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board.
- vii. Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act.
- viii. Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act.
- ix. Enter into performance contracting with the Board on an annual basis.

#### **Training of NG-CDFC Members**

In the financial year 2023/2024 the NGCDF Board organized training of NGCDFC members from 27<sup>th</sup> -31<sup>st</sup> May 2024. During the training, critical areas such as overview of NG-CDF Act 2015 and Regulations, public finance, project planning, procurement, complaint management, and performance management were covered to equip them with the prerequisite knowledge and skills to ensure effective and efficient management of NG-CDF Makueni.

#### **Number of meetings held**

The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than 24 meetings in the same financial year, including sub-committee meetings.

During the financial year 2023/2024 the NGCDFC Makueni held 8 meetings through the year as illustrated below;

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**SCHEDULE OF MEETINGS HELD DURING THE FY 2023/2024**

Sno	NG-CDFC COMMITTEE MEMBERS	18/10/2 3	21/11/23	12/1/24	6/2/2 4	10/3/2 4	3/4/2 4	16/5/2 4	28/6/2 4
1	Daniel Mulelu	√	√	√	√	√	√	√	√
2	Purity Muthama	√	√	√	√	√	√	√	√
3	Eric Muange	√	√	√	√	√	√	√	√
4	Alponce Wambua	√	√	√	√	√	√	√	√
5	Esther Musuke	√	√	√	√	√	√	√	√
6	Faith Mulwa	√	√	√	√	√	√	√	√
7	Nathan Mwololo	√	√	√	√	√	√	√	√
8	Ruth Nthenya	√	√	√	√	√	√	√	√
9	Wilson Kaviti	√	√	√	√	√	√	√	√

**Ethics & conduct**

Members of NGCDFC are required to observe the following ethical issues;

- i. Confidentiality-the NGCDFC members have a responsibility to ensure confidentiality unless in situations required by law.
- ii. Honesty and integrity-NGCDFC members have a duty to declare any private interest relating to their public duties and to take steps to resolve any conflict arising in a way that protects the public interest.
- iii. Leadership- NGCDFC members should promote leadership in the constituency.

During the financial year 2023/2024 members of NGCDFC Makueni adhered to the above ethical issues.

**Members remuneration**

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance of ksh.7000 per meeting and all other members an

allowance of ksh.5000 per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

#### **Disclose policy on conflict of interest**

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2023/2024 no member of NGCDFC Makueni contravened conflict of interest policy.

#### **Risk management**

Risk management has been integrated in the constituency operations through the following: training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations, the Fund account manager avails himself with all the support and required resources to ensure that the identified risk does not hamper with the delivery of service.

Some of the risk mitigation strategies that NGCDFC Makueni has implemented include the following: Implementing audit findings and recommendations, adherence and compliance with NGCDF Act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

## 6. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Makueni Constituency's 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 marginalized groups, including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities

such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

- d. Sports: The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

## 2. Environmental performance

- Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar
- Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.
- NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.

## 3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. xxx constituency invests in capacity building programs for employees. These include courses on technical

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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-

Makueni Constituency is committed to fair and ethical market practices.

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-

Makueni Constituency 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.

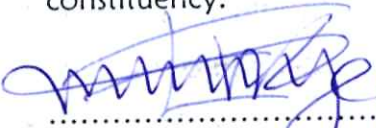
Public Participation in Project Identification and Implementation and Monitoring  
Makueni Constituency deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and policies and the constituency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

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision. The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

Makueni Constituency has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

  
Name: Eric Muange  
Fund Account Manager

**FUND ACCOUNT MANAGER  
MAKUENI NG-CDF  
P. O. Box 409 - 90300,  
WOTE, MAKUENI**

*National Government Constituencies Development Fund (NGCDF)*  
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**7. 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-Makueni Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2024. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

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

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The Accounting Officer in charge of the NGCDF Makueni 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- Makueni Constituency financial statements were approved and signed by the Accounting Officer on 30/9/ 2024.



.....  
Name: Daniel Kavoi  
Chairman – NGCDF Committee



.....  
Name: Eric Muange  
Fund Account Manager

# REPUBLIC OF KENYA

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

*Enhancing Accountability*

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

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### PREAMBLE

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

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

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

The three parts of the report aim to address the Auditor-General's statutory roles and responsibilities as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012, and the Public Audit Act, 2015. The three parts of the report when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Makueni Constituency set out on pages 1 to 61 which comprise of the statement of assets and liabilities as at 30 June, 2024 and the

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

In my opinion, the financial statements present fairly, in all material respects the financial position of National Government Constituencies Development Fund - Makueni Constituency as at 30 June, 2024 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

### **Basis for Opinion**

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

### **Emphasis of Matter**

#### **Budgetary Control and Performance**

The summary statement of appropriation reflects a final receipts budget and actual on comparable basis of Kshs.285,185,911 and Kshs.202,246,037 respectively resulting to an underfunding of Kshs.82,939,874 or approximately 29% of the budget. Similarly, the Fund expended Kshs.141,254,880 against actual receipts of Kshs.202,246,037 resulting to an under-utilization of Kshs.60,991,157 or approximately 30% of the total receipts.

The under-funding and under-utilization may affect the planned activities and programs and may impact negatively on service delivery to the public.

### **Key Audit Matters**

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

### **Other Matter**

#### **Unresolved Prior Year Audit Matters**

In the audit report of the previous year, several issues were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public

Resources. Although Management indicated the issues as resolved, no evidence was provided for audit review on Parliamentary Committee recommendations and implementation status.

### **Other Information**

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

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

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

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1.0 Lack of Ownership Documents**

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflect other grants and transfers of Kshs.75,869,901 which includes Kshs.7,600,000 for security projects. Included in the amount is Kshs.2,000,000 for the construction of Kikumini Assistant Chief's Office. However, review of documents revealed that the land purchased for the project did not have a title deed and a valuation report. This is contrary to Regulation 11(1)(k) of the National Government Constituencies Development Fund Regulations, 2016, which requires Constituency Committees to obtain and maintain ownership documents for assets.

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

## **2.0 Failure to Report Emergency Projects Expenditure**

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflect other grants and transfers of Kshs.75,869,901 which includes Kshs.2,480,095 for emergency projects. However, the expenditure on emergency projects was not reported to the National Government Constituencies Development Fund Board. This is contrary to Regulation 20(2) of the National Government Constituency Development Fund Regulations, 2016. which stipulates that the utilization of the emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

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

## **3.0 Delay in Completion of Projects**

During the financial year under review, a total of Kshs.121,598,699 was allocated for implementation of ninety-four (94) projects. However, review of the project implementation status report as at 30 June 2024 revealed that only twenty-four (24) projects with an allocation of Kshs.14,005,232 were completed, forty-four (44) projects with an allocation of Kshs.82,572,987 had not started and twenty-six (26) projects with an allocation of Kshs.25,020,480 were still ongoing.

In the circumstances, value for money spent on the incomplete projects could not be confirmed.

The audit was conducted in accordance with ISSAI 3000 and ISSAI 4000. The standards require that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements comply in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

## **REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE**

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the effect of the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective

### **Basis for Conclusion**

#### **1.0. Lack of Approved Information Technology Security Policy**

Review of the Fund's information technology systems revealed that the Fund did not have an approved IT policy for governance and management of its ICT resources. In addition, there is no ICT Steering Committee in place to assist in the development of ICT Policy Framework to enable the Fund realize long-term ICT strategic goals. Lack

of an approved IT policy may result in an unclear direction regarding maintenance of information security across the organization and safeguarding the Fund's ICT assets. Further, without a sound and approved framework, users do not have any rules and procedures to follow in order to minimize risk of errors, fraud and the loss of data confidentiality, integrity and availability.

In the circumstances, the effectiveness of the IT internal controls could not be confirmed.

## **2.0. Lack of Risk Management Policy and Strategy**

The Fund Management had not put in place risk management policy, strategies, and risk register to mitigate against risk. It was, therefore, not clear how Management manages risk exposures. This is in contravention of Regulation 158 (1)(a) and (b) of the Public Finance Management (County Governments) Regulations, 2015 which requires the Accounting Officer to ensure that the County Government entity develops risk management strategies, which include fraud prevention mechanism; and the County Government entity develops a system of risk management and internal control that builds robust business operations.

In the circumstances, the effectiveness of risk management measures put in place could not be confirmed.

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

### **Responsibilities of the Management and those Charged with Governance**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Management is aware of the intention 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

comply with the authorities which govern them and that public resources are applied in an effective way.

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

### **Auditor-General's Responsibilities for the Audit**

My responsibility is to conduct an audit of the financial statements in accordance with Article 229(4) of the Constitution, Section 35 of the Public Audit Act, 2015 and the International Standards for Supreme Audit Institutions (ISSAIs). The standards require that, in conducting the audit, I obtain reasonable assurance about whether the financial statements as a whole are free from material misstatements, whether due to fraud or error and to issue an auditor's report that includes my opinion in accordance with Section 48 of the Public Audit Act, 2015. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In conducting the audit, Article 229(6) of the Constitution also requires that I express a conclusion on whether or not in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way. In addition, I consider the entity's control environment in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7 (1) (a) of the Public Audit Act, 2015.

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

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

  
FCPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**31 December, 2024**

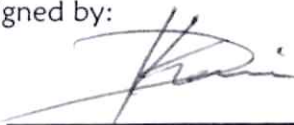
**National Government Constituencies Development Fund (NGCDF)**  
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**9. Statement of Receipts and Payments for the Year Ended 30th June 2024**

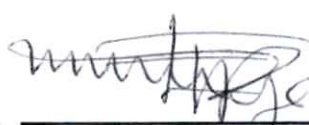
	Note	2023-2024	2022-2023
		Kshs	Kshs
<b>Receipts</b>			
Transfers From NGCDF Board	1	198,807,745	88,000,000
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	71,257	10,000
<b>Total Receipts</b>		<b>198,879,002</b>	<b>88,010,000</b>
<b>Payments</b>			
Compensation of Employees	4	2,285,927	6,164,293
Committee expenses	5	3,457,100	3,485,988
Use of Goods and Services	6	9,302,952	4,278,354
Transfers to Other Government Units	7	46,000,000	13,350,000
Other Grants and Transfers	8	75,869,901	56,865,354
Acquisition of Assets	9	339,000	2,215,938
Other Payments	10	4,000,000	500,000
<b>Total Payments</b>		<b>141,254,880</b>	<b>86,859,927</b>
<b>Surplus/(Deficit)</b>		<b>57,624,122</b>	<b>1,150,073</b>

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

The Constituency financial statements were approved by the NGCDFC on 30/6/2024 and signed by:



Chairman NG-CDF  
Committee  
Name: Daniel Kavoi



Fund Account Manager  
Name: Eric Muange



National Sub-County  
Accountant  
Name: Gregory Mwaniki  
ICPAK M/No: 12536

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

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

	Note	2023-2024 Kshs	2022-2023 Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances	11A	60,991,157	3,367,035
Cash Balances	11B	-	-
Total Cash and Cash Equivalents		60,991,157	3,367,035
Accounts Receivable			
Outstanding Imprests	12	-	-
Total Financial Assets (A)		60,991,157	3,367,035
Financial Liabilities			
Accounts Payable			
Retention	13		
Gratuity	14	-	-
Total Financial Liabilities (B)		-	-
Net Financial Assets (A-B)		60,991,157	3,367,035
Represented By			
Fund Balance B/Fwd	15	3,367,035	2,216,962
Prior Year Adjustments	16	-	-
Surplus/(Deficit) for The Year		57,624,122	1,150,073
Net Financial Position		60,991,157	3,367,035

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NG CDFC on 30/6/2024 and signed by:

.....  
Chairman NG-CDF  
Committee  
Name: Daniel Kavoi

.....  
Fund Account Manager  
Name: Eric Muange

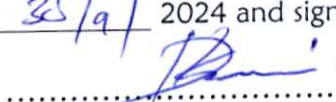
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**National Government Constituencies Development Fund (NGCDF)**  
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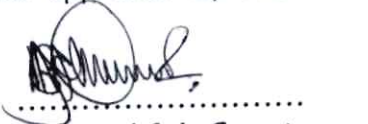
**11. Statement Of Cash Flows for the Year Ended 30th June 2024**

	Notes	2023-2024 Kshs	2022-2023 Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	198,807,745	88,000,000
Other Receipts	3	71,257	10,000
Total Receipts		198,879,002	88,010,000
Payments from Operating Activities			
Compensation of Employees	4	2,285,927	6,164,293
Committee Expenses	5	3,457,100	3,485,988
Use of Goods and Services	6	9,302,952	4,278,354
Transfers to Other Government Units	7	46,000,000	13,350,000
Other Grants and Transfers	8	75,869,901	56,865,354
Other Payments	10	4,000,000	500,000
Total Payments		140,915,880	84,643,989
Total Receipts Less Total Payments			
Adjusted For:		-	-
Prior Year Adjustments	16	-	-
Decrease/(Increase) in Accounts Receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		57,963,122	3,366,011
Cashflow From Investing Activities			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(339,000)	(2,215,938)
Net Cash Flows from Investing Activities		(339,000)	(2,215,938)
Net Increase in Cash & Cash Equivalents		57,624,122	1,150,073
Cash & Cash Equivalent at Start of the Year	11	3,367,035	2,216,962
Cash & Cash Equivalent at End of the Year	11	60,991,157	3,367,035

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved by NG CDFC on 30/9/2024 and signed by:

  
 .....  
 Chairman NG-CDF  
 Committee  
 Name: Daniel Kavoi

  
 .....  
 Fund Account Manager  
 Name: Eric Muange

  
 .....  
 National Sub-County  
 Accountant  
 Name: Gregory Mwaniki  
 ICPAK M/No: 12536

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12. Summary Statement of Appropriation for The Year Ended 30<sup>th</sup> June 2024

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
<b>RECEIPTS</b>							
Transfers from NG-CDF Board	213,514,874	3,367,035	68,232,745	285,114,654	202,174,780	82,939,874	71%
Proceeds from Sale of Assets	-	-	-	-	-	-	0%
Other Receipts	-	71,257	-	71,257	71,257	-	100%
<b>TOTAL RECEIPTS</b>	<b>213,514,874</b>	<b>3,438,292</b>	<b>68,232,745</b>	<b>285,185,911</b>	<b>202,246,037</b>	<b>82,939,874</b>	<b>71%</b>
<b>PAYMENTS</b>							
Compensation of Employees	3,852,619	-	-	3,852,619	2,285,927	1,566,692	59%
Committee expenses	3,458,000	-	300,000	3,758,000	3,457,100	300,900	92%
Use of goods and services	10,028,542	71,257	200,000	10,299,799	9,302,952	996,847	90%
Transfers to Other Government Units	83,855,000	-	48,400,000	132,255,000	46,000,000	86,255,000	35%
Other grants and transfers	81,955,379	-	18,699,780	100,655,159	75,869,901	24,785,258	75%
Acquisition of Assets	3,537,480	-	-	3,537,480	339,000	3,198,480	10%
Other Payments	-	3,367,035	632,965	4,000,000	4,000,000	-	100%
Funds Pending Approval	26,827,854	-	-	26,827,854	-	26,827,854	0%
<b>TOTAL</b>	<b>213,514,874</b>	<b>3,438,292</b>	<b>68,232,745</b>	<b>285,185,911</b>	<b>141,254,880</b>	<b>143,931,031</b>	<b>50%</b>

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Explanatory Notes.

- Compensation of employees had a utilization of 59% because of late funding from the board
- Transfer to other government entities had a utilization of 35% because of late funds disbursement from the board
- Other Grants and Transfers had utilization of 75% because of late funds disbursement from the board
- Acquisition of assets had utilization of 10% due to late disbursement of funds from the board.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	143,931,031
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2024	82,939,874
	60,991,157
Increase/(decrease) Accounts payable	-
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2024	60,991,157

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13. Budget Execution By Sectors And Projects For The Year Ended 30<sup>th</sup> June 2024

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,852,619	-	-	3,852,619	2,285,927	1,566,692
1.2 Committee allowances	1,448,000	-	-	1,448,000	1,435,000	13,000
1.3 Use of goods and services	6,251,003	71,257	200,000	6,522,260	5,529,414	992,846
Sub-total	11,551,622	-	200,000	11,842,879	9,250,341	2,572,538
2.0 Monitoring and evaluation						
2.1 Capacity building	50,000	-	-	50,000	50,000	-
2.2 Committee allowances	2,010,000	-	300,000	2,310,000	2,022,100	287,900
2.3 Use of goods and services	3,727,539	-	-	3,727,539	3,723,538	4,001
Sub-total	5,787,539	-	300,000	6,087,539	5,795,638	291,901

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
3.0 Constituency Oversight Committee (Itemize as per budget)						
3.1						
4.0 Emergency						
4.1 Primary Schools	10,152,526	-	2,044,591	12,197,117	600,095	11,597,022
4.2 Secondary schools	-	-	430,000	430,000	430,000	-
4.3 Tertiary institutions	-	-	-	-	-	-
4.4 Security projects	-	-	1,450,000	1,450,000	1,450,000	-
Sub-total	10,152,526	-	3,924,591	14,077,117	2,480,095	11,597,022
5.0 Bursary and Social Security						
5.1 Primary Schools	200,000	-	-	200,000	200,000	-
5.2 Secondary Schools	45,000,000	-	-	45,000,000	43,476,506	1,523,494

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
5.3 Tertiary Institutions	19,224,488	-	-	19,224,488	18,426,500	797,988
5.4 Universities	-	-	-	-	-	-
5.5 Education Support Programmes	-	-	-	-	-	-
5.6 Social Security	-	-	3,987,035	3,987,035	500,000	3,487,035
Sub-total	64,424,488	-	3,987,035	68,411,523	62,603,006	5,808,517
6.0 Sports						
Constituency Sports	-	-	3,188,154	3,188,154	3,186,800	1,354
Sub-total		-	3,188,154	3,188,154	3,186,800	1,354
7.0 Environment						
Kamunyolo sand dam	620,000	-	-	620,000	-	620,000
Kwa Malii wa Kithu sand dam	620,000	-	-	620,000	-	620,000
Sub-total	1,240,000	-	-	3,840,000	-	3,840,000
8.0 Primary Schools Projects						

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Mumbeeni Primary School	-	-	900,000	900,000	900,000	-
Mukameni Primary School	-	-	900,000	900,000	900,000	-
Mbeletu Pri Project	-	-	1,350,000	1,350,000	1,350,000	-
Kilisa Pri Project	-	-	900,000	900,000	900,000	-
Kitikuyumu Pri Project	-	-	900,000	900,000	900,000	-
Ikavyavya Pri Project	-	-	900,000	900,000	900,000	-
Kaiani Pri Cdf Project	-	-	900,000	900,000	900,000	-
Kawala Pri Project	-	-	900,000	900,000	900,000	-
Yuuni Pri Project	-	-	1,800,000	1,800,000	1,800,000	-
Yeembundu Pri Project	-	-	900,000	900,000	900,000	-
Mbuvuni Pri Sch Project	-	-	1,800,000	1,800,000	1,800,000	-

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Programme/Sub-programme	Original Budget Kshs	Adjustments		Final Budget Kshs	Actual on comparable basis Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
Kivandini Pri Sch Project	-	-	900,000	900,000	900,000	-
Kiatine Pri Project	-	-	900,000	900,000	900,000	-
Kitonyoni Pri Project	-	-	900,000	900,000	900,000	-
Ngunguuni Pri School	-	-	900,000	900,000	900,000	-
Muangeneni Pri	-	-	600,000	600,000	600,000	-
Kwa Mbiti Primary School	-	-	1,350,000	1,350,000	1,350,000	-
ungatani pri sch	-	-	500,000	500,000	500,000	-
Manzani Pri Sch	-	-	750,000	750,000	750,000	-
NgomanoPri Sch	-	-	900,000	900,000	900,000	-
Mathangathini Pri Sch	-	-	900,000	900,000	900,000	-
Kalembwani Pri Sch	-	-	900,000	900,000	900,000	-
Masue Pri Sch	-	-	1,800,000	1,800,000	1,800,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Iiani Pri Sch	-	-	2,400,000	2,400,000	-	2,400,000
Mangauni Primary School	1,050,000	-	-	1,050,000	-	1,050,000
Nduumoni Primary School	1,000,000	-	-	1,000,000	-	1,000,000
Ngangani Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Mbalani Primary School	1,000,000	-	-	1,000,000	-	1,000,000
Kalumbi Primary School	1,000,000	-	-	1,000,000	-	1,000,000
Muambwani Primary School	1,500,000	-	-	1,500,000	-	1,500,000
Kithiani Primary School	900,000	-	-	900,000	-	900,000
Kyaka Primary School	260,000	-	-	260,000	-	260,000
Mbiuni Primary School	260,000	-	-	260,000	-	260,000
Mayuu Primary School	900,000	-	-	900,000	-	900,000
Mikauni Primary School	900,000	-	-	900,000	-	900,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Kimundi Primary School	900,000	-	-	900,000	-	900,000
Mwaani Primary School	260,000	-	-	260,000	-	260,000
Yekanga Primary School	260,000	-	-	260,000	-	260,000
Malooi Primary School	700,000	-	-	700,000	-	700,000
Kwa Aron Primary School	260,000	-	-	260,000	-	260,000
Kwa Kalelo Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Kingutheni Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Unoa Primary School	4,000,000	-	-	4,000,000	-	4,000,000
Kwa Nyaa Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Kanthuni Primary School	2,700,000	-	-	2,700,000	-	2,700,000
Kasambani Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Kithumani Primary School	1,350,000	-	-	1,350,000	-	1,350,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kalaani Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Mungyani Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Vulueni Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Iiani Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Yiuma Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Mutini Primary School	983,117	-	-	983,117	-	983,117
Nziu Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Kyamusoi Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Matiliku Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Ndovea Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Matooni Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Kalamba Primary School	1,350,000	-	-	1,350,000	-	1,350,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kathuma Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Yinthungu Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Katangini Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Mwania Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Kithathaaini Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Ivinganzia Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Mathemba Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Ngomeni Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Kambi Mawe Primary School	1,350,000	-	-	1,350,000	-	1,350,000
Mutini Primary School	366,883	-	-	366,883	-	366,883
Mutini Primary School	1,050,000	-	-	1,050,000	-	1,050,000
Sub-total	55,350,000	-	25,850,000	81,200,000	23,450,000	57,750,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
9.0 Secondary Schools Projects (List all the Projects)						
Serena Wiliam Sec Sch	-	-	500,000	500,000	500,000	-
Mandoi Sec Sch	-	-	900,000	900,000	900,000	-
Kambi Mawe Sec Sch	-	-	800,000	800,000	800,000	-
Athiani Sec Sch	-	-	2,500,000	2,500,000	2,500,000	-
Kyunyu Sec School	-	-	400,000	400,000	400,000	-
Yeemulwa Sec Sch	-	-	1,500,000	1,500,000	1,500,000	-
Mbuthani Sec	-	-	2,250,000	2,250,000	2,250,000	-
Muusini Sec sch	-	-	1,500,000	1,500,000	1,500,000	-
Kitonyoni Sec Sch	-	-	2,500,000	2,500,000	2,500,000	-
Aic Muthyoi Sec Sch	-	-	1,100,000	1,100,000	1,100,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Muambani Sec Sch	-	-	1,500,000	1,500,000	1,500,000	-
Iliani Sec sch	-	-	2,000,000	2,000,000	2,000,000	-
Mbuvo Sec Sch Project	-	-	2,700,000	2,700,000	2,700,000	-
St Johns Malivani Sec Sch	-	-	2,400,000	2,400,000	2,400,000	-
Itumbule Secondary School	260,000	-	-	260,000	-	260,000
Mavindini Boys Secondary School	260,000	-	-	260,000	-	260,000
Kithoni Secondary School	260,000	-	-	260,000	-	260,000
Kitonyoni Secondary School	2,000,000	-	-	2,000,000	-	2,000,000
Kyangwasi Secondary School	900,000	-	-	900,000	-	900,000
Matheani Secondary School	900,000	-	-	900,000	-	900,000
AIC Muthyoi Secondary School	1,000,000	-	-	1,000,000	-	1,000,000
Kyumbuni Secondary School	625,000	-	-	625,000	-	625,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs	Kshs			
Kimuumo Secondary School	1,300,000	-	-	1,300,000	-	1,300,000
AIC Mutulani Secondary School	1,500,000	-	-	1,500,000	-	1,500,000
Senda Secondary School	1,350,000	-	-	1,350,000	-	1,350,000
Kambi Mawe girls Secondary School	1,350,000	-	-	1,350,000	-	1,350,000
Sia Secondary School	2,000,000	-	-	2,000,000	-	2,000,000
Kalaani mixed Secondary School	1,800,000	-	-	1,800,000	-	1,800,000
Nduumoni Secondary School	1,350,000	-	-	1,350,000	-	1,350,000
Athiani Secondary School	1,500,000	-	-	1,500,000	-	1,500,000
Uiini Secondary School	1,350,000	-	-	1,350,000	-	1,350,000
Mavindini Girls Secondary School	1,000,000	-	-	1,000,000	-	1,000,000
Mavindini education office	1,000,000	-	-	1,000,000	-	1,000,000
Kavingoni Secondary School	2,000,000	-	-	2,000,000	-	2,000,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kathamboni Secondary School	900,000	-	-	900,000	-	900,000
Makueni Girls Secondary School	1,200,000	-	-	1,200,000	-	1,200,000
Sub-total	25,805,000	-	22,550,000	48,355,000	22,550,000	25,805,000
10.0 Tertiary institutions Projects (List all the Projects)						
Makueni Kenya Medical Training College	2,700,000	-	-	2,700,000	-	2,700,000
Sub-total	2,700,000	-	-	2,700,000	-	2,700,000
11.0 Security Projects						
Kathonzweni cc Project	-	-	800,000	800,000	800,000	-
Kikumini Chief's office project	-	-	2,000,000	2,000,000	2,000,000	-
Katangini Ass chiefs office	-	-	1,100,000	1,100,000	1,100,000	-
Munathi chiefs office	-	-	1,100,000	1,100,000	1,100,000	-
Kithumba Chief's Office	-	-	1,100,000	1,100,000	1,100,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Kithuki Chiefs office	-	-	1,500,000	1,500,000	1,500,000	-
Nzau Chief s Office	1,500,000	-	-	1,500,000	-	1,500,000
Muusini Assistant chiefs Office	600,000	-	-	600,000	-	600,000
Makueni Police station Play grounds	800,000	-	-	800,000	-	800,000
Wote Chiefs Office	950,000	-	-	950,000	-	950,000
Makueni Remand Prison	1,028,365	-	-	1,028,365	-	1,028,365
Directorate of Criminal Investigation Office- Makueni	260,000	-	-	260,000	-	260,000
Kanthuni Assistant Chiefs Office	1,000,000	-	-	1,000,000	-	1,000,000
Sub-total	6,138,365	-	7,600,000	13,738,365	-	6,138,365
12.0 Acquisition of assets						
12.1 Motor Vehicles (including motorbikes)-Purchase of Motorbike	772,000	-	-	772,000	-	772,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
12.2 Construction of CDF office- Renovation of NGCDF Office	669,480	-	-	669,480	-	669,480
12.3 Purchase of furniture and equipment	1,096,000	-	-	1,096,000	-	1,096,000
12.4 Purchase of Office Power Generator	400,000	-	-	400,000	-	400,000
12.5 Purchase of computers	-	-	-	-	-	-
12.6 Purchase of land	-	-	-	-	-	-
12.7 Installation of CCTV	340,000	-	-	340,000	339,000	1,000
12.8 Purchase of Water Tank	260,000	-	-	260,000	126,000	134,000
Sub-total	3,537,480	-	-	3,537,480		1,203,480
13.0 Others						
13.1 Strategic Plan	-	3,367,035	632,965	4,000,000	4,000,000	-
13.2 Innovation Hub	-	-	-	-	-	-
Sub total	-	3,367,035	632,965	4,000,000	4,000,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Funds pending approval**	26,827,854	-	-	26,827,854	-	26,827,854
Sub total	26,827,854			26,827,854		26,827,854
Total	213,514,874	3,438,292	68,232,745	285,185,911	141,254,880	143,931,031

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based. This statement totals should time to totals of statement in schedule 12

#### 14. Significant Accounting Policies

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

##### 1. Statement of compliance and Basis of Preparation

The financial statements have been prepared in accordance with Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for;

- Receivables that include imprests
- Payables that include gratuity and retentions.

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

##### 2. Reporting Entity

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

##### 3. Reporting Currency

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

##### 4. Recognition of Receipts

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

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

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

##### b. Proceeds from the Sale of Assets

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

c. Other receipts

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

d. Unutilized Funds from PMCs.

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

e. External Assistance

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

5. Recognition of payments

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

a) Compensation of Employees

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

b) 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.

c) Acquisition of Fixed Assets

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

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asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

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

**6. In-kind contributions**

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

**7. Cash and Cash Equivalents**

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

**8. Accounts Receivable**

For the purposes of these financial statements, 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.

**9. Accounts Payable**

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

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prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

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**10. Pending Bills**

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

**11. Unutilized Fund**

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

**12. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2023 for the period 1<sup>st</sup> July 2023 to 30<sup>th</sup> June 2024 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

**13. Comparative Figures**

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

**14. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2024.

**15. Prior Period Errors**

Material prior period errors are corrected retrospectively in the first set of financial statements authorized for issue after their discovery by restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before

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the earliest prior period presented, restate the opening balances of assets, liabilities, and net assets/equity for the earliest prior period presented. During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

**16. Related Party Transactions**

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

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15. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2023-2024	2022-2023
Normal Allocation	Kshs	Kshs
B185077		7,000,000
B185446		6,000,000
B185698		15,000,000
B206013		5,000,000
B206460		12,000,000
B205805		12,000,000
B207456		16,000,000
B210324		15,000,000
B214349	68,232,745	-
B225124	30,000,000	
B225318	20,000,000	
B226121	30,000,000	
B214819	50,000,000	
B233972	575,000	
<b>TOTAL</b>	<b>198,807,745</b>	<b>88,000,000</b>

2. Proceeds From Sale of Assets

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

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3. Other Receipts

	2023-2024	2022-2023
	Kshs	Kshs
Interest Received	-	-
Rent	-	10,000
Receipts from sale of tender documents	71,257	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs account	-	-
Other Receipts Not Classified Elsewhere (specify)	-	-
Total	71,257	10,000

4. Compensation Of Employees

	2023-2024	2022-2023
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,327,640	4,893,912
Personal allowances paid as part of salary		
House Allowance	205,200	-
Transport Allowance	204,000	-
Leave allowance	-	-
Gratuity to contractual employees	-	1,250,781
Employer Contributions Compulsory national social security schemes	163,584	19,600
Employer Contributions Compulsory Housing levy	46,703	-
Employer contributions to National Industrial Training Authority	2,800	-
Hardship Allowance	336,000	-
Total	2,285,927	6,164,293

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5. Committee Expenses

	2023-2024	2022-2023
	Kshs	Kshs
A.NG CDFC		
Sitting allowance-ADM	1,025,000	2,367,988
Sitting allowance-M&E	909,100	-
Other committee expenses-ADM	410,000	1,118,000
Other committee expenses-M&E	1,113,000	-
Sub total	3,457,100	3,485,988
B. Constituency Oversight Committee		
Allowances	-	-
Other committee expenses	-	-
Sub total	-	-
Total (A+B)	3,457,100	3,485,988

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6. Use of Goods and services

	2023-2024	2022-2023
	Kshs	Kshs
Utilities, supplies and services	7,560	395,540
Communication, supplies and services	757,211	-
Domestic travel and subsistence	61,000	40,120
Printing, advertising and information supplies & services	-	-
Rentals of produced assets		-
Training expenses	413,992	-
Hospitality supplies and services	463,000	848,048
Insurance costs	-	-
Specialized materials and services	345,000	-
Office and general supplies and services	3,869,112	1,694,880
Fuel, oil & lubricants	2,150,000	1,270,125
Bank Charges	94,427	-
Other operating expenses	690,000	29,640
Routine maintenance – vehicles and other transport equipment	-	-
Routine maintenance – other assets	151,650	-
Other operating expenses	300,000	-
<b>Total</b>	<b>9,302,952</b>	<b>4,278,354</b>

7. Transfer To Other Government Units

Description	2023-2024	2022-2023
	Kshs	Kshs
Transfers To Primary Schools	23,450,000	12,950,000
Transfers To Secondary Schools	22,550,000	400,000
Transfers To Tertiary Institutions	-	
<b>Total</b>	<b>46,000,000</b>	<b>13,350,000</b>

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8. Other Grants and Other transfers

	2023-2024	2022-2023
	Kshs	Kshs
Bursary – secondary schools	43,476,506	29,997,600
Bursary – tertiary institutions	18,426,500	9,413,000
Bursary – special schools	200,000	215,000
Bursary- education support programmes	-	-
Social Security programmes (NHIF)	500,000	13,139,469
Security projects	7,600,000	1,500,000
Sports projects	3,186,800	-
Environment projects	-	-
Emergency projects	2,480,095	2,600,285
Roads projects	-	-
<b>Total</b>	<b>75,869,901</b>	<b>56,865,354</b>

9. Acquisition Of Assets

	2023-2024	2022-2023
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	339,000	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	2,215,938
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
<b>Total</b>	<b>339,000</b>	<b>2,215,938</b>

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10. Other Payments

	2023-2024	2022-2023
	Kshs	Kshs
Strategic plan	4,000,000	500,000
ICT Hub	-	-
Others (specify)		-
<b>Total</b>	<b>4,000,000</b>	<b>500,000</b>

11. Cash and Cash Equivalents

Name of Bank and Account No.	2023-2024	2022-2023
	Kshs (30/6/2024)	Kshs (30/6/2023)
11A: Bank Accounts (Cash Book Bank Balance)		
Cooperative Bank of Kenya, Wote Branch. Makueni NG-CDF A/C no. 01120539316700 ksh	60,991,157	3,367,035
Equity Bank, Wote Branch, Makueni NGCDF Deposit A/C No. 0670284771335 (deposit account)	415,086	-
<b>Total</b>	<b>61,406,243</b>	<b>3,367,035</b>
11B: Cash Balances		
Location 1	-	-
Location 2	-	-
Other Locations (Specify)	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
[Provide Cash Count Certificates for Each]		

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12. Outstanding Imprests

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

13. Retention

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

Retentions aging analysis.

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

14. Gratuity

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

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Gratuity aging analysis

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

The total above should be equal to the Gratuity closing figures)

15. Fund Balance B/F

	(1 <sup>st</sup> July 2023)	(1 <sup>st</sup> July 2022)
	Kshs	Kshs
Bank accounts	3,367,035	2,216,962
Cash in hand	-	-
Imprest	-	-
Total	3,367,035	2,216,962
Less		
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	3,367,035	2,216,962

[Provide short appropriate explanations as necessary]

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16. Prior Year Adjustments

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

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

17. Changes In Accounts Receivable – Outstanding Imprests

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

18. Changes In Accounts Payable – Gratuities and Retentions

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

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19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

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

Aging Analysis for Pending Accounts Payables

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

19.2: Pending Staff Payables (See Annex 2)

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

Aging Analysis for staff Payables

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

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19.3: Unutilized Fund (See Annex 3)

	2023-2024	2022-2023
	Kshs	Kshs
Compensation of employees	1,566,692	58,788
Committee expense	300,900	77,012
Use of goods and services	996,847	230,412
Amounts due to other Government entities	86,255,000	50,800,000
Amounts due to other grants and other transfers	24,785,258	18,520,044
Acquisition of assets	3,198,480	1,024
Oversight Committee Expenses	-	502,500
Other Payments (specify)	-	4,000,000
Funds pending approval	26,827,854	585,000
<b>Total</b>	<b>143,931,031</b>	<b>74,774,780</b>

19.4: PMC account balances (See Annex 5)

	2023/2024	2022/2023
	Kshs	Kshs
PMC account balances	786,601	654,526
<b>Total</b>	<b>786,601</b>	<b>654,526</b>

19.5 Related Party Transactions

	2023/2024	2022/2023
	Kshs	Kshs
Committee Members Remuneration		
Sitting allowance of committee Members during the year	-	-
Transaction with the NGCDF Board		
Receipts from the NGCDF Board during the year	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 2024	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2023/2024	Outstanding Balance 2022/2023	Comments
Compensation of employees	Salaries	1,566,962	58,588	Delay in disbursement of funds
Committee allowances	Committee allowances	300,900	145,000	Delay in disbursement of funds
Use of goods and services	Use of goods and services	996,847	230,412	Delay in disbursement of funds
<b>Amounts due to other Government entities</b>				
Iiani Primary School	Construction of two classrooms	2,400,000	-	Delay in disbursement of funds
Mangauni Primary School	Fencing of school compound	1,050,00	-	Delay in disbursement of funds
Nduumoni Primary School	Renovation of two classrooms	1,000,000	-	Delay in disbursement of funds
Ngangani Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Mbalani Primary School	Renovation of two classrooms	1,000,000	-	Delay in disbursement of funds
Kalumbi Primary School	Renovation of two classrooms	1,000,000	-	Delay in disbursement of funds
Muambwani Primary School	Construction of office block-phase 1	1,500,000	-	Delay in disbursement of funds
Kithiani Primary School	Renovation of two classrooms	900,000	-	Delay in disbursement of funds
Kyaka Primary School	Installation of water tank	260,000	-	Delay in disbursement of funds
Mbiuni Primary School	Installation of water tank	260,000	-	Delay in disbursement of funds
Mayuu Primary School	Renovation of two classrooms	900,000	-	Delay in disbursement of funds
Mikauni Primary School	Renovation of two classrooms	900,000	-	Delay in disbursement of funds
Kimundi Primary School	Renovation of two classrooms	900,000	-	Delay in disbursement of funds
Mwaani Primary School	Installation of water tank	260,000	-	Delay in disbursement of funds
Yekanga Primary School	Installation of water tank	260,000	-	Delay in disbursement of funds

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

Name	Brief Transaction Description	Outstanding Balance 2023/2024	Outstanding Balance 2022/2023	Comments
Malooi Primary School	Renovation of one classroom	700,000	-	Delay in disbursement of funds
Kwa Aron Primary School	Installation of water tank	260,000	-	Delay in disbursement of funds
Kwa Kalelo Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kingutheni Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Unoa Primary School	Construction of four classroom	4,000,000	-	Delay in disbursement of funds
Kwa Nyaa Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kanthuni Primary School	Construction of one classroom	2,700,000	-	Delay in disbursement of funds
Kasambani Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kithumani Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kalaani Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Mungyani Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Vulueni Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Iiani Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Yiuma Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Mutini Primary School	Construction of one classroom	983,117	-	Delay in disbursement of funds
Nziu Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kyamusoi Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Matiliku Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Ndovea Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Matooni Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kalamba Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kathuma Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Yinthingu Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds

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

Name	Brief Transaction Description	Outstanding Balance 2023/2024	Outstanding Balance 2022/2023	Comments
Katangini Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Mwania Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kithathaaini Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Ivinganzia Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Mathemba Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Ngomeni Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kambi Mawe Primary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Mutini Primary School	Construction of one classroom	366,883	-	Delay in disbursement of funds
Mutini Primary School	Fencing of school compound	1,050,000	-	Delay in disbursement of funds
Itumbule Secondary School	Installation of water tank	260,000	-	Delay in disbursement of funds
Mavindini Boys Secondary School	Installation of water tank	260,000	-	Delay in disbursement of funds
Kithoni Secondary School	Installation of water tank	260,000	-	Delay in disbursement of funds
Kitonyoni Secondary School	Completion of a laboratory	2,000,000	-	Delay in disbursement of funds
Kyangwasi Secondary School	Construction of 4 door pit latrine	900,000	-	Delay in disbursement of funds
Matheani Secondary School	Renovation of two classrooms	900,000	-	Delay in disbursement of funds
AIC Muthyoi Secondary School	Construction of office block	1,000,000	-	Delay in disbursement of funds
Kyumbuni Secondary School	Construction of 3 door pit latrine	625,000	-	Delay in disbursement of funds
Kimuumo Secondary School	Construction of office block	1,300,000	-	Delay in disbursement of funds
AIC Mutulani Secondary School	Construction of staff house	1,500,000	-	Delay in disbursement of funds
Senda Secondary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Kambi Mawe girls Secondary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Sia Secondary School	Construction of a laboratory	2,000,000	-	Delay in disbursement of funds

**National Government Constituencies Development Fund (NGCDF)**  
**MAKUENI Constituency**  
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Name	Brief Transaction Description	Outstanding Balance 2023/2024	Outstanding Balance 2022/2023	Comments
Kalaani mixed Secondary School	Construction of a dining hall	1,800,000	-	Delay in disbursement of funds
Nduumoni Secondary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Athiani Secondary School	Completion of a dormitory	1,500,000	-	Delay in disbursement of funds
Uiini Secondary School	Construction of one classroom	1,350,000	-	Delay in disbursement of funds
Mavindini Girls Secondary School	Construction of 4 door pit latrine	1,000,000	-	Delay in disbursement of funds
Mavindini education office	Construction of office block	1,000,000	-	Delay in disbursement of funds
Kavingoni Secondary School	Construction of a laboratory	2,000,000	-	Delay in disbursement of funds
Kathamboni Secondary School	Construction of 4 door pit latrine	900,000	-	Delay in disbursement of funds
Makueni Girls Secondary School	Construction of 5 door pit latrine	1,200,000	-	Delay in disbursement of funds
Makueni Kenya Medical Training College	Construction of two classroom	2,700,000	-	Delay in disbursement of funds
<b>Sub-Total</b>		<b>86,255,000</b>	-	
<b>Amounts due to other grants and other transfers</b>				
Nzaui Chief s Office	Construction of office block	1,500,000	-	Delay in disbursement of funds
Muusini Assistant chiefs Office	Renovation of office block	600,000	-	Delay in disbursement of funds
Makueni Police station Play grounds	Construction of 4 door pit latrine	800,000	-	Delay in disbursement of funds
Wote Chiefs Office	Fencing of office compound	950,000	-	Delay in disbursement of funds
Makueni Remand Prison	Construction of a perimeter wall	1,028,365	-	Delay in disbursement of funds
Directorate of Criminal Investigation Office- Makueni	Installation of water tank	260,000	-	Delay in disbursement of funds
Kanthuni Assistant Chiefs Office	Construction of office block	1,000,000	-	Delay in disbursement of funds

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

Name	Brief Transaction Description	Outstanding Balance 2023/2024	Outstanding Balance 2022/2023	Comments
Bursary and social security	Allocation of bursaries to needy students in the constituency	5,808,517	-	Delay in disbursement of funds
Emergency	To cater for unforeseen events in the constituency	11,597,022	-	Delay in disbursement of funds
Sports	To conduct sports in the constituency	1,354	-	Delay in disbursement of funds
Kamunyolo sand dam	Construction of a sand dam	620,000	-	Delay in disbursement of funds
Kwa Malii wa Kithu sand dam	Construction of a sand dam	620,000	-	Delay in disbursement of funds
<b>Subtotal</b>		<b>24,785,258</b>	-	
<b>Acquisition of assets</b>			-	
12.1 Motor Vehicles (including motorbikes)-Purchase of Motorbike	Purchase of motorbike	772,000	-	Delay in disbursement of funds
12.2 Construction of CDF office-Renovation of NGCDF Office	Renovation of NGCDF Office	669,480	-	Delay in disbursement of funds
12.3 Purchase of furniture and equipment	Purchase of office furniture	1,096,000	-	Delay in disbursement of funds
12.4 Purchase of Office Power Generator	Purchase of office power generator	400,000	-	Delay in disbursement of funds
12.8 Purchase of Water Tank	Purchase of water tank	260,000	-	Delay in disbursement of funds
<b>Subtotal</b>		<b>3,198,480</b>		
Others (specify)			-	
Strategic plan		-	4,000,000	Delay in disbursement of funds
Funds pending approval		26,827,854		
<b>Sub-total</b>		<b>26,827,854</b>	<b>4,000,000</b>	
<b>Grand Total</b>				

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

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	-
Buildings and structures	1,491,652	-	-	1,491,652
Transport equipment	8,345,250	-	-	8,345,250
Office equipment, furniture and fittings	953,931	339,000	-	1,292,931
ICT Equipment, Software and Other ICT Assets	812,000	-	-	812,000
Other Machinery and Equipment	-	-	-	-
Intangible assets	-	-	-	-
Total	11,602,833	-	-	11,941,833

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

Annex 5 –PMC Bank Balances as at 30<sup>th</sup> June 2024

PMC	Bank	Account number	Bank Balance 2023/2024	Bank Balance 2023/2024
Athiani Primary School	Equity	670192887807	629	629
Kambi Mawe Secondary School	Equity	670276263609	475	475
Kikome Primary School	Equity	670166581361	205	205
Kithayooni Primary School	Equity	670198720440	1,458	1,458
Kiuani Primary School	Equity	670199802712	870	870
Kiuuku Primary School	Equity	670279590480	2,630	2,630
Makutano Primary School	Equity	670299813566	435	435
Mangauni Primary School	Equity	670197096817	448	448
Muangenii Primary School	Equity	670270263840	20	20
Mulenyu Primary School	Equity	670278652040	-	1,510
Munathi Primary School	Equity	670199685338	39	39
Nzueni Primary School	Equity	670192902410	2,979	2,979
St Francis Maanzani	Equity	670270267511	4,153	4,153
St. Johns Malivani Primary School	Equity	670276530917	5,707	5,707
Yekanga Secondary School	Equity	670282257913	4,530	4,530
Kasayani Primary School	Equity	670297051259	45,489	678
Kitheini Primary School	Equity	670192894928	722	2,392
Kwambata Primary School	Equity	670199683278	11,667	603,206
Kyase Primary School	Equity	670280497819	3,175	1,530
Muthwani Primary School	Equity	670272214695	1,295	345

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PMC	Bank	Account number	Bank Balance 2023/2024	Bank Balance 2023/2024
Nthangu Primary School	Equity	670299714850	6,267	7
Syandoo Primary School	Equity	670199798895	1	815
Kiangini Chiefs Office	Equity	670164225573	874	654
Maviaume Primary School	Equity	670266552837	620	-
Ngoi Primary School	Equity	670192898398	514,389	792
Muthwani Primary School	EQUITY	670272214695	1,295	345
Kyase Primary School	EQUITY	670280497819	3,175	1,530
Nthangu Primary Sch	EQUITY	670299714850	6,267	7
Iiani Primarysch	EQUITY	1810284324740	418	-
Kiangini Chief Office	EQUITY	670164225573	874	654
Maviaume Primary School	EQUITY	670266552837	620	-
KYANGWASI SEC SCHOOL	EQUITY	670282213160	430	430
KAIANI PRIMARY SCHOOL	EQUITY	670294933653	1,112	1,112
KALUMBI PRIMARY SCHOOL	EQUITY	670285490597	-	-
SENDA PRIMARY SCHOOL	EQUITY	670285490701	-	-
NGANGANI PRIMARY SCHOOL	EQUITY	670285490551	-	-
KINGUUTHENI PRIMARY SCHOOL	EQUITY	670285490696	-	-
MBALANI PRIMARY SCHOOL	EQUITY	670285490591	-	-
KMTC MAKUENI CAMPUS	EQUITY	670278760378	6,350	6,350
KITHUMANI PRIMARY SCHOOL	EQUITY	670285491310	-	-
KALAANI PRIMARY SCHOOL	EQUITY	670285491286	-	-

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

PMC	Bank	Account number	Bank Balance 2023/2024	Bank Balance 2023/2024
WOTE CHIEF'S OFFICE	EQUITY	670285470800	-	-
WOTE ZONAL OFFICE	EQUITY	670185412816	1,000	-
MUUSINI ASSISTANT CHIEF; S OFFICE	EQUITY	670285475789	-	-
KANYONGA SEC SCHOOL	EQUITY	670294087398	54,177	54,177
KAMBI MAWE GIRLS SEC SCHOOL	EQUITY	670281185277	48,800	48,800
YEKANGA PRIMARY SCHOOL	EQUITY	670285490639	-	-
NDUUMONI PRIMARY SCHOOL	EQUITY	670285490882	-	-
MIKAUNI PRIMARY SCHOOL	EQUITY	670293622424	120	408
MAYUU PRIMARY SCHOOL	EQUITY	670297050268	25	25
UIINI PRIMARY SCHOOL	EQUITY	670280786971	1,430	1,430
Mikisi Primary School	COOP	1139540040100	17	4,362
Thavu Primary School	COOP	1139539692000	509	923
Ngosini Primary School	COOP	11175396600	2,660	2,660
Kithiani Primary School	COOP	1100049452002	48,250	2,400,000
TOTAL			786,601	3,160,112

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

**Annex 6: Progress On Follow Up of Auditor Recommendations**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	<p><b>Presentation of and Inaccuracies in the Financial Statements</b></p> <ol style="list-style-type: none"> <li>i. Review of the financial statements revealed the following anomalies:</li> <li>ii. The cover page includes words "Revised Template 30th June 2023".</li> <li>iii. The financial statements did not have the entity logo.</li> <li>iv. Roman numberings have been used for the headings contrary to the reporting template.</li> <li>v. Heading no. 1 in the table of contents has been stated as Acronyms and Abbreviations instead of Acronyms and Glossary of terms.</li> <li>vi. Roman numbers have not been used in numbering the first pages of the financial statements.</li> <li>vii. The Statement of Receipts and Payments does not start as 1 as per reporting template.</li> </ol>	Based on above observations, the annual reports and financial statements have now been prepared in accordance with the template prescribed and published by the Public Sector Accounting Standards Board. See	Resolved	

*National Government Constituencies Development Fund (NGCDF)*

*MAKUENI Constituency*

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>viii. In the Chairman's Report, sample photo of projects implemented in the revised financial statements are not similar to those sampled when the financial statements were submitted.</p> <p>ix. In the Chairman's Report Sub-headings are in capital letters instead of small letters.</p> <p>x. In the Chairman's Report, Actual amounts are not as per the Statement of Receipts and Payments and Acquisition of Assets amounts have been omitted.</p> <p>xi. Makeni Constituency NGCDF Contacts lack a telephone number.</p> <p>xii. Other Receipts at note no. 3 have been classified as rent.</p> <p>xiii. In the Statement of Cash Flows, the comparative amounts for Committee Expenses, Use of Goods and Services, Transfers to Other Government Units and Other Grants and Transfers which have been stated at Kshs.11,765,616, Kshs.78,563,887 and Kshs.94,290,761 respectively are not as per the previous year's financial statements.</p>	<p>copies financial statements attached.</p>		

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)																									
	<p>xiv. Some amounts in the financial statements do not have comas, contain cents, and are bolded.</p> <p>xv. Annex 6 on Progress on Follow Up of Auditor Recommendations was not signed by the Fund Manager. The annual reports and financial statements were not prepared in accordance with the template prescribed and published by the Public Sector Accounting Standards Board.</p>																												
	<p><b>Non-Disclosure of Expenditure</b></p> <p>The Statement of Receipts and Payments and as disclosed in note 6 to the financial statements reflects use of goods of Kshs.4,278,354. However, transactions amounting to Kshs.1,574,000 had been omitted both in the ledgers and financial statements despite the payment vouchers being provided for audit review as tabulated below:</p> <table border="1"> <thead> <tr> <th>Payee</th> <th>Voucher No.</th> <th>Date</th> <th>Cheque No.</th> <th>Amount (Kshs)</th> </tr> </thead> <tbody> <tr> <td>Hada Automobile</td> <td>65B</td> <td>4/5/2023</td> <td>14366 &amp; 14377</td> <td>500,000</td> </tr> <tr> <td>Fund manager</td> <td>63B</td> <td>31/5/2023</td> <td></td> <td>200,000</td> </tr> <tr> <td>Fund Manager</td> <td>53</td> <td>17/3/2023</td> <td>14172</td> <td>874,000</td> </tr> <tr> <td><b>Total</b></td> <td></td> <td></td> <td></td> <td><b>1,574,000</b></td> </tr> </tbody> </table>	Payee	Voucher No.	Date	Cheque No.	Amount (Kshs)	Hada Automobile	65B	4/5/2023	14366 & 14377	500,000	Fund manager	63B	31/5/2023		200,000	Fund Manager	53	17/3/2023	14172	874,000	<b>Total</b>				<b>1,574,000</b>	The non-Disclosed expenditure have now been included	Resolved	
Payee	Voucher No.	Date	Cheque No.	Amount (Kshs)																									
Hada Automobile	65B	4/5/2023	14366 & 14377	500,000																									
Fund manager	63B	31/5/2023		200,000																									
Fund Manager	53	17/3/2023	14172	874,000																									
<b>Total</b>				<b>1,574,000</b>																									

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

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)																
3.	<p>In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.</p> <p>The Statement of Receipts and Payments and as disclosed in note 6 to the financial statements reflects use of goods of Kshs.4,278,354. However, the general ledger provided for audit revealed variances between the financial statement figures and the general ledger as shown below:</p> <table border="1" data-bbox="790 1025 1141 1742"> <thead> <tr> <th>Component</th> <th>Financial statement</th> <th>Ledger</th> <th>Variance</th> </tr> </thead> <tbody> <tr> <td>Training expense</td> <td>0</td> <td>848048</td> <td>848,048</td> </tr> <tr> <td>Other operating expense</td> <td>0</td> <td>1,694,880</td> <td>1,694,880</td> </tr> <tr> <td><b>Total</b></td> <td></td> <td></td> <td><b>2,542,928</b></td> </tr> </tbody> </table>	Component	Financial statement	Ledger	Variance	Training expense	0	848048	848,048	Other operating expense	0	1,694,880	1,694,880	<b>Total</b>			<b>2,542,928</b>	Based on above observations both ksh. 848,048 and ksh. 1,694,880 are included in the use of goods of ksh. 4,278,454.	Resolved	
Component	Financial statement	Ledger	Variance																	
Training expense	0	848048	848,048																	
Other operating expense	0	1,694,880	1,694,880																	
<b>Total</b>			<b>2,542,928</b>																	
4.	Misclassification of Expenditure	The above anomaly has	Resolved																	

**National Government Constituencies Development Fund (NGCDF)  
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Reference No. on the external audit Report	Issue / Observations from Auditor		Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)																									
	<p><b>i. Compensation of Employees</b> The Statement of Receipts and Payments and as disclosed in note 4 to the financial statements reflects compensation of employees of Kshs.6,164,293 which includes staff basic salaries of Kshs.4,893,912. However, included in this amount is Kshs.620,000 relating to travel expenses for bursary disbursements as shown below;</p> <table border="1" data-bbox="699 1160 1289 1870"> <thead> <tr> <th>Payee</th> <th>Voucher no.</th> <th>Description</th> <th>Cheque No.</th> <th>Amount(Kshs)</th> </tr> </thead> <tbody> <tr> <td>Manager COOP</td> <td>23</td> <td>Allowances for monitoring and evaluation for 17 days</td> <td>13404</td> <td>255,000</td> </tr> <tr> <td>Manager COOP</td> <td>69B</td> <td>Reimbursement of office operations</td> <td>14525</td> <td>200,000</td> </tr> <tr> <td>Manager COOP</td> <td>78</td> <td>Allowances while distributing bursary cheques on 14th, 15th and 16th March within constituency</td> <td>14525</td> <td>165,000</td> </tr> <tr> <td><b>Total</b></td> <td></td> <td></td> <td></td> <td><b>620,000</b></td> </tr> </tbody> </table>		Payee	Voucher no.	Description	Cheque No.	Amount(Kshs)	Manager COOP	23	Allowances for monitoring and evaluation for 17 days	13404	255,000	Manager COOP	69B	Reimbursement of office operations	14525	200,000	Manager COOP	78	Allowances while distributing bursary cheques on 14th, 15th and 16th March within constituency	14525	165,000	<b>Total</b>				<b>620,000</b>	now been rectified.		
Payee	Voucher no.	Description	Cheque No.	Amount(Kshs)																										
Manager COOP	23	Allowances for monitoring and evaluation for 17 days	13404	255,000																										
Manager COOP	69B	Reimbursement of office operations	14525	200,000																										
Manager COOP	78	Allowances while distributing bursary cheques on 14th, 15th and 16th March within constituency	14525	165,000																										
<b>Total</b>				<b>620,000</b>																										
	<p><b>ii. Acquisition of Assets</b></p>																													

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)																														
	<p>The Statement of Receipts and Payments and as disclosed in note 9 to the financial statements reflects acquisition of assets of Kshs.2,215,938 which includes purchase of ICT equipment, software and ICT assets. However, review of payment vouchers and supporting documents revealed that the payments amounted to Kshs.2,187,588 related to other expenditures as shown below:</p> <table border="1" data-bbox="694 1008 1220 1747"> <thead> <tr> <th>Payee</th> <th>Voucher No.</th> <th>Description</th> <th>Cheque No.</th> <th>Amount (Kshs)</th> </tr> </thead> <tbody> <tr> <td>Manager COOP Bank</td> <td>53</td> <td>Payment of daily subsistence allowance</td> <td>14171</td> <td>800,000</td> </tr> <tr> <td>Manager COOP Bank</td> <td>52</td> <td>Payment of allowances</td> <td>14169</td> <td>380,000</td> </tr> <tr> <td>Manager COOP Bank</td> <td>15</td> <td>Staff salaries for the month of Nov and Dec 2022</td> <td>13388</td> <td>807,588</td> </tr> <tr> <td>Daniel Maluki</td> <td>14</td> <td>Office operations</td> <td>13388</td> <td>200,000</td> </tr> <tr> <td><b>Total</b></td> <td></td> <td></td> <td></td> <td><b>2,187,588</b></td> </tr> </tbody> </table>	Payee	Voucher No.	Description	Cheque No.	Amount (Kshs)	Manager COOP Bank	53	Payment of daily subsistence allowance	14171	800,000	Manager COOP Bank	52	Payment of allowances	14169	380,000	Manager COOP Bank	15	Staff salaries for the month of Nov and Dec 2022	13388	807,588	Daniel Maluki	14	Office operations	13388	200,000	<b>Total</b>				<b>2,187,588</b>			
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	<p><b>iii. Use of Goods</b> The statement of receipts and payments reflects use of goods of Kshs.4,278,354 as disclosed in note 6 to the financial statements which includes office and general supplies of an amount of</p>																																	

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	<p>Kshs.1,694,880. However, included in this amount is Kshs.594,880 paid vide voucher number 109 and cheque number 14949B which relates to gratuity thus should be included in compensation of employees.</p> <p>In the circumstances, accuracy and fair statement of the financial statements could not be confirmed.</p>			
5.	<p><b>Unsupported Committee Expenditures Committee Expenses</b></p> <p>The statement of receipts and payments reflects a total expenditure of Kshs.86,859,927 for projects implemented during the year, which includes Kshs.3,485,927 for committee expenses. However, supporting documents such as payment vouchers, committee minutes, attendances register to support payments totaling Kshs.1,808,000 were not presented for audit review.</p> <p>In the circumstances, the accuracy and validity of committee expenses amounting to 3,485,927 could not be confirmed.</p>	<p>There was a mix up of payments vouchers at the treasury as there was internal audit that had taken place just before the audit by the Auditor General. The payment vouchers are now available for confirmation</p>	Resolved	

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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)
6.	<p><b>Unsupported Expenditure-Oils, Lubricants and Office expenses</b></p> <p>The Statement of Receipts and Payments as disclosed in Note 6 to the financial statements reflects an amount of Kshs.4,278,354 under use of goods and services expenditure of which includes fuel, oil and lubricants, training expenses and office and general supplies of amounts of Kshs.1,270,126, Kshs.848,048 and Kshs.1,694,880 respectively. The training expenses includes Kshs. 368,534 in respect of capacity building. However, the payment vouchers lacked attendance registers of participants. Further, the expenditure in respect of fuel, oil and lubricants totaling Kshs.1,270,126 was not supported with relevant documents including fuel register, fuel statements and work tickets.</p> <p>In the circumstances, the accuracy and completeness of Kshs.4,278,354 expenditure on use of goods and services could not be confirmed</p>	<p>There was a mix up of payments vouchers and documents as there was internal audit that had taken place just before the audit by the Auditor General. The payment vouchers are now available for confirmation.</p>	Resolved	
7.	<p><b>Unconfirmed Accuracy and Ownership of Fixed Assets</b></p> <p>Annex 4 to the financial statements reflects fixed assets of Kshs.11,602,833. However, fixed assets register provided has a total</p>	<p>On log book we have written to the</p>	Resolved	

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	<p>of Kshs.9,298,641 which does not agree with the financial statement summary of fixed assets total of Kshs.11,602,833 resulting into variance of Kshs.2,304,192. Further, included in the balance of Kshs.11,602,833 are buildings and structures and transport equipment valued at Kshs.1,491,652 and Kshs.8,345,250 respectively. However, title deed and car log books to show proof of ownership of land where buildings and structures have been built and motor vehicles held respectively were not provided for audit review. In addition, the value of land has been omitted. In the circumstance, the accuracy and ownership of fixed assets could not be confirmed.</p>	<p>NG-CDF Board to furnish us with a copy of the log book because they are normally the custodian of all constituency vehicles. On Matters Tile we have written To the Chief Officer, Lands and Urban Planning through the Sub County Physical Planner to give us more information on the status. vide two letters to the Chief Executive</p>		

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8.	<p><b>Unconfirmed Project Management Committee (PMC) Account Balances</b></p> <p>The financial statements at Note no.19.4 and as disclosed at Annex 5 reflect PMC account balances of Kshs.649,272. However, review of the records provided for audit revealed the comparative PMC account balances at note no.19.4 have been stated at Kshs.2,988,503 instead of Kshs.37,450 as per the previous year's financial statements. Further, projects worth Kshs.4,403,265 were omitted from the financial statements and projects worth Kshs.32,470 were not supported by Bank Statements.</p> <p>In the circumstances, the accuracy and completeness of PMC account balances as stated in the financial statements could not be confirmed.</p>	<p>Officer of NG-CDF Board and Sub county Physical planner.</p> <p>The correct balances have been restated. The bank statements are now available for scrutiny.</p>	Resolved	
9.	<p><b>Inaccuracies in Unutilized Funds</b></p>	<p>The correct balances have</p>	Resolved	

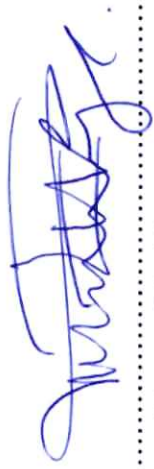
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	<p>Disclosure note no. 20.3 and Annex 3 reflect unutilized funds of Kshs.74,764,780. At Annex 3, amounts stated at Kshs.58,588, Kshs.51,375,000 and Kshs.18,520,044 had no brief transaction description. In addition, the Annex was not presented according to the reporting framework. Further, the comparative amounts of Kshs.2,216,962 are not analysed as per the previous year's financial statements.</p> <p>The accuracy and completeness of Kshs.2,216,962 could not be confirmed.</p>	<p>now been disclosed.</p>		
10.	<p><b>Inaccuracy of Cash and Bank Balances</b></p> <p>The statement of assets and liabilities and Note 12A reflect cash book balances of Kshs.3,367,035 an amount that was held with the Co-operative Bank, Wote Branch Makueni. However, review of the June reconciliation statement contains payments of bank charges in bank statements not yet recorded in the cash book of Kshs.259,949.</p> <p>In the circumstances, the accuracy and completeness of the cash and bank balance of Kshs.3,367,035 reported in the financial statements could not be confirmed.</p>	<p>The necessary adjustments will be made in the financial year 2023/2024.</p>	Resolved	

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11.	<p><b>Budget and Budgetary Performance</b></p> <p>The summary statement of appropriation reflects final budget receipts and actual receipts on comparable basis of Kshs.161,634,707 and Kshs.90,226,962 respectively, resulting into an under-funding of Kshs.71,407,745 (or 44%) of the budget. Similarly, the Fund spent Kshs.86,859,927 against an approved budget of Kshs.161,634,707 resulting into an under-expenditure of Kshs.74,774,780 (or 46%) of the budget.</p> <p>The underfunding and under expenditure affected the planned activities and programmes and negatively impacted on effective service delivery to the public.</p>	<p>The underfunding and under expenditure is as a result of delayed disbursements from the exchequer which is outside our control.</p>	Resolved	



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Name: Eric Muange  
Fund Account Manager.

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