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REPORT

THE NATIONAL ASSEMBLY
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DATE: 23 FEB 2023

DAY:
THURSDAY

TALK
BY: **OF**

Leader of Majority
Party (Lom)

CLERK-AT
THE TABLE:

Joyce Lemerelle

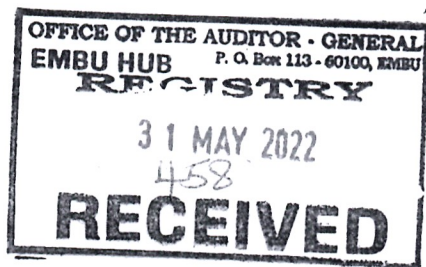
THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2021**

Revised Template 30th June 2021



BUURI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

***Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

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Buuri Constituency

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**Buuri Constituency
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Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Buuri Constituency NGCDF day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Lucy Ndong'o
2.	Sub-County Accountant	James Maina
3.	Chairman NGCDFC	Charles Kiara
4.	Member NGCDFC	Mary Gaceri

(d) Fiduciary Oversight Arrangements

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

(e) Buuri Constituency NGCDF Headquarters

P.O. Box 130
DCC's Building
Meru Nanyuki Highway
Timau, Meru

***Buuri Constituency
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(f) Buuri Constituency NGCDF Contacts

Telephone: (254) 722861117
E-mail: cdfbuuri@ngcdf.go.ke
Website: www.buuricdf.go.ke

(g) Buuri Constituency NGCDF Bankers

Equity Bank
Meru Branch
A/C No. 0140261996107
P. O Box 60000
Meru, Kenya

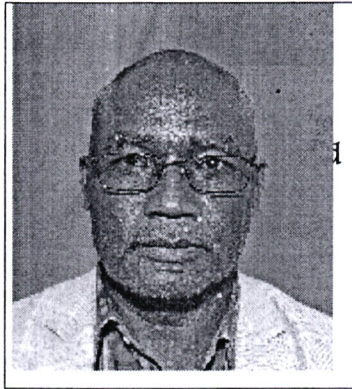
(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT



Buuri constituency is a vast constituency and for the last few years we have had low performance in education. The main challenges being classrooms, toilets, desks, water and revision books in most of the primary and secondary schools.

During this financial year, we managed to construct and complete sixty one classrooms and also complete three administration blocks and three laboratories in various primary and secondary schools. Revision books were also distributed to candidates in all secondary schools in the constituency. We also completed four chiefs' offices and three police posts are half way complete. Here are samples of projects done during the financial year 2020/2021.

Fig 1



Sirimon Day Secondary School- Renovation of Five Classrooms

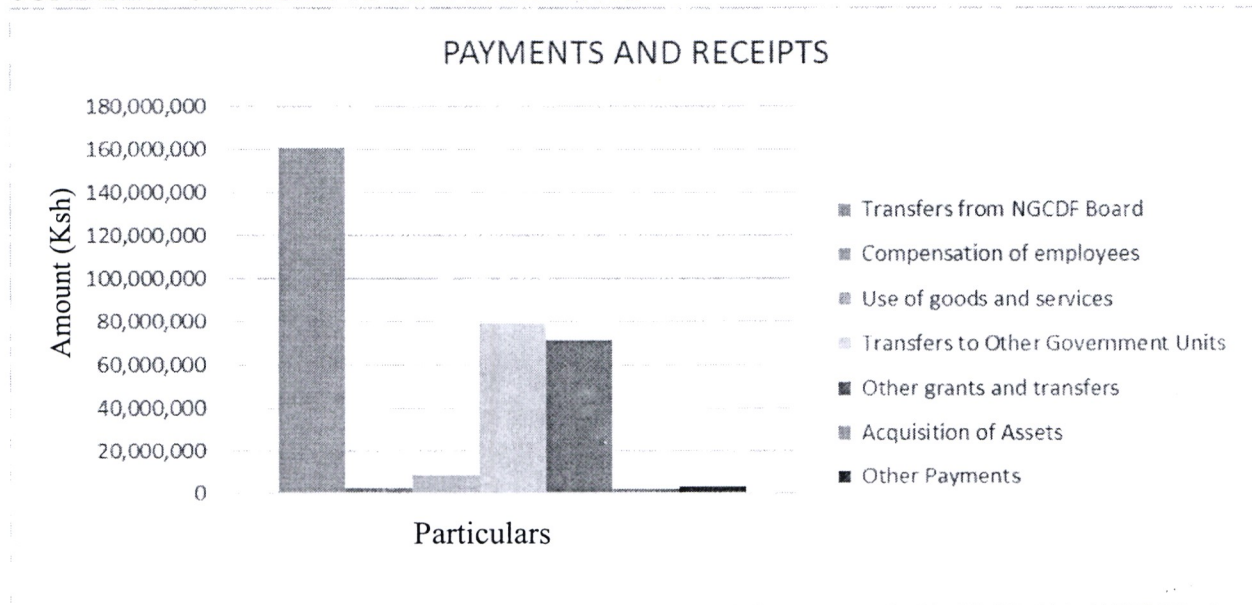
Fig 2



Timau Police Station

Buuri Constituency
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Fig. 1.1
 SUMMARY OF RECEIPTS AND PAYMENTS



Implementation challenges

There were heavy rains during the FY 2020/2021 which delayed the implementation of some of the projects. Delays were also experienced during disbursement of bursaries owing to Covid issues.

Despite the fact that that the financial year 2020/2021 has had a fair share of challenges, the constituency also managed to absorb a fair share of what was disbursed.

Signature

CHAIRMAN NGCDF COMMITTEE

*Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

Buuri is constituency whose latent for growth is promising. The constituency stands feet high on the potent of the capable constituents, its geographical location and the existence of natural resources. The recognition of its potential development and growth majorly depends on its process of planning for and regulating physical and economic development that capitalizes on reliable opportunities and prudent financial and administrative threads.

The key development objectives of NGCDF-Buuri Constituency's 2018-2022 plan are to:
In underscoring the above, the key development objectives of NGCDFC-Buuri Constituency's 2018-2022 plan included but not limited to;

Strategic Area One: Education

Objective: Become a national model for education by improving schools infrastructure, improving performance, reducing dropout rates and increasing primary, secondary and higher education transition rates.

Initiative: Develop and enhance schools infrastructure to enhance facilities and provide conducive learning environment for children.

Strategic Area Two: Water and Environment

Objective: Improve access to clean water and a more sustainable and conserved environment in Buuri through natural resources conservation initiatives

Initiative: Water and Sanitation: To ensure water sustainability in the Constituency

Strategic Area Three: Security

Objective: Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery and make the constituency secure

Initiative: Improving infrastructure and service delivery

Strategic Area Four: Sports

Objective: Empower and develop youth and special groups to reduce dependence and spur economic growth through sports

Initiative: Develop and empower youth and special groups through sports.

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:

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Constituency Program	Objective	Outcome	Indicator	Performance
Education	Improve performance, reduce dropout rates and increase primary, secondary and higher education transition rates	Develop and enhance schools infrastructure to enhance facilities and provide conducive learning environment for children	Number of usable physical infrastructure built in primary, secondary, and tertiary institutions Number of bursary beneficiaries at all levels	Number of classrooms increased from 427 to 510 Number of laboratories increased from 17 to 23 Number of dormitories increased from 18 to 21 Number of administration blocks increased from 15 to 20
Water and Environment	Improve access to clean water and a more sustainable and conserved environment through natural resources conservation initiatives	Drill boreholes to promote access to clean and safe water Equip schools and public facilities with sanitation	Number of boreholes drilled Number of sanitation facilities built in primary and secondary Number of trees	Number of boreholes increased from 6 to 10 Number of sanitation facilities increased from 20 to 42
Constituency Program	Objective	Outcome	Indicator	Performance
		facilities Provide tree seedlings to schools to improve the forest cover	planted	Number of water tanks in schools from 50 to 150
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 chiefs' offices increased from 12 to 18 Number of assistant chiefs' offices increased from 8 to 11 Number of police lines increased from 2 to 5

Buuri Constituency

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Reports and Financial Statements for The Year Ended June 30, 2021

Sports	Empower and develop youth and special groups.	Reduced dependence and spur economic growth through sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting from the sports programme increased from 30 to 50
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IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

a. Education and Training: BUURI NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.

b. Security Sector Support: Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.

c. Environment: The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

Buuri Constituency

National Government Constituencies Development Fund (NGCDF) Reports and Financial Statements for The Year Ended June 30, 2021

2. Environmental performance

- The Ngcdf committee carries out environmental conservation activities of planting trees in schools in every quarter of the financial year.
- Distribution of water tanks to schools done once in an academic calendar
- Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF eg Kiirua and Ruiru police posts constructed during the financial year.
- NG-CDF Buuri sponsored sporting activities/ tournament hence bringing communities and sensitizing them on environmental conservation matters.

3. Employee welfare

We invest in providing the best working environment for our employees. Buuri 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. Buuri constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues. The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

BUURI NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

Buuri Constituency

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5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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

***Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-BUURI 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, 2021. 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-BUURI 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, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- BUURI Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.


The Accounting Officer in charge of the NGCDF BUURI 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- BUURI Constituency financial statements were approved and signed by the Accounting Officer on 1st September 2021.



Chairman NGCDF Committee
Name: Charles Kiara



Fund Account Manager
Name: Lucy Ndong'o

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - BUURI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development - Fund Buuri Constituency set out on pages 15 to 58, which

Report of the Auditor-General on National Government Constituencies Development Fund - Buuri Constituency for the year ended 30 June, 2021

comprise of the statement of assets and liabilities as at 30 June 2021, and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Buuri Constituency as at 30 June, 2021, 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 the Public Finance Management Act, 2012 and comply with the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1.0 Unsupported Transfers to Primary Schools

The statement of receipts and payments reflects Kshs.78,900,000 in respect of transfers to other Government units. As disclosed in Note 6 to the financial statements, the amount includes Kshs.59,100,000 transferred to primary schools. However, transfers amounting to Kshs.29,100,000 was not supported by adequate documents such as Project Management Committee (PMC) bank statements, tender and quotation minutes, opening, evaluation and awarding committee minutes, letters of offer and acceptance, contract agreements, site progress reports, completion certificates of works done and handing over reports.

In the circumstances, the accuracy and completeness of the transfers to other Government Units could not be confirmed.

2.0 Unsupported Construction of a Parking Bay and Pit Latrines

The statement of receipts and payments and Note 8 to the financial statements reflects an amount of Kshs.2,000,000 in respect of acquisition of assets which relates to construction of a parking bay and four external pit latrines at the Fund's offices during the year ended 30 June, 2021. However, review of the project files provided for audit revealed lack of supporting documents including Bills of Quantities, drawings, quotations, tender opening documents, evaluation, and awarding committee minutes, letters of offer and acceptance, inspection and acceptance committee minutes, and completion certificates from the Department of Public Works. Further, the PMC minutes for the project and bank statements were not provided for audit review.

In the circumstances, the accuracy and completeness of the acquisition of assets could not be confirmed.

3.0 Stale Cheques

The statement of assets and liabilities reflects Kshs.9,736,556 relating to cash and cash equivalents. However, review of the bank reconciliation statement provided for audit revealed an amount of Kshs.2,641,389 in respect to unrepresented cheques which includes stale cheques amounting to Kshs.793,189 that had not been replaced or reversed in the cashbook.

In the circumstances, the accuracy of the cash and cash equivalents balance of Kshs.9,736,556 could not be confirmed.

4.0 Inaccurate Disclosure Note to the Financial Statements

The statement of receipts and payments reflects nil balance for the comparative year 2019/2020 in respect of other payments which is consistent with the financial statements for the year ended 30 June, 2020. However, disclosure Note 9 to the financial statements shows a comparative balance of Kshs.3,500,000.

In the circumstances, the accuracy of the Kshs.3,500,000 for comparative balance of other payments could not be confirmed.

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

Key Audit Matters

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

Other Matter

1.0 Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on a comparable basis of Kshs.222,523,181 and Kshs.176,834,302 respectively resulting to an under-funding of Kshs.45,688,879 or 21%. of the budget. Similarly, the Fund expended Kshs.167,097,746 against an approved budget of Kshs.222,523,181 resulting to an under-expenditure of Kshs.55,425,435 or 25%. of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

2.0 Unaccounted for Bursary to Tertiary Institutions

The statement of receipts and payments and Note 7 to the financial statements for the year under review reflects Kshs.71,454,697 in respect of other grants and transfers which includes Kshs.12,580,670 in respect of bursary disbursements to tertiary institutions. However, out of the Kshs.12,580,670 bursaries disbursed to tertiary institutions during the year, only Kshs.4,603,050 (37%) were acknowledged by the beneficiary institutions leaving a balance of Kshs.7,977,620 (63%) unacknowledged.

In the circumstance, it was not possible to confirm whether the bursaries reached the intended beneficiaries.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities,

financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern or to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence

obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease or to sustain its services.

- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi




02 September, 2022

Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	160,767,724	124,040,876
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		160,767,724	124,040,876
PAYMENTS			
Compensation of employees	4	2,730,336	2,325,601
Use of goods and services	5	8,998,582	8,853,855
Transfers to Other Government Units	6	78,900,000	70,800,000
Other grants and transfers	7	71,454,697	33,957,007
Acquisition of Assets	8	2,000,000	2,545,849
Other Payments	9	3,014,131	-
TOTAL PAYMENTS		167,097,746	118,482,312
SURPLUS/DEFICIT		(6,330,022)	5,558,564

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-BUURI Constituency financial statements were approved on 1st September 2021 and signed by:

 <hr style="border: 0.5px solid black;"/> <p>Fund Account Manager Name: Lucy Ndong'o</p>	 <hr style="border: 0.5px solid black;"/> <p>National Sub-County Accountant Name: James Maina ICPAK M/No: 20534</p>	 <hr style="border: 0.5px solid black;"/> <p>Chairman NG-CDF Committee Name: Charles Kiara</p>
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Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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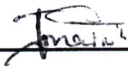

VI. REPORT OF THE INDEPENDENT AUDITORS ON THE *NGCDF- BUURI CONSTITUENCY*

Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	9,736,556	16,066,578
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		9,736,556	16,066,578
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		9,736,556	16,066,578
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL ASSETS		9,736,556	16,066,578
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	16,066,578	10,508,014
Prior year adjustments	14	-	-
Surplus/Deficit for the year		(6,330,022)	5,558,564
NET FINANCIAL POSITION		9,736,556	16,066,578

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-BUURI Constituency financial statements were approved on 1st September 2021 and signed by:


		
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: Lucy Ndong'o	Name: James Maina	Name: Charles Kiara
	ICPAK M/No: 20534	

Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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IX. STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	160,767,724	124,040,876
Other Receipts	3	-	-
		160,767,724	124,040,876
Payments for operating activities			
Compensation of Employees	4	2,730,336	2,325,601
Use of goods and services	5	8,998,582	8,853,855
Transfers to Other Government Units	6	78,900,000	70,800,000
Other grants and transfers	7	71,454,697	33,957,007
Other Payments	9	3,014,131	
		165,097,746	115,936,463
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		(4,330,022)	8,104,413
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(2,000,000)	(2,545,849)
Net cash flows from Investing Activities		(2,000,000)	(2,545,849)
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	10	16,066,578	10,508,014
Cash and cash equivalent at END of the year		9,736,556	16,066,578

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-BUURI Constituency financial statements were approved on 1st September 2021 and signed by:


 Fund Account Manager

Name: Lucy Ndong'o


 National Sub-County
 Accountant

Name: James Maina
 ICPAK M/No: 20534


 Chairman NG-CDF Committee

Name: Charles Kiara

Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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X. SUMMARY STATEMENT OF APPROPRIATION

Receipt/Expense Item	Original Budget	Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	Opening Balance (C/Bk) and AIA	b				
RECEIPTS			Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	16,066,578	69,367,724	222,523,181	176,834,302	45,688,879	79.5%
Proceeds from Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	-	0.0%
TOTAL RECEIPTS	137,088,879	16,066,578	69,367,724	222,523,181	176,834,302	45,688,879	79.5%
PAYMENTS							
Compensation of Employees	3,860,000	1,155,646	295,563	5,311,209	2,730,336	2,580,873	51.4%
Use of goods and services	7,830,701	-	3,898,481	11,729,182	8,998,582	2,730,600	76.7%
Transfers to Other Government Units	83,850,000	6,550,000	20,550,000	110,950,000	78,900,000	32,050,000	71.1%
Other grants and transfers	38,548,178	1,663,405	39,252,030	79,463,613	71,454,697	8,008,916	89.9%
Acquisition of Assets	3,000,000	2,020,500	371,650	5,392,150	2,000,000	3,392,150	37.1%
Other Payments	-	4,677,027	5,000,000	9,677,027	3,014,131	6,662,896	31.1%
TOTAL	137,088,879	16,066,578	69,367,724	222,523,181	167,097,746	55,425,435	75.1%

Fund account manager
 Lucy Ndong'o

Sub county Accountant
 Name: James Maina
 ICPAK Member Number: 20534




Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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EXPLANATION ON ALL ITEMS BELOW 90% UTILIZATION

- On transfer from Ngcdf board 79.5%, there was late disbursement of funds.
- On compensation of employees 51.3%, this was due to gratuity retained that has not yet matured.
- On use of goods and services, 85.5%, there were years adjustments from the original budget making the total budget to be high against the expenses.
- On transfer to other government units 69.4%, there was a delay of PMC funds from the Board.
- On other payments, 31.3%, the Ngcdf office was still under construction hence the procurement process furnitures is ongoing.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	55,425,435
Less undisbursed funds receivable from the Board as at 30th June 2021	45,688,879
	9,736,556
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 202021	9,736,556

The NGCDF-BUURI Constituency financial statements were approved on 1st September 2021 and signed by:

		
_____ Fund Account Manager	_____ National Sub-County Accountant	_____ Chairman NG-CDF Committee
Name: Lucy Ndong'o	Name: James Maina ICPAK M/No: 20534	Name: Charles Kiara

Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d /c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2020/2021	30/06/2021		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,860,000	1,155,646	295,563	5,311,209	2,730,336	2,580,873	51
1.2 Committee allowances	2,200,000		494,000	2,694,000	1,799,555	894,445	67
1.3 Use of goods and services	1,733,800		434,350	2,168,150	2,165,577	2,573	100
Total	7,793,800	1,155,646	1,223,913	10,173,359	6,695,468	3,477,891	66
2.0 Monitoring and evaluation							
2.1 Capacity building	1,500,000		1,401,800	2,901,800	2,002,000	899,800	69
2.2 Committee allowances	1,200,000		800,000	2,000,000	1,686,000	314,000	84
2.3 Use of goods and services	1,196,900		768,331	1,965,231	1,845,450	119,781	94

Buuri Constituency
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Total	3,896,900	-	2,970,131	6,867,031	5,533,450	1,333,581	81
3.0 Emergency							
3.1 Primary Schools	5,910,000	-	-	5,910,000	5,910,000	-	100
3.2 Secondary schools	-	-	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-	-	-
3.4 Security projects	1,150,000	-	-	1,150,000	1,150,000	-	100
3.5 Unutilised	132,207	-	-	132,207		132,207	-
Total	7,192,207	-	-	7,192,207	7,060,000	132,207	98
4.0 Bursary and Social Security							
4.1 Secondary Schools	11,180,771	1,063,405	20,447,450	32,691,626	30,652,000	2,039,626	94
4.2 Tertiary Institutions	14,779,334		8,127,553	22,906,887	12,580,670	10,326,217	55
4.4 Special Schools	200,000		300,000	500,000	95,000	405,000	19
Total	26,160,105	1,063,405	28,875,003	56,098,513	43,327,670	12,770,843	77
5.0 Sports							
5.1 Buuri Sports Programme	2,597,933			2,597,933	2,150,000	447,933	83
Total	2,597,933	-	-	2,597,933	2,150,000	447,933	83
6.0 Environment							
6.1 Buuri Environment Programme	2,597,933	-	-	2,597,933	1,340,000	1,257,933	52
Total	2,597,933	-	-	2,597,933	1,340,000	1,257,933	52

**Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

DEB Ontulili Primary School	600,000.00	-	-	600,000	600,000	-	100
CCM Ontulili Primary School	1,500,000.00	-	-	1,500,000	1,500,000	-	100
CCM Ontulili Primary School	400,000.00	-	-	400,000	400,000	-	100
DEB Ndemu Primary School	700,000.00	-	-	700,000	500,000	200,000	71
DEB Nkandone Primary School	1,800,000.00	-	-	1,800,000	1,800,000	-	100
DEB Nkandone Primary School	800,000.00	-	-	800,000	800,000	-	100
DEB Nkiria Primary School	1,800,000.00	-	-	1,800,000	1,800,000	-	100
DEB Kangaita Primary School	900,000.00	-	-	900,000	700,000	200,000	78
CCM Mbuju Primary School	1,800,000.00	-	1,800,000	3,600,000	3,600,000	-	100
CCM Nhirimiti Primary School	700,000.00	-	500,000	1,200,000	500,000	700,000	42
DEB Ngusishi Primary School	500,000.00	-	600,000	1,100,000	1,100,000	-	100
DEB Ngusishi Primary School	450,000.00	-	-	450,000	-	450,000	-
Kanyunga Primary School	700,000.00	-	1,000,000	1,700,000	1,000,000	700,000	59
Mugumone Primary School	300,000.00	-	-	300,000	300,000	-	100
AIFCA Subuiga Primary School	600,000.00	-	-	600,000	600,000	-	100
Karimba Primary School	150,000.00	-	-	150,000	150,000	-	100

Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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Dunia Primary School	3,600,000.00	-	-	3,600,000	-	3,600,000	-
Njotene Primary School	900,000.00	-	800,000	1,700,000	1,700,000	-	100
Loire Primary School	1,050,000.00	-	-	1,050,000	1,050,000	-	100
Rwarera Primary School	1,050,000.00	-	500,000	1,550,000	1,550,000	-	100
Tutua Primary School	700,000.00	-	-	700,000	700,000	-	100
Kairune Primary School	900,000.00	-	-	900,000	900,000	-	100
Njuruta Primary School	1,200,000.00	-	-	1,200,000	1,200,000	-	100
DEB Nchoroiboro Primary School	1,050,000.00	-	-	1,050,000	1,050,000	-	100
Tutua Primary School	250,000.00	-	-	250,000	250,000	-	100
Mugae Primary School	700,000.00	-	-	700,000	700,000	-	100
Loire Primary School	700,000.00	-	-	700,000	700,000	-	100
Matuuu Primary School	600,000.00	-	-	600,000	600,000	-	100
AIPCA Mujujune Primary School	700,000.00	-	-	700,000	700,000	-	100
Muruguma Primary School	1,200,000.00	-	-	1,200,000	1,200,000	-	100
Runkuru Primary School	900,000.00	-	-	900,000	900,000	-	100
Ndunyu Barikui Primary School	1,050,000.00	-	750,000	1,800,000	750,000	1,050,000	42

Buuri Constituency
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Kauru Nkuriga Primary School	700,000.00	-	-	700,000	700,000	-	100
Gathuine Primary School	700,000.00	-	-	700,000	700,000	-	100
Nkando Primary School	700,000.00	-	-	700,000	700,000	-	100
Muuti O Nthunguri Primary School	700,000.00	500,000	-	1,200,000	1,200,000	-	100
Michaka Primary School	400,000.00	-	-	400,000	400,000	-	100
Kiirua Primary School	1,200,000.00	-	-	1,200,000	1,200,000	-	100
Marrinya A Ruibi Primary School	900,000.00	-	450,000	1,350,000	1,350,000	-	100
Marrinya A Ruibi Primary School	500,000.00	-	-	500,000	500,000	-	100
Ribui Primary School	1,800,000.00	-	-	1,800,000	1,800,000	-	100
AIPCA Murangine Primary School	-	-	500,000	500,000	500,000	-	100
Kanthingu Primary School	-	600,000	-	600,000	600,000	-	100
Munanda Primary School	-	500,000	-	500,000	500,000	-	100
Ntugi DEB Primary School	-	500,000	-	500,000	500,000	-	100
Mitoone Primary School	-	-	400,000	400,000	400,000	-	100
DEB Madaraka Primary School	-	600,000	600,000	1,200,000	1,200,000	-	100
CCM Ndurumuru Primary School	-	-	500,000	500,000	500,000	-	100

Buuri Constituency
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Kianda Primary School	-	-	100,000.00	100,000	-	100
FCEA Timau Primary	-	-	1,300,000.00	1,300,000	-	100
Kithithina primary school	-	600,000	-	600,000	-	100
DEB Kiambogo Primary School	-	600,000	-	600,000	-	100
DEB Ndemu Primary School	500,000.00	600,000	-	1,100,000	500,000	55
CCM Ontulili Primary School	-	650,000	-	650,000	-	100
DEB Madaraka Primary School	-	600,000	-	600,000	-	100
Total	54,500,000	5,750,000	12,800,000	73,550,000	9,950,000	86
8.0 Secondary Schools Projects						
Ruibi Mixed Day Secondary School	600,000.00	-	1,150,000	1,750,000	-	100
Ruibi Mixed Day Secondary School	1,500,000.00	-	-	1,500,000	1,000,000	67
Nlumburi Mixed Day Secondary School	1,500,000.00	-	-	1,500,000	1,500,000	100
Ontulili Mixed Secondary School	1,900,000.00	-	-	1,900,000	900,000	53
Sirimon Day Secondary School	600,000.00	-	-	600,000	-	100
Sirimon Day Secondary School	1,200,000.00	-	-	1,200,000	-	100

Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
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Kangaita Day Secondary School	1,500,000.00	-	-	1,500,000	1,500,000	-	100
Kangaita Day Secondary School	500,000.00	-	-	500,000	500,000	-	100
Angaine Secondary School	200,000.00	-	800,000	1,000,000	1,000,000	-	100
Ntirimiti Day Secondary School	1,000,000.00	-	-	1,000,000	500,000	500,000	50
Ntirimiti Day Secondary School	250,000.00	-	-	250,000	250,000	-	100
Ngusishi Day Secondary School	1,200,000.00	-	800,000	2,000,000	2,000,000	-	100
Maritati Secondary School	500,000.00	-	-	500,000	500,000	-	100
Gundua Secondary School	1,000,000.00	-	-	1,000,000	1,000,000	-	100
Nchoroiboro Secondary School	1,000,000.00	-	-	1,000,000	1,000,000	-	100
Mugae Day Secondary School	300,000.00	-	-	300,000	300,000	-	100
Buuri West Sub County Education Office	500,000.00	-	-	500,000	500,000	-	100
Kisima Secondary School	-	800,000.00	800,000	1,600,000	800,000	800,000	50
ST Thomas Aquinas Kithuene day Secondary	-	-	800,000	800,000	800,000	-	100
Nhugi Secondary School	-	-	500,000	500,000	500,000	-	100
Mucheene Secondary School	-	-	800,000	800,000	800,000	-	100

**Buuri Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Marinya A Ruibi Secondary School	-	-	300,000	300,000	300,000	300,000	-	300,000	-
Gakando Girls Secondary	-	-	600,000	600,000	600,000	600,000	-	-	100
Sirimon Day Secondary School	-	-	1,200,000	1,200,000	1,200,000	1,200,000	-	-	100
Total	15,250,000	800,000	7,750,000	23,800,000	20,800,000	2,500,000	87		
10.0 Security Projects									
Mboroga Chiefs Office	1,500,000.00	-	-	1,500,000	-	1,500,000	-	1,500,000	-
Ontulili Assistant county commissioner Office	2,000,000.00	-	-	2,000,000	-	2,000,000	-	2,000,000	-
Nkando Chiefs Office	1,500,000.00	-	-	1,500,000	-	1,500,000	-	1,500,000	-
Kithithina Chiefs Office	1,500,000.00	-	-	1,500,000	-	1,500,000	-	1,500,000	-
Ontulili Police Post	1,500,000.00	-	-	1,500,000	-	1,500,000	-	1,500,000	-
Nirrimithi Chiefs Office	1,500,000.00	-	-	1,500,000	-	1,500,000	-	1,500,000	-
Ruiri Police Station	3,000,000.00	-	-	3,000,000	1,000,000	2,000,000	33	-	-
Rwarera Chiefs Office	400,000.00	-	-	400,000	400,000	-	100	-	-
Kiirua Police Station	250,000.00	-	-	250,000	250,000	-	100	-	-
Kiirua Police Station	-	-	3,000,000	3,000,000	3,000,000	-	100	-	-
Maiteti Chiefs Office	600,000.00	-	600,000	1,200,000	1,200,000	-	100	-	-
Deputy County Commissioner Borehole	350,000.00	-	-	350,000	350,000	-	100	-	-

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Mutunyi Police Post	-	600,000		600,000	600,000	-	100
Ngarendare Chiefs Camp	-	-	300,000	300,000	300,000	-	100
Kisima Chiefs Camp	-	-	200,000	200,000	200,000	-	100
Timau Police Lines	-	-	4,000,000	4,000,000	4,000,000	-	100
Nhirimiti Chiefs Office	-	-	277,027	277,027	277,027	-	100
Ruiru Police Station	-	-	2,000,000	2,000,000	2,000,000	-	-
Total	14,100,000	600,000	10,377,027	25,077,027	11,577,027	13,500,000	46
11.0 Acquisition of assets							
11.1 Construction of CDF office	3,000,000	-	-	3,000,000	2,000,000	1,000,000	67
Furniture	-	2,020,500	371,650	2,392,150	-	2,392,150	-
12.0 Other payments	-	-	-	-	-	-	-
ICT Hubs	-	4,677,027	-	4,677,027	-	4,677,027	-
Revision books			5,000,000	5,000,000	3,014,131	1,985,869	60
Total	137,088,879	16,066,578	69,367,724	223,023,182	167,097,746	55,425,435	75

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XII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

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b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition

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of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties.

Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on xx June 20xx for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

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XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
	AIE NO. B 041032		55,040,876
Normal Allocation	AIE NO. B 047143		1,000,000
	AIE NO. B 047383		4,000,000
	AIE NO. B 041449		20,000,000
	AIE NO. B 047868		6,000,000
	AIE NO. B 049245		15,000,000
	AIE NO. B 104256		15,000,000
	AIE NO. B 096543		8,000,000
	AIE NO. B 104711	20,000,000	
	AIE NO. B 104537	14,367,724	
	AIE NO. B 104799	35,000,000	
	AIE NO. B 128054	6,900,000	
	AIE NO. B 124908	8,500,000	
	AIE NO. B 124501	9,000,000	
	AIE NO. B 119763	12,000,000	
	AIE NO. B 128364	6,000,000	
	AIE NO. B 132109	6,000,000	
	AIE NO. B 138777	12,000,000	
	AIE NO. B 126072	7,000,000	
	AIE NO. B 126362	11,000,000	
	AIE NO. B 140508	13,000,000	
Conditional Grants	AIE NO...		
Receipt from other Constituency			
TOTAL		160,767,724	124,040,876

2. PROCEEDS FROM SALE OF ASSETS

Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from the Sale of Buildings		-	-
Receipts from the Sale of Vehicles and Transport Equipment		-	-
Receipts from the Sale Plant Machinery and Equipment		-	-
Receipts from the Sale of Office and General Equipment		-	-
TOTAL		-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts Sale of Tender Documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs		-
Other Receipts Not Classified Elsewhere (specify)	-	-
TOTAL	-	-

4. COMPENSATION OF EMPLOYEES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,627,907	1,345,108
Personal allowances paid as part of salary	282,000	-
House allowance	144,000	144,000
Transport allowance	144,000	144,000
Leave allowance	-	-
Gratuity-contractual employees	439,549	599,613
Employer Contributions Compulsory national social security schemes	92,880	92,880
TOTAL	2,730,336	2,325,601

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Utilities, supplies and services	-	78,586
Electricity	-	-
Water & sewerage charges	-	-
Office rent	-	-
Communication, supplies and services	-	-
Domestic travel and subsistence	575,000	487,900
Printing, advertising and information supplies & services	-	109,330
Rentals of produced assets	-	-
Training expenses	1,502,000	1,048,500
Hospitality supplies and services	-	-
Other committee expenses	1,686,000	2,647,500
Committee allowance	1,799,555	1,292,000
Insurance costs	670,756	215,000
Specialised materials and services	-	-
Office and general supplies and services	1,845,450	2,355,469
Fuel , oil & lubricants	700,000	400,000
Other operating expenses	-	-
Bank service commission and charges	68,301	-
Other Operating Expenses	-	15,070
Security operations	102,420	-
Routine maintenance - vehicles and other transport equipment	49,100	204,500
Routine maintenance- other assets	-	-
TOTAL	8,998,582	8,853,855

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
Transfers to Primary Schools		59,100,000	50,900,000
Transfers to Secondary Schools		19,800,000	19,900,000
Transfers to Tertiary Institutions		-	-
TOTAL		78,900,000	70,800,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
Bursary - Secondary		30,652,000	6,589,500
Bursary - Tertiary		12,580,670	7,775,500
Bursary- Special Schools		95,000	81,000
Mocks & CAT		-	1,906,799
Social Security programmes (NHIF)		-	-
Security Projects		17,577,027	1,750,000
Sports Projects		2,150,000	4,031,818
Environment Projects		1,340,000	2,602,390
Emergency Projects		7,060,000	9,220,000
TOTAL		71,454,697	33,957,007

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

<u>Non Financial Assets</u>		2020 - 2021	2019 - 2020
		Kshs	Kshs
Purchase of Buildings		-	-
Construction of Buildings		2,000,000.00	2,066,349.00
Refurbishment of Buildings		-	-
Purchase of Vehicles Vehicles and Other Transport Equipment		-	-
Purchase of Bicycles & Motorcycles		-	-
Overhaul of Vehicles and Other Transport Equipment		-	-
Purchase of Household Furniture and Institutional Equipment		-	-
Purchase of office furniture and and General Equipment		-	479,500
Purchase of computers ,printers and other IT equipments		-	-
Purchase of ICT Equipment, Software and Other ICT Assets		-	-
Purchase of Specialized Plant, Equipment and Machinery		-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.		-	-
Acquisition of Land		-	-
Acquisition of Intangible Assets		-	-
TOTAL		2,000,000	2,545,849

9. OTHER PAYMENTS

		Kshs	Kshs
Strategic Plan		-	3,500,000
ICT Hubs		-	-
Revision books		3,014,131	-
TOTAL		3,014,131	3,500,000

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

10A: Bank Balances (cash book bank balance)			
Name of Bank, Account No. & currency	Account Number	2020 - 2021	2019 - 2020
		Kshs (30/6/2021)	Kshs (30/6/2020)
<i>Equity Bank, Meru Branch . Buuri NG-CDF</i>	<i>A/C no.0140261996107</i>	9,736,556	16,066,578
TOTAL		9,736,556	16,066,578

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16.CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

		2020- 2021	2019- 2020
		Kshs	Kshs
Deposits and Retention as a t 1st July 2019 (A)		-	-
Deposits and Retention held during the year (B)		-	-
Deposits and Retention paid during the year ©		-	-
Closing accounts payable at 30th June (D=A+B-C)		-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020- 2021	2019- 2020
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
TOTAL	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020- 2021	2019- 2020
	Kshs	Kshs
NGCDF Staff	1,155,646	1,098,306
Others (specify)	-	-
	-	-

17.3: UNUTILIZED FUND (See Annex 3)

	2020- 2021	2019- 2020
	Kshs	Kshs
Compensation of employees	2,580,873	295,563
Use of goods and services	2,230,599	4,770,131
Amounts due to other Government entities (see attached list)	12,450,000	18,623,651
Amounts due to other grants and other transfers (see attached list)	29,108,917	56,696,281
Acquisition of assets	2,392,150	371,650
Other Payments	6,662,896	4,677,027
	55,425,435	85,434,303

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

		2020- 2021	2019- 2020
		Kshs	Kshs
PMC account balances (see attached list)		24,678,145	10,561,022

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	2020-2021	2019-2020
NG-CDFC Staff		
CAROLINE WANDIA MUNENE	43,689.54	223,174.89
JEREMIAH M MWIRARIA MWITARI	31,047.12	135,315.31
JESSE MACHARIA MAINA	197,409.55	135,315.31
SHADRACK MURITHI NGEERA	176,700.00	120,900.00
AMOS MUTHOMI THURANIRA	176,700.00	120,900.00
PETER KARIITHI MUTHURI	176,700.00	120,900.00
CHARLES NDII NDUNG'U	176,700.00	120,900.00
PURITY GACHERI	176,700.00	120,900.00
Grand Total	1,155,646.21	1,098,305.51

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ANNEX 3 – UNUTILIZED FUND

Name	Outstanding Balance	
	2020/21	2019/20
Compensation of employees	2,580,873.00	295,563.00
Use of goods & services	2,230,599.31	4,770,131.00
Sub-Total	4,811,472.31	5,065,694.00
Amounts due to other Government entities		
Primary schools		
Karanene Primary School	-	550,000.00
AIPCA Murangine Primary School	-	500,000.00
CCM Angaine Primary School	-	700,000.00
CCM Mbuju Primary School	-	-
CCM Ndurumuru Primary School	-	-
CCM Ntirimiti Primary School	700,000.00	-
DEB Kangaita Primary School	200,000.00	-
DEB Kiambogo Primary School	200,000.00	700,000.00
DEB Kiranga Primary School	-	300,000.00
DEB Madaraka Primary School	-	600,000.00
DEB Ndemu Primary School	700,000.00	-
DEB Ngusishi Primary School	450,000.00	600,000.00
Gakando Primary School	1,600,000.00	300,000.00
Kaithe Primary School	-	500,000.00
Kianda Primary School	-	100,000.00
Kibirichia Primary School	-	-
CCM Kimbo Primary School	-	-
Kironya Primary School	-	650,000.00
Marinya A Ruibi Primary School	-	450,000.00
Marurui Primary School	-	500,000.00

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MCK Kanyunga Primary School	700,000.00	-
Mitoone Primary School		300,000.00
Munanda Primary School	-	500,000.00
Murinya Primary School	-	-
Muuti O Nthunguri Primary School	-	500,000.00
Ndunyu Barikui Primary School	1,050,000.00	750,000.00
Njotene Primary School	-	800,000.00
Ntugi DEB Primary School	-	500,000.00
PCEA Timau Primary School	-	1,300,000.00
Rwarera Primary School	-	500,000.00
Tutua Primary School	-	-
DEB Ontulili Primary School	750,000.00	-
Loire Primary School	-	-
Dunia Primary School	3,600,000.00	-
Angaine Mixed Day Secondary	-	800,000.00
Gakando Girls Secondary	-	600,000.00
Kisima Secondary School	800,000.00	800,000.00
Mitooone Mixed Day Secondary School	-	100,000.00
Mucheene Secondary School	-	800,000.00
Murinya Secondary School	-	600,000.00
Ngarendare Secondary School	-	400,000.00
Ngusishi Day Secondary School	-	800,000.00
Ntugi Day Secondary School	-	500,000.00
Ruibi Secondary School		800,000.00
St Thomas Aquinas Kithuene Secondary School	-	800,000.00
Ontulili mixed secondary	900,000.00	-
Ntirimiti Day Secondary	500,000.00	-
Marinya A Ruibi Secondary School	300,000.00	-
Sub-Total	12,450,000.00	18,600,000.00
Amounts due to other grants and other transfers		
Bursary Secondary	2,039,625.52	21,044,847.00

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Bursary Secondary	2,039,625.52	21,044,847.00
Bursary Tertiary	10,326,217.48	6,924,500.00
Bursary Special	405,000.00	719,000.00
Revision books	-	5,093,201.00
Emergency Projects	132,206.90	3,260,560.00
Strategic plan	-	6,975,253.00
Sports	447,933.45	752,389.00
Environment	1,257,933.45	50,182.00
Security	-	-
Ruiri Police Station	4,000,000.00	2,000,000.00
Kiirua Police Station	-	3,000,000.00
Maitai Chiefs Office	-	600,000.00
Ngarandare Chiefs Camp	-	300,000.00
Kisima Chiefs Camp	-	200,000.00
Mutunyi Police Post	-	600,000.00
Sirimon Asst Chief's Office	-	1,200,000.00
Timau Police Lines	-	4,000,000.00
Mboroga Chiefs Office	1,500,000.00	-
Nirimiti Chiefs Office	1,500,000.00	-
Ontulili ACC office	2,000,000.00	-
Nkando chiefs office	1,500,000.00	-
Kithithina chiefs office	1,500,000.00	-
Ontulili Police Post	1,500,000.00	-
Sub-Total	28,108,916.80	56,719,932.00
Furniture	2,392,150.00	371,650.00
Construction of CDF office	1,000,000.00	-
Others	-	-
Revision books	1,985,869.00	-
ICT Hubs	4,677,027.00	4,677,027.00
Sub-Total	10,055,046.00	-
Grand Total	55,425,435.11	85,434,303.00

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs)		Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs)	
	2019/20				2020/21	
Land	-	-	-	-	-	-
Buildings and structures	13,066,349.00	2,000,000.00	-	-	15,066,349.00	-
Transport equipment	-	-	-	-	-	-
Office equipment, furniture and fittings	1,645,500.00	-	-	-	1,166,000.00	-
ICT Equipment, Software and Other ICT Assets	2,006,999.00	-	-	-	2,006,999.00	-
Other Machinery and Equipment	4,980,576.00	-	-	-	4,980,576.00	-
Heritage and cultural assets	-	-	-	-	-	-
Intangible assets	-	-	-	-	-	-
Total	21,699,424.00	2,000,000.00		-	23,699,424.00	

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2021

	PROJECT	BANK	ACCOUNT NUMBERS	BANK BALANCE 2020/2021	BANK BALANCE 2019/2020
1	AIPCA MUJUJUNE	EQUITY	0140277549725	1,940	180.00
2	AIPCA MURANGINE PRIMARY	EQUITY	0270277749196	1,880	-
3	AIPCA SUBUIGA PRIMARY	EQUITY	0270277518646	520	
4	ANGAINE MIXED DAY SECONDARY	EQUITY	0270268905157	1,795	121,155.00
5	ANTU BA MWITU CHIEFS OFFICE	EQUITY	0270277553738	-	2,888.00
6	BUURI ENVIRONMENT PROGRAMME	EQUITY	0140262436802	1,910	757,229.65
7	BUURI HIGH	EQUITY	0140270386514	-	1,088.00
8	BUURI SPORTS PROGRAMME	EQUITY	0140262436563	201,017	1,041,276.51
9	BUURI WEST SUB COUNTY EDUCATION OFFICE	EQUITY	0270278714610	920	-
10	CCM ANGAINE PRIMARY	EQUITY	270277615866	-	80.00
11	CCM KIMBO PRIMARY SCHOOL	EQUITY	0270277790327	704,640	232,760.00
12	CCM KIRIMARA PRIMARY	EQUITY	0140295018654	1,050,755	2,675.00
13	CCM MBUJU PRIMARY	EQUITY	0270278465843	1,800,070	-
14	CCM NDURUMURU	EQUITY	1040279267499	1,340	99,820.00
15	CCM NTIRIMITI PRIMARY SCHOOL	EQUITY	0270278619773	880	-
16	CCM NTUMBURI PRIMARY	EQUITY	0140270604402	1,102,770	52,770.00
17	CCM ONTULILI PRIMARY SCHOOL	EQUITY	0270278553467	407,268	640.00
18	DEB KANGAITA PRIMARY	EQUITY	270278457944	0	104,760
19	DEB KIAMBOGO	EQUITY	0270277477687	1,200,562	1,001,401.75
20	DEB KIRANGA PRIMARY	EQUITY	0270271840775	1,501,660	87,140.00
21	DEB KITHITHINA PRIMARY	EQUITY	270278046305		400.00
22	DEB MADARAKA PRIMARY	EQUITY	0270278463860		

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				520	1,640.00
23	DEB MUTETHIA PRIMARY	EQUITY	0140262436641	1,050,090	270.00
24	DEB NCHOROIBORO PRIMARY	EQUITY	0140271255961	5,654	765.00
25	DEB NDEMU PRIMARY	EQUITY	0270278053118	1,360	-
26	DEB NGUSISHI PRIMARY	EQUITY	0270278465802	560,720	1,920.00
27	DEB ONTULILI PRIMARY	EQUITY	0270262450730	752,255	1,375.00
28	GAKANDO PRIMARY SCHOOL	EQUITY	0270277946322	1,460	159,060.00
29	GATHUINE PRIMARY	EQUITY	0270277246629	731,370	-
30	GUNDUA PRIMARY SCHOOL	EQUITY	1040279086000	-	100,000.00
31	GUNDUA SECONDARY	EQUITY	0270279732587	50,760	760.00
32	KAIRUNE PRIMARY	EQUITY	0140270243413	420,450	570.00
33	KAMUKETHA PRIMARY	EQUITY	0140271699274	-	400.00
34	KANGAITA DAY SEC	EQUITY	0270277621523	1,500,640	5,760.00
35	KANTHUNGU PRIMARY SCHOOL	EQUITY	1040262384704	555	601,974.55
36	KANYUNGA PRIMARY	EQUITY	0270277831571	1,400	5,760.00
37	KARANENE PRIMARY SCHOOL	EQUITY	0270278465758	-	600.00
38	KARIMBA PRY SCH	EQUITY	0270278764238	1,260	1,380.00
39	KAURU NKURIGA PRIMARY	EQUITY	0270279045876	-	640.00
40	KIANDA PRIMARY	EQUITY	0140264517577	85	-
41	KIBIRICHIA PRIMARY SCHOOL	EQUITY	0270278465690	900,580	5,700.00
42	KIBORIONE PRIMARY SCHOOL	EQUITY	0140269139267	-	1,698.00
43	KIIRUA POLICE STATION	EQUITY	1040280190303	6,768	-
44	KIIRUA PRIMARY	EQUITY	1040278616469	1,200,800	800.00
45	KINYENJERE PRIMARY	EQUITY	270277384302	-	286,455.00
46	KIRANGA PRIMARY	EQUITY	270271840775		

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				-	87,140.00
47	KIRINGO PRIMARY SCHOOL	EQUITY	140279639802	-	1,000.00
48	KIRONYA PRIMARY SCHOOL	EQUITY	270278470155	-	460.00
49	KISIMA CHIEFS CAMP	EQUITY	0270277492195	3,520	-
50	KISIMA SECONDARY SCHOOL	EQUITY	0270279842787	500	-
51	KITHITHINA DAY SEC	EQUITY	0140262439794	1,149	1,149.00
52	KITHITHINA DEB PRIMARY	EQUITY	0270278046305	-	400.00
53	KITHUENE PRIMARY SCHOOL	EQUITY	1040262419773	-	474,040.00
54	LOIRE PRY SCHOOL	EQUITY	0140278515208	488	170,627.50
55	MAITEI CHIEFS OFFICE	EQUITY	1040271559214	44,870	-
56	MARINYA A RUIBI PRIMARY SCHOOL	EQUITY	1040270317307	901,695	235.00
57	MARINYA A RUIBI SECONDARY SCHOOL	EQUITY	1040279561300	-	297.00
58	MARITATI SECONDARY	EQUITY	0140269826702	500,025	25.00
59	MARURUI PRIMARY SCHOOL	EQUITY	140270372595	-	581,788.00
60	MATUURU PRIMARY	EQUITY	0140262468070	480	-
61	MBURUGITI PRIMARY	EQUITY	0270277984910	2,507	646.92
62	MBURUGITI SECONDARY SCHOOL	EQUITY	1040262640237	-	850.65
63	MICHAKA PRY	EQUITY	0140272636302	740	360.00
64	MICHOGOMONE PRIMARY SCHOOL	EQUITY	1040278633847	-	2,060.00
65	MITOONE DAY SECONDARY	EQUITY	140292404027	-	949.50
66	MITOONE PRIMARY	EQUITY	1040271074383	465	20,705.00
67	MIUGUNE PRIMARY SCHOOL	EQUITY	270277708934	-	500,140.00
68	MUCHEENE PRIMARY	EQUITY	0270277557997	1,800,880	-
69	MUCHEENE SECONDARY SCHOOL	EQUITY	0140292988247	255	-
70	MUGAE PRY	EQUITY	0270277378895		

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				311,915	103,155.00
71	MUGAE SECONDARY	EQUITY	1040270178168		101,415
72	MUGUMONE PRY SCH	EQUITY	0140266389815	1,480	1,100.00
73	MUNANDA PRIMARY SCHOOL	EQUITY	0140271294100	2,280	-
74	MURINYA PRIMARY SCHOOL	EQUITY	0270277950807	0	700
75	MURUGUMA PRY SCH	EQUITY	0270278962309	28,200	200.00
76	MUTUNYI POLICE POST	EQUITY	0140266593097	1,363	-
77	MUTUNYI PRIMARY SCHOOL	EQUITY	1040279416778		737.50
78	MUTUUMA PRIMARY	EQUITY	140278589477		1,880.00
79	MUUTI O NTHUNGURI PRIMARY	EQUITY	0140271301440	466,060	-
80	NCHOROIBORO SECONDARY	EQUITY	0140278564700	19,900	10,140.00
81	NDUNYU BARIKUI PRIMARY	EQUITY	0270277984833	400	-
82	NGARENDARE CHIEFS CAMP	EQUITY	0270280186740	880	-
83	NGARENDARE SECONDARY	EQUITY	270272203639		400.00
84	NGCDF OFFICE	EQUITY	0140280523243	15,950	-
85	NGUSISHI DAY SECONDARY	EQUITY	0140262436300	82,110	-
86	NJOTENE PRIMARY	EQUITY	0140197375970	569	529.35
87	NJURUTA PRIMARY	EQUITY	1040262295260	601,075	335,555.45
88	NKANDO PRIMARY	EQUITY	0140271225124	700,930	-
89	NTHARAGWNE PRIMARY	EQUITY	270278466979		1,700.00
90	NTIRIMITI CHIEFS OFFICE	EQUITY	0270280329809	907	-
91	NTIRIMITI DAY SEC	EQUITY	0140262436830	500,273	57,172.00
92	NTUGI DEB PRIMARY SCHOOL	EQUITY	1040280127990	728	-
93	NTUGI MIXED DAY SECONDARY	EQUITY	0140280191354	130	-
94	NTUMBURI MIXED DAY SEC	EQUITY	0140262886146	185	1,130,144.85

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95	NTUMBURI PRIMARY	EQUITY	140270604402		52,770.00
96	ONTULILI ASST CHIEFS OFFICE	EQUITY	0270280506214	980	-
97	ONTULILI MIXED SEC SCHOOL	EQUITY	0140264517746	65,101	420,701.00
98	RIBUI PRIMARY SCHOOL	EQUITY	1040279090402		1,460.00
99	RUGETENE PRIMARY SCHOOL	EQUITY	140278916893		1,500.00
100	RUGETENE SECONDARY	EQUITY	140279839494		319,967.50
101	RUIBI MIXED DAY SECONDARY SCH	EQUITY	0140279602758	1,688	899,580.00
102	RUIBI PRIMARY	EQUITY	0140271020306	1,600,505	505.25
103	RUIRI POLICE STATION	EQUITY	0140279912928	20,640	-
104	RUNKURU PRIMARY	EQUITY	0140271232369	901,580	1,580.00
105	RWARERA CHIEFS OFFICE	EQUITY	1040279341469	640	760.00
106	RWARERA PRIMARY SCHOOL	EQUITY	0270278481951	626,760	-
107	SIRIMON MIXED DAY SECONDARY	EQUITY	0140263682502	618	617.60
108	ST THOMAS AQUINAS KITHUENE SECONDARY	EQUITY	0270277829637	30,520	640.00
109	SUBUIGA SECONDARY SCHOOL	EQUITY	140264528893		456.00
110	TIMAU DCC OFFICE	EQUITY	0140270059707	2,250	-
111	TIMAU POLICE LINE	EQUITY	0270278989770	1,160	-
112	TIMAU PRY	EQUITY	0270280296170	640	-
113	TUTUA PRY	EQUITY	0140270127887	95,180	588,990.00
114	DEB NKANDONE PRIMARY SCHOOL	KCB	1149457678	334	-
115	DEB NKIRIA PRIMARY SCHOOL	KCB	1179034813	169,990	-
	TOTAL			24,678,145	10,561,021.53

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XV. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	<p>Cash and Cash Equivalents</p> <p>The respective bank reconciliation statement reflects unrepresented cheques totalling to Kshs.2,071,715 which includes thirty-two (32) stale cheques totalling to Kshs.892,699 and which had not been replaced or reversed in the cash book as at 31 October, 2020 thereby understating the cash and cash equivalents balance by the same amount. Further, the bank reconciliation statement reflects Kshs.28,211 in respect to payments in the bank statements not entered in the cashbooks and therefore overstating the cash and cash equivalents by the same amount.</p>	<p>These were bank charges and an overcast that have already been rectified. The stale cheques were reversed and replacement done.</p>	Resolved	January 2021
2.1	<p>Domestic Travel and Subsistence</p> <p>Note 5 to the financial statements reflects Kshs.8,853,855 in respect to use of goods and services which includes Kshs.487,900 in respect to domestic travel and subsistence which further includes Kshs.150,600 spent in respect to subsistence allowances paid to Fund's officers for undertaking various activities for the constituency. However, the respective supporting documents including programmes of activities, imprest warrants, work/bus tickets and back to office reports were not provided for audit</p>	<p>Supporting documents which includes; programmes of activities, imprest warrants, work/bus tickets</p>	Resolved	January 2021

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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)
	review.	and back to office reports are attached.		January 2021
2.2	<p>Other Committee Expenses and Committee Allowance</p> <p>Note 5 to the financial statements reflects Kshs.8,853,855 in respect to use of goods and services which includes Kshs.2,647,500 and Kshs.1,292,000 in respect to other committee expenses and committee allowances respectively both totalling to Kshs.3,939,500. However, included in the Kshs.3,939,500 is Kshs.2,681,500 which was not supported by necessary documentation including programmes of activities, approval of rates paid to non-public officers, minutes, projects visited, mode of transport and back to office reports</p>	<p>The supporting documents which includes programmes of activities, approval of rates paid to non-public officers, minutes, projects visited, mode of transport and back to office reports are attached.</p>	Resolved	
2.3	<p>Insurance Costs</p> <p>Note 5 to the financial statements reflects Kshs.8,853,855 in respect to use of goods and services for the year ended 30 June, 2020 which includes Kshs.215,000 paid to a firm in respect to insurance for the Fund's vehicle registration number GK B954H. However, no evidence to show that the firm was prequalified by the Fund was provided for audit review.</p>	<p>Quotations and the prequalified list of contractors and suppliers attached.</p>		

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2.4	<p>Fuel, Oils and Lubricants</p> <p>Note 5 to the financial statements reflects Kshs.8,853,855 in respect to use of goods and services which includes Kshs.400,000 paid to a supplier for supply of fuel, oils and lubricants. However, supporting documents including: requisitions, framework agreement and bid evaluation reports/minutes were not provided for audit review</p>	<p>The requisitions, framework agreement, bid evaluation reports/minutes are attached.</p>	Resolved	January 2021
3.1	<p>Unaccounted for Bursaries</p> <p>Note 7 to the financial statements reflects Kshs.33,957,006 in respect to other grants and other payments which includes Kshs.6,589,500, Kshs.7,775,500 and Kshs.81,000 in respect to bursaries disbursed to secondary schools, tertiary institutions and special schools respectively all totalling to Kshs.14,446,000. However, out of the Kshs.14,446,000 bursaries disbursed during the year, only Kshs.8,577,000 or 59% were acknowledged by the beneficiary schools and institutions leaving a balance of Kshs.5,869,000 or 41% unacknowledged.</p>	<p>The management is looking into measures of disbursing bursary cheques to schools via post office.</p>	Not resolved	January 2021
3.2	<p>Motor Riding Course</p> <p>Note 7 to the financial statements reflects Kshs.33,957,006 in respect to other grants and other payments which includes Kshs.7,775,500 expenditure in respect to bursary – tertiary which further includes Kshs.4,000,000 spent on motorcycle riding course for one thousand three hundred and forty-four (1,344) rider students.</p>	<p>Automobile Association of Kenya were the lowest bidders. They were also the only ones who could allow part</p>	Resolved	January 2021

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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)
	However, no evidence was provided for audit review to show that the said Institution had been pre-qualified	payment.		
3.3	Water Tanks to Schools Note 7 to the financial statements reflects Kshs.33,957,006 in respect to other grants and other payments which includes Kshs.2,602,390 expenditure incurred on environment which further includes Kshs.1,105,000 in respect to thirteen (13) water tanks procured, supplied and delivered for use by various primary and secondary schools in Buuri Constituency. However, there was no evidence provided for audit review to confirm that the tanks were inspected before acceptance in the month of November 2020 revealed that although the tanks were delivered to schools and fully paid for the same had not been put to use.	The inspection report has been attached and Ngcdfc minutes approving the payment of the tanks.	Resolved	January 2021