

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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THE AUDITOR-GENERAL

ON

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

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





GILGIL 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)

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*Gilgil Constituency
National Government Constituencies Development Fund (NGCDF)
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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

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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 National Government Constituencies Development Fund GILGIL Constituency 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 2020 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	Miriam Naini
2.	Sub-County Accountant	Martin Murage Thuo
3.	Chairman	John Michuki
4.	Member	Peter Chege



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(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of National Government Constituencies Development Fund Board provide overall fiduciary oversight on the activities of National Government Constituencies Development Fund - Gilgil Constituency. The reports and recommendation of ARMC when adopted by the National Government Constituencies Development Fund 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) National Government Constituencies Development Fund GILGIL Constituency Headquarters

P.O. Box 524-20116
Next to the Mosque
Gilgil, KENYA

(f) National Government Constituencies Development Fund Gilgil Constituency Contact

E-mail: gilgilngcdf@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) National Government Constituencies Development Fund Gilgil Constituency Bankers

Equity Bank
P.O. Box 56-20116
Gilgil

(h) Independent Auditor

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

(i) Principal Legal Advisor

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
Nairobi, [Kenya](#)

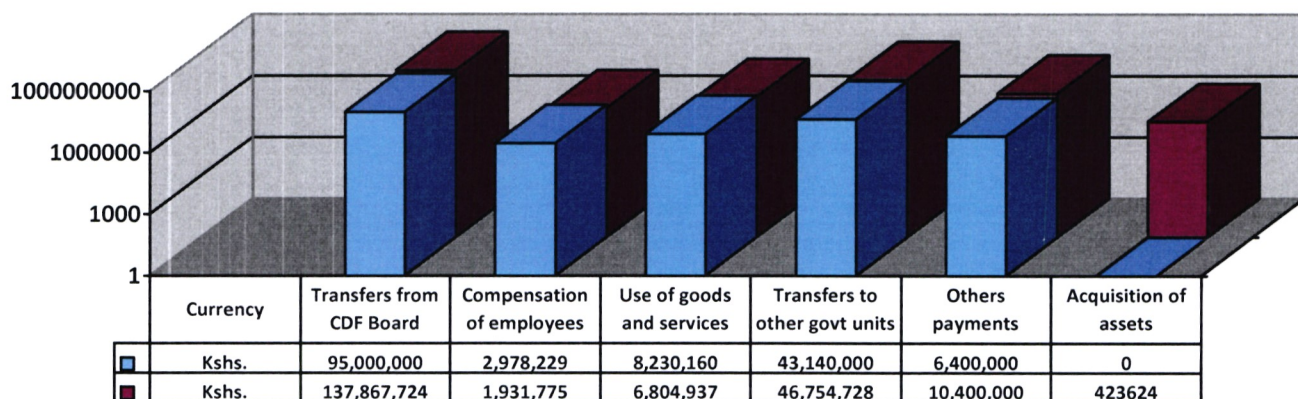
II. FORWARD BY THE CHAIRMAN NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND COMMITTEE



John Michuki – Chairman Gilgil Constituency

The financial year has been a challenging one due to the effects of Covid – 19, however after the Board disbursed the remaining amount we tried our best and disbursed the funds to the Project Management Committees to enable them plan and execute their mandates of implementing the projects. This Financial year has been very challenging almost 31% of the allocation has been received after the close of the financial year. This has contributed to delay in the implementation of projects, however the 69% we received has been disbursed on time and the PMCs have started to implement the projects.

CHART ON CONSTITUENCY BUDGET PERFORMANCE AGAINST ACTUAL AMOUNT



ACHIEVEMENTS DURING THE REPORTING PERIOD

During the financial year, we managed to give bursaries to 4,266 students both in Secondary and Tertiary. We also managed to disburse the whole amount of Ksh. 95,000,000 that has been released to us by the BOARD to projects accounts.

SAMPLE OF PROJECTS IMPLEMENTED IN PREVIOUS YEARS AND DURING F/Y 2020-2021



Gilgil Girls Secondary school



Gilgil Technical Training Institute

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However, some projects were left undone during the financial year since the Board did not disburse the whole amount. A sum of Ksh. 42,088,879 remained outstanding as at 30th June, 2021, it was later disbursed after the close of the financial year 2020-2021, hence will be accounted for during the financial year 2021-2022.

Signature 

CHAIRMAN NGCDF COMMITTEE

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.

The key development objectives of NGCDF-Gilgil Constituency's 2018-2022 plan are to:

- a) To improve education outcomes at all levels of learning in Gilgil Constituency.
- b) Harnessing youth potential in Combating Unemployment.
- c) To empower special interest groups and provide safety nets for vulnerable groups.
- d) To enhance security for residents through multi-stakeholders' approaches.
- e) To improve the environment through tree planting and advocacy on environmental issues.
- f) To monitor and evaluate projects and build knowledge, skills and competences of NGCDF, PMC's and Gilgil Constituency office staff.
- g) To build resilience of people in emergency and disaster and respond to them in order to restore their humanity dignity.

Progress on attainment of Key development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
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	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In Financial Year 2020/2021 -we increased number of classrooms, dormitories, laboratories etc - on bursary we had 4,266 students who managed to benefit from the kitty
Security	To ensure safety of all residents	Increased security in all areas within the Constituency	<ul style="list-style-type: none"> - number of usable physical infrastructure built - Reduced 	In Financial Year 2020/2021 -we increased number of police posts and stations.

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			number of insecurity.	
Environment	To ensure school going children are learning in a good environment and have clean water.	Clean water in schools and reduction of wind effects in schools.	Number of tanks purchased as well as number of trees planted	In the Financial Year 2020/2021 we increased number of trees planting and the purchase of water tanks
Disaster Management	To ensure the prevention and management of disaster when it occurs.	Managing disasters immediately it occurs to reduce the loses in schools and the community	Reduction on effects of disasters	During the financial year, we constructed six toilets, renovated DCC's house, purchased water tanks for handwashing, soaps and sanitizers, to Aid Covid 19 effects.
Sports	To ensure all youths are given an opportunity to harness their potential	Upgrading of fields in schools	Purchased sports equipment to teams	Planned to purchase sport equipment and uniform to teams

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORT

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

- a. **Education and Training:** Gilgil 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.

2. Environmental performance

- We purchased water tanks, planting trees and fencing of schools.

3. Employee welfare

We invest in providing the best working environment for our employees. Gilgil 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. Gilgil 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-

Gilgil 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

5. Community Engagements-

Gilgil 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.

Gilgil Constituency

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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.

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

V. STATEMENT OF MANAGEMENT RESPONSIBILITY

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-Gilgil 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-Gilgil 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- Gilgil 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 Gilgil 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

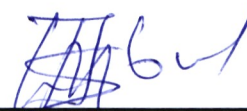
The NGCDF- Gilgil Constituency financial statements were approved and signed by the Accounting Officer on 5/07/ 2022.



**Fund Account Manager
Name: MIRIAM NAINI**



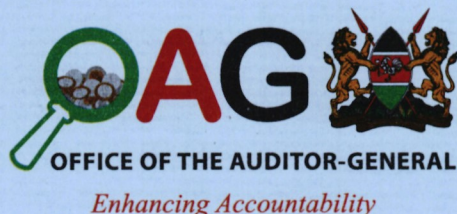
**National Sub-County
Accountant
Name: MARTIN THUO
ICPAK M/No: 23279**



**Chairman NG-CDF Committee
Name: JOHN MICHUKI**

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - GILGIL 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 - Gilgil Constituency set out on pages 15 to 45, which

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

comprise of the statement of financial assets and liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of changes in equity, 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, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Gilgil 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 comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1.0. Inaccuracy in the Financial Statements

Note 17.2 to the financial statements reflects a nil balance in respect of pending staff payables whereas Annex 2 reflects Kshs.397,520. The difference has not been explained.

In the circumstances, the accuracy of the pending staff payables of Kshs.397,520 could not be confirmed.

2.0. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects bank balance of Kshs.14,122,008 and as disclosed under Note 10A to the financial statements. However, the bank reconciliation statement and cashbook presented in support of the bank account reflect a balance of Kshs.14,314,005 resulting to an unexplained variance of Kshs.191,997.

Further, the bank reconciliation statements reflects payments in bank statement not in cashbook of Kshs.30,430 in respect of bank charges which ought to have been expensed. No explanation has been given for failure by Management to expense and record the transactions.

In the circumstances, the accuracy and completeness of the bank balance of Kshs.14,122,008 as at 30 June, 2021 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 - Gilgil 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 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

Budgetary Control and Performance

The summary statement of appropriation for the year ended 30 June, 2021 reflects a final budget of Kshs.155,086,287 against actual receipts of Kshs.112,997,408 on a comparable basis resulting to budget under funding of Kshs.42,088,879 or 27% of the total receipts budget. The underfunding may have negatively affected the implementation of programmes and activities to the residents of Gilgil Constituency.

The statement also reflects a final expenditure budget of Kshs.155,086,287 against actual expenditure of Kshs.98,875,400 on a comparable basis resulting to budget under absorption of Kshs.56,210,887 or 36%.

The under expenditure was attributed to low disbursements of funds from the National Constituencies Development Fund Board and slow pace of project implementation which has resulted to delayed benefits to be derived from the projects by the residents of Gilgil Constituency.

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, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in 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 Irregular Expenditure on Access Road

The statement of receipts and payments reflects other payments amount of Kshs.6,400,000 which as disclosed in Note 9 to the financial statements, Includes Kshs.6,000,000 incurred on construction of a road to Muthaiti Primary School including heavy grading, culvert installation, filling of hard-core material and compaction and gravel patching with watering.

However, correspondences with the relevant County Government and Kenya Rural Roads Authority confirming that the road had not been budgeted for or maintained by the two government institutions was not provided for audit verification thereby risking duplication of works in contravention of the Fourth Schedule of the 2010 Constitution of

Kenya and Section 24(a) of the National Government Constituencies Development Fund Act, 2015.

2.0 Unsatisfactorily Implemented Projects

The statement of receipts and payments and Note 6 to the financial statements reflects transfers to other government entities amount of Kshs.43,140,000 in respect of project implementation in various primary, secondary and tertiary learning institutions. However, five (5) projects with a total contract cost of Kshs.6,200,000 revealed the following unsatisfactory matters as detailed in the table below:

No	Beneficiary	Details	Type	Cost (Kshs.)	Observations
1	ASTU Kiambogo	Construction of four door pit latrine to completion	Other Grants (Emergency)	500,000	Correspondences with the National Police Service to confirm the institution's approval of the Project was not provided.
2	Cura Primary School	Flashing of a borehole	Transfer to Primary Schools	300,000	The borehole was not functional despite being equipped and flashed by the NGCDF.
3	Kariandusi Secondary School	Construction of two classrooms to completion (Foundation, walling, roofing, plastering, painting, window panes and doors, branding, electrical works, ceiling tiles external finishes and branding).	Transfer to Secondary Schools	2,400,000	The project was completed and commissioned on 9 June 2021. However, site verification carried out in the month of April 2022 revealed that deep cracks that already developed on the walls pointing to possible poor workmanship.
4	Kahuho Secondary School.	Construction a Kitchen (Foundation, walling, roofing, plastering, painting, windows, window panes and doors, branding, electrical works, tiles & external finishes) to completion.	Transfer to Secondary Schools	1,500,000	The project is incomplete but already put into use. Although the contractor is fully paid and not on site, painting works and tiling were not done as specified in the Bill of Quantities (BQ).
5	Mugaa Primary School	Renovation of two classrooms (flooring, plastering, painting, tiles and change roofing) and purchase of 60 desks	Transfer to Primary Schools	1,500,000	The projects were complete and already put into use. However, physical verification observed slight cracks on the interior part of the walls.
Total				6,200,000	

Management has not explained as to why were deficiencies in projects implementation process.

In the circumstances the residents of Gilgil Constituency may not realize value for money from the projects.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance

about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the cash 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 financial reporting process, reviewing the effectiveness of how the entity 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 controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls 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

05 September, 2022

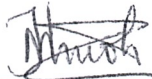
Gilgil Constituency
National Government Constituencies Development Fund (NGCDF)
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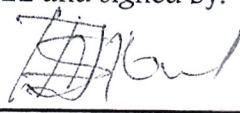
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE, 2021

	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	95,000,000	137,867,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		95,000,000	137,867,724
PAYMENTS			
Compensation of employees	4	2,978,229	1,931,775
Use of goods and services	5	8,230,160	6,804,937
Transfers to Other Government Units	6	43,140,000	60,019,257
Other grants and transfers	7	38,127,011	46,754,728
Acquisition of Assets	8	-	423,624
Other Payments	9	6,400,000	10,400,000
TOTAL PAYMENTS		98,875,400	126,334,321
SURPLUS/DEFICIT		(3,875,400)	11,533,403

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The National Government Constituency Development Fund -GILGIL Constituency financial statements were approved on 5/07 2022 and signed by:


 Fund Account Manager
 Name: MIRIAM NAINI


 National Sub-County
 Accountant
 Name: MARTIN THUO
 ICPAK M/No: 23279


 Chairman NG-CDF Committee
 Name: JOHN MICHUKI

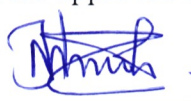
*Gilgil Constituency
National Government Constituencies Development Fund (NGCDF)
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VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE, 2021

	Note	2020 - 2021 Kshs	2019 - 2020 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	14,122,008	17,997,408
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		14,122,008	17,997,408
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		14,122,008	17,997,408
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL SSETS		14,122,008	17,997,408
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	17,997,408	6,464,005
Prior year adjustments	14	-	-
Surplus/Defict for the year		(3,875,400)	11,533,403
NET FINANCIAL POSITION		14,122,008	17,997,408
		-	(0)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The National Government Constituency Development Fund -GILGIL Constituency financial statements were approved on 5/07/2022 and signed by:


Fund Account Manager
Name: MIRIAM NAINI


National Sub-County
Accountant
Name: MARTIN THUO
ICPAK M/No: 23279


Chairman NG-CDF Committee
Name: JOHN MICHUKI

Gilgil Constituency

National Government Constituencies Development Fund (NGCDF)

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


IX. STATEMENT OF CASHFLOWS FOR THE YEAR ENDED 30TH JUNE, 2021

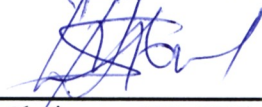
	NOTE	2020 -2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	95,000,000	137,867,724
Other Receipts	3	-	-
		95,000,000	137,867,724
Payments for operating activities			
Compensation of Employees	4	2,978,229	1,931,775
Use of goods and services	5	8,230,160	6,804,937
Transfers to Other Government Units	6	43,140,000	60,019,257
Other grants and transfers	7	38,127,011	46,754,728
Other Payments	9	6,400,000	10,400,000
		98,875,400	125,910,697
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		(3,875,400)	11,957,027
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	423,624
Net cash flows from Investing Activities		-	(423,624)
NET INCREASE IN CASH AND CASH EQUIVALENT			
		(3,875,400)	11,533,403
Cash and cash equivalent at BEGINNING of the year	10	17,997,408	6,464,005
Cash and cash equivalent at END of the year		14,122,008	17,997,408

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-GILGIL Constituency financial statements were approved on

5/07/2022 and signed by:


Fund Account Manager
Name: MIRIAM NAINI


National Sub-County
Accountant
Name: MARTIN THUO
ICPAK M/No: 23279


Chairman NG-CDF Committee
Name: JOHN MICHUKI

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

X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30TH JUNE 2021

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		-	137,088,879	95,000,000	42,088,879	69.3%
Balance B/f	-	17,997,408		17,997,408	17,997,408	-	100%
Other Receipts	-	-	-	-	-	-	0.0%
TOTAL RECEIPTS	137,088,879	17,997,408	-	155,086,287	112,997,408	42,088,879	72.9%
PAYMENTS							
Compensation of Employees	3,000,000	2,051,268		5,051,268	2,978,229	2,073,039	59.0%
Use of goods and services	8,456,672	4,033,952		12,490,624	8,230,160	4,260,464	65.9%
Transfers to Other Government Units	58,440,000	-		58,440,000	43,140,000	15,300,000	73.8%
Other grants and transfers	52,792,207	11,835,812		64,628,019	38,127,011	26,501,008	59.0%
Acquisition of Assets	8,000,000	76,376		8,076,376	-	8,076,376	0.0%
Other Payments	6,400,000			6,400,000	6,400,000	-	100.0%
TOTAL	137,088,879	17,997,408	-	155,086,287	98,875,400	56,210,887	63.8%

NB: there was a delay in the disbursements of funds from the Board due to the effects of Covid – 19 to the economy of the County. A sum of Kshs. 42,088,879 has been disbursed to the Constituency after the close of the financial year, this has caused the under absorption of 31.7%. The under absorption of employee salary is as a result of Staff gratuity that has not been paid because the time to be paid is not due. The others which include use of goods, other Government units and other grants is as a result of delays in disbursement of funds from the Board. A sum of Ksh. 17,997,408 stated as opening balance is the balance brought forward from the financial year 2019-2020 of the unutilized funds.

Fund Account Manager

Name: MIRIAM NAINI

National Sub-County Accountant

**Name: MARTIN THUO
ICPAK M/No: 23279**

Chairman NG-CDF Committee

Name: JOHN MICHUKI

Gilgil Constituency
National Government Constituencies Development Fund (NGCDF)
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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	56,210,887
Less undisbursed funds receivable from the Board as at 30th June 2021	42,088,879
Cash and Cash Equivalents at the end of the FY 202021	14,122,008
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-GILGIL Constituency financial statements were approved on 5/07/ 2022 and signed by:



Fund Account Manager
Name: MIRIAM NAINI



National Sub-County
Accountant
Name: MARTIN THUO
ICPAK M/No: 23279



Chairman NG-CDF Committee
Name: JOHN MICHUKI

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

XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

	Programme/Sub-programme	Original Budget		Adjustments		Final Budget		Actual on comparable basis		Budget utilization difference	% of Utilisation (f=d/c %)
		2020/2021	Kshs	Kshs	Kshs	2020/2021	Kshs	6/30/2021	Kshs		
	1.0 Administration and Recurrent										
1	Compensation of employees	3,018,000		2,051,268		5,051,268		2,978,229		2,073,039	59%
2	Committee allowances	2,400,000		1,118,220		3,536,220		2,412,000		1,124,220	68%
3	Use of goods and services	2,038,672		1,162,289		3,200,961		2,012,008		1,188,953	63%
		7,456,672		4,331,777		11,788,237		7,402,237		4,386,212	
	2.0 Monitoring and evaluation										
1	Capacity building	1,500,000		1,389,226		2,889,226		1,930,000		959,226	67%
2	Committee allowances	1,900,000		106,600		2,006,600		1,597,300		409,300	80%
3	Use of goods and services	600,000		263,616		863,616		278,852		584,764	32%
		4,000,000		1,759,442		5,759,442		3,806,152		1,953,290	
	3.0 Emergency										
1	Primary Schools	7,192,207		25,128		7,217,335		4,063,550		3,153,785	33.4%
2	Secondary schools	2,400,000		-		2,400,000		2,400,000		-	6.9%
3	Security projects	500,000		-		500,000		500,000		-	16.2%
4	Unutilized	1,163,550		-		1,163,550		1,163,550		-	43.5%
		3,128,657		25,128		3,128,657		-		-	
		7,192,207		25,128		7,217,335		4,063,550		3,153,785	
	4.0 Bursary and Social Security										
1	PLAWD	32,000,000		11,790,929		43,790,929		26,163,461		17,627,468	100%
2	Secondary Schools	1,500,000		782,000		2,282,000		2,282,000		-	32.4%
3	Tertiary Institutions	13,500,000		5,518,929		19,018,929		6,157,861		-	78.8%
		17,000,000		5,490,000		22,490,000		17,723,600		-	59.74%
	TOTAL	32,000,000		11,790,929		43,790,929		26,163,461		17,627,468	
	5.0 Sports										
		2,500,000		199		2,500,199		-		2,500,199	0%

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

23	Langalanga Pri Sch	1,100,000		1,100,000	1,100,000	1,100,000	100%
24	Orkland Pri Sch	1,100,000		1,100,000	1,100,000	1,100,000	100%
25	Orkland Pri Sch	100,000		100,000	100,000	100,000	100%
26	Munanda Pri Sch	100,000		100,000	100,000	100,000	100%
27	Munanda Pri Sch	1,100,000		1,100,000	1,100,000	1,100,000	100%
28	Loldia Pri Sch	1,000,000		1,000,000	1,000,000	1,000,000	100%
29	Itherero Pri Sch	2,200,000		2,200,000	2,200,000	2,200,000	100%
30	Nagum Pri Sch	700,000		700,000	700,000	700,000	100%
31	Mwireri Primary Sch	640,000		640,000	640,000	640,000	100%
32	Nagum Pri Sch	700,000		700,000	700,000	700,000	100%
33	Mwireri Primary Sch	500,000		500,000	500,000	500,000	100%
34	Cura Pri School	1,500,000		1,500,000	1,500,000	1,500,000	100%
35	Ceder Pri Sch	200,000		200,000	200,000	200,000	100%
36	DEB Pri School	500,000		500,000	500,000	500,000	100%
37	DEB Pri School	400,000		400,000	400,000	400,000	100%
38	DEB Pri School	500,000		500,000	500,000	500,000	100%
39	Mugaa Pri School	1,500,000		1,500,000	1,500,000	1,500,000	100%
40	Mumicua pri Sch	800,000		800,000	-	800,000	0%
41	Nyondia Pri School	1,500,000		1,500,000	-	1,500,000	0%
42	Tangitiano Pri School	1,000,000		1,000,000	-	1,000,000	0%
43	Twendane Pri school	2,000,000		2,000,000	-	2,000,000	0%
	TOTAL	31,140,000	-	31,140,000	25,840,000	5,300,000	83%
	8.0 Secondary Schools Projects	21,200,000	-	21,200,000	11,200,000	10,000,000	
1	Kariandusi sec	2,200,000.00		2,200,000.00	2,200,000.00	-	100%
2	Kariandusi sec	200,000.00		200,000.00	200,000.00	-	100%
3	Kamathatha Sec	500,000.00		500,000.00	500,000.00	-	100%
4	Kamathatha Sec	500,000.00		500,000.00	500,000.00	-	100%
5	Ngumo Sec	2,000,000.00		2,000,000.00	2,000,000.00	-	100%
6	Morop Sec	200,000.00		200,000.00	200,000.00	-	100%
7	Morop Sec	200,000.00		200,000.00	200,000.00	-	100%
8	Gitare Sec	1,100,000.00		1,100,000.00	1,100,000.00	-	100%
9	Kahuho Sec School	1,500,000.00		1,500,000.00	1,500,000.00	-	100%

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

10	Ngecho Sec School	1,100,000.00		1,100,000.00	1,100,000.00	-	100%
11	Mbegi Sec School	500,000.00		500,000.00	500,000.00	-	100%
12	Mbegi Sec School	100,000.00		100,000.00	100,000.00	-	100%
13	Mbegi Sec School	1,100,000.00		1,100,000.00	1,100,000.00	-	100%
14	Eburru Sec	2,000,000		2,000,000	-	2,000,000	0%
15	Woodard Sec School	8,000,000		8,000,000	-	8,000,000	0%
	TOTAL	21,200,000		21,200,000	11,200,000	10,000,000	53%
	9.0 Tertiary Institution Projects	6,100,000		6,100,000	6,100,000	-	
1	Gilgil Technical Training Institute	6,100,000		6,100,000	6,100,000	-	100%
	TOTAL	6,100,000		6,100,000	6,100,000	-	
	10.0 Security Projects	10,100,000		10,100,000	6,900,000	3,200,000	
1	Kiptangwanyi Police Post	650,000		650,000	650,000	-	100%
2	Karunga Police Post	650,000		650,000	650,000	-	100%
3	DCIO Gilgil	800,000		800,000	800,000	-	100%
4	Kiungurua Police Post	500,000		500,000	500,000	-	100%
5	DCC Gilgil	1,000,000		1,000,000	1,000,000	-	100%
6	OCFD Gilgil Office	100,000		100,000	100,000	-	100%
7	Kiungurua Police Post	950,000		950,000	950,000	-	100%
8	DCIO Gilgil	100,000		100,000	100,000	-	100%
9	Chief's Office Gilgil	200,000		200,000	200,000	-	100%
10	DCC Gilgil Residence	300,000		300,000	300,000	-	100%
11	Shelter Police Post	1,650,000		1,650,000	1,650,000	-	100%
12	Karunga Police Post	100,000		100,000	-	100,000	0%
13	Kasarani Police post	1,350,000		1,350,000	-	1,350,000	0%
14	Kiptangwanyi Police Post	100,000		100,000	-	100,000	0%
15	Nyondia Chief's office	1,650,000		1,650,000	-	1,650,000	0%
	TOTAL	10,100,000		10,100,000	6,900,000	3,200,000	68.32%

Gilgi Constituency
National Government Constituencies Development Fund (NGCDF)
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	11.0 NGCDFC Vehicle	8,000,000	76,376	8,076,376	-	8,076,376	
1	CDFC Vehicle	8,000,000	-	8,076,376	-	8,076,376	0%
	TOTAL	8,000,000	76,376	8,076,376	-	8,076,376	0%
	12.0 Others						
1	Muthiti Primary school	6,000,000		6,000,000	6,000,000	-	100%
2	Education office	400,000		400,000	400,000	-	100%
	TOTAL	6,400,000		6,400,000	6,400,000	-	100%

FUND ACCOUNT MANAGER
 GILGIL NG-CDF
 P.O. Box 524-20116
 NAIROBI



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

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-GILGIL 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.

*Gilgil Constituency
National Government Constituencies Development Fund (NGCDF)
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Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest

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payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

8. Accounts Payable

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

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 30 June 2020 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

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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

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES				
	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
		AIE NO. B 047417		4,000,000
1330407	Normal Allocation	AIE NO. B 041459		20,000,000
		AIE NO. B 047889		7,000,000
		AIE NO. B 049267		14,000,000
		AIE NO. B 104289		23,000,000
		AIE NO. B 104218		500,000
		AIE NO. B 096750		69,367,724
		AIE NO. B 124517	9,000,000	
		AIE NO. B 124941	8,500,000	
		AIE NO. B 119796	13,000,000	
		AIE NO. B 128086	6,900,000	
		AIE NO. B 128396	6,000,000	
		AIE NO. B 132141	6,000,000	
		AIE NO. B 138809	12,000,000	
		AIE NO. B 126105	7,000,000	
1330408		AIE NO. B 126394	11,600,000	
		AIE NO. B 140540	15,000,000	
	Conditional Grants			
1330409	Receipt from other Constituency			
	TOTAL		95,000,000	137,867,724

2. PROCEEDS FROM SALE OF ASSETS

2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS				
	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
3510202	Receipts from the Sale of Buildings			-
3510601	Receipts from the Sale of Vehicles and Transport Equipment			-
3510801	Receipts from the Sale Plant Machinery and Equipment			-
3510803	Receipts from the Sale of Office and General Equipment			-
	TOTAL		-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

1400000	3 OTHER RECEIPTS			
	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
1410107	Interest Received			-
1410405	Rents			-
1420601	Receipts Sale of Tender Documents		-	-
	Hire of plant/equipment/facilities		-	-
	Unutilized funds from PMCs			-
1450207	Other Receipts Not Classified Elsewhere (specify)		-	-
	TOTAL		-	-

4. COMPENSATION OF EMPLOYEES

2110000	4 COMPENSATIONS OF EMPLOYEES			
	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
	NG-CDFC Basic staff salaries		1,428,609	1,360,575
2110301	House allowance		256,800	256,800
2110314	Transport allowance		276,000	276,000
2110320	Leave allowance		24,000	24,000
2710120	Gratuity-contractual employees		978,420	-
2120101	Employer Contributions Compulsory national social security schemes		14,400	14,400
	TOTAL		2,978,229	1,931,775

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5. USE OF GOODS AND SERVICES

	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2210100	Utilities, supplies and services	81,068	0
2210101	Electricity	-	0
2210102	Water & sewerage charges	-	-
2210104	Office rent	-	-
2210200	Communication, supplies and services	69,532	0
2210300	Domestic travel and subsistence	237,200	33,600
2210500	Printing, advertising and information supplies & services	724,000	0
2210600	Rentals of produced assets	-	-
2210700	Training expenses	1,930,000	600,000
2210800	Hospitality supplies and services	558,000	480,000
2210802	Other committee expenses	1,597,300	2,515,400
2210809	Committee allowance	2,412,000	1,689,600
2210900	Insurance costs	-	-
2211000	Specialized materials and services	-	-
2211100	Office and general supplies and services	-	514,237
2211200	Fuel, oil & lubricants	300,000	550,000
2211300	Other operating expenses	-	0
2211301	Bank service commission and charges	45,741	0
2211310	Other Operating Expenses	-	-
2211313	Security operations	-	-
2220100	Routine maintenance - vehicles and other transport equipment	275,320	422,100
2220200	Routine maintenance- other assets	-	0
	TOTAL	8,230,160	6,804,937

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6. TRANSFER TO OTHER GOVERNMENT ENTITIES

	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2630204	Transfers to Primary Schools	25,840,000	41,850,000
2630205	Transfers to Secondary Schools	11,200,000	18,169,257
2630206	Transfers to Tertiary Institutions	6,100,000	-
	TOTAL	43,140,000	60,019,257

7. OTHER GRANTS AND OTHER PAYMENTS

2640000	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2640101	Bursary - Secondary (see attached list)	6,157,861	14,979,554
2640102	Bursary -Tertiary (see attached list)	17,723,600	8,068,000
2640104	Bursary- Special Schools	2,282,000	781,000
2640105	Mocks & CAT (see attached list)	-	-
	Social Security programs (NHIF)		
2640507	Security Projects (see attached list)	6,900,000	11,200,000
2640509	Sports Projects (see attached list)	-	3,486,829
2640510	Environment Projects (see attached list)	1,000,000	1,000,000
2640200	Emergency Projects (see attached list)	4,063,550	7,239,345
	TOTAL	38,127,011	46,754,728

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8. ACQUISITION OF ASSETS

	<u>Non-Financial Assets</u>	2020 - 2021	2019 - 2020
		Kshs	Kshs
3110102	Purchase of Buildings	-	-
3110202	Construction of Buildings	-	-
3110302	Refurbishment of Buildings	-	-
3110701	Purchase of Vehicles and Other Transport Equipment	-	-
3110704	Purchase of Bicycles & Motorcycles	-	-
3110801	Overhaul of Vehicles and Other Transport Equipment	-	-
	Purchase of Household Furniture and Institutional Equipment		
	Purchase of office furniture and General Equipment	-	423,624
	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	-	423,624

9. OTHER PAYMENTS

	9 Other Payments		
2640511	Transfer to Tertiary Institution	-	10,000,000
2640508	Roads Projects (see attached list)	6,000,000	-
2630204	Elementaita Education Office	400,000	400,000
	TOTAL	6,400,000	10,400,000

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: 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 Gilgil</i>	<i>A/C no.0770277119045</i>	14,122,008	17,997,408
Equity Bank		-	-
		-	-
TOTAL		14,122,008	17,997,408
10B: CASH IN HAND)			
		2020 - 2021	2019 - 2020
		Kshs (30/6/2021)	Kshs (30/6/2020)
		-	-
		-	-
TOTAL		-	-

11: OUTSTANDING IMPRESTS

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

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30th June D= A+B-C	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

13. BALANCES BROUGHT FORWARD

	2020- 2021	2019- 2020
	Kshs (1/7/2020)	Kshs (1/7/2019)
Bank accounts	17,997,408	6,464,005
Cash in hand		
Imprest		
TOTAL	17,997,408	6,464,005

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank accounts balances	-		-
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Total	-	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST'

	2020- 2021	2019- 2020
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in accounts receivables (D=A+B-C)	-	-

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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)	-	-

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	-	-
Others (specify)	-	-
	-	-

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17.3: UNUTILIZED FUND (See Annex 3)

	2020- 2021	2019- 2020
	Kshs	Kshs
Compensation of employees	2,073,039	2,051,268
Use of goods and services	4,260,464	4,039,952
Amounts due to other Government entities (see attached list)	15,300,000	0
Amounts due to other grants and other transfers (see attached list)	26,501,008	11,829,812
Acquisition of assets	8,076,376	76,376
Funds pending approval		
TOTAL	56,210,887	17,997,408

17.4: PMC account balances (See Annex 5)

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
			26,236,287	57,103,337
Total			26,236,287	57,103,337

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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	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1. Mary Mwangangi	Accounts Assistant	31/01/2018	55,475	
2. Racheal Kabura	Administrative Assistant	31/01/2018	47,921	
3. Geoffrey Mbugua	Driver	31/01/2018	47,921	
4. Patrick Mbitta	Clerk of Works	31/01/2018	70,730	
5. Elizabeth Njeri	Office Assistant	31/01/2018	36,010	
6. Sammy Wagichu	Caretaker/Security	30/01/2019	139,463	
Sub-Total				
Grand Total				

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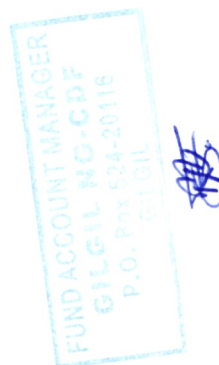
ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees	Employee's salary/gratuity	2,073,039	2,051,268	
Use of goods & services	CDFC allowances & capacity building	4,260,464	4,039,952	
Amounts due to other Government entities	Woodard Sec – purchase of bus	8,000,000		
	Eburru Sec – completion of dormitory	2,000,000		
	Nyondia Pri – Construction of a kitchen	1,500,000		
	Tangitano Pri – construction of Admin	1,000,000		
	Twendane Pri – Renovation of 4 classes & Purchase of 80 desks	2,000,000		
	Muricua Pri – reallocated to Completion of TTI fence	800,000		
	Sub-Total	15,300,000	6,091,220	
Amounts due to other grants and other transfers	Nyondia Chief – construction of an office	1,650,000	11,829,812	
	Kasarani Police – construction of an office	1,350,000		
	Karunga Police – purchase of furniture	100,000		
	Kiptangwanyai police – purchase of furniture	100,000		
	Sports – purchase of uniforms & equipment	2,500,199		
	Bursary – secondary – Kshs. 10,400,000	17,627,468		
	-Tertiary - Kshs. 7,227,468			
	Emergency	3,153,785		
	Strategic plan	6,000		
	Environment	13,557		
	Sub-Total	26,501,008	11,829,812	
Acquisition of assets	Purchase of CDFC vehicle	8,076,376	76,376	
Others				
	Sub-Total	8,076,376	76,376	
Funds pending approval				
	Grand Total	56,210,887	17,997,408	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost Kshs 2020/2021	Additions during the year	Disposals during the year	Historical Cost Kshs 2019/2020
Land	0	-		0
Buildings and structures	11,300,000	-		11,300,000
Transport equipment	6,600,740	-		6,600,740
Office equipment, furniture and fittings	2,840,342	-		2,840,342
ICT Equipment, Software and Other ICT Assets	781,000			781,000
Other Machinery and Equipment				
Heritage and cultural assets	0			0
Intangible assets	0			0
TOTAL	21,522,082		0	21,522,082



 FUND ACCOUNT MANAGER
 GILGIL NG-CDF
 P.O. BOX 524-20116
 GILGIL

[Handwritten Signature]

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

NO	PMC	BANK	ACCOUNT NO.	BANK BALANCE	BANK BALANCE
				2020/2021	2019/2020
1	NGOMONGO PRIMARY SCHOOL	COOPERATIVE	1141404867000	106,224.65	2,000,915.65
2	GILGILTEACHERS PRIMARY SCHOOL	COOPERATIVE	1139404607500	551,366.50	601,716.50
3	ITHEREO PRIMARY SCHOOL	COOPERATIVE	1141403477400	655,665.5	331,915.50
4	KAPKURES PRIMARY SCHOOL	COOPERATIVE	1141404494100	132,208	1,120,335.00
5	KOLIFAR PRIMARY SCHOOL	COOPERATIVE	1141404897100	144,058.50	2,101,736.50
6	KAGUMU PRIMARY SCHOOL	COOPERATIVE	114140224500	1,161	1,161
7	CURA PRIMAR SCHOOL	COOPERATIVE	1139118612400	1,501,660.12	2,111,220.12
8	MWEGA PRIMARY SCHOOL	COOPERATIVE	1141404492800	2,001.30	11,280
9	KOMOTHAI PRIMARY SCHOOL	COOPERATIVE	1141404504900	672,324	
10	KANGARI PRIMARY SCHOOL	COOPERATIVE	1139119411200	1,514	49,589
11	KIGOGO PRIMARY SCHOOL	COOPERATIVE	1139115885700	264.26	1,330,864.25
12	MUNANDA PRIMARY SCHOOL	COOPERATIVE	1141404862600	1,190,329	1,350,853.50
13	CHEMICHEMI PRIMARY SCHOOL	COOPERATIVE	1141403478700	1,189,261.50	
14	CEDER PRIMARY SCHOOL	COOPERATIVE	1141403484900	200,972.50	
15	KARIANDUSI SECONDARY SCHOOL	COOPERATIVE	1141404468500	105,209	5,815
16	OLEPOLOS PRIMARY SCHOOL	COOPERATIVE	1139404620800	19,497.50	19,497.50
17	KOLIFAR PRI SCH	COOPERATIVE	1141404897100		2,101,736.50
18	MOROP CYPRESS SEC SCH	COOPERATIVE	1139404620900	12705.00	963,345
19	GITARE SECONDARY	COOPERATIVE	1141778086500	87,024	2,103,925
20	LOLDIA PRIMARY	COOPERATIVE	1139404446200	781.50	2,361,381.50
21	ELEMENTAITA POLICE POST	COOPERATIVE	1141404420600	369.60	996,824.60
22	ELEMENTAITA PRIMARY SCHOOL	COOPERATIVE	1141118891900	1,086	120,110.50
23	GITARE PRIMARY SCHOOL	COOPERATIVE	1139404649101	1,073.50	1,073.50
24	KEKOPEY PRIMARY SCHOOL	COOPERATIVE	1141404870500	1,562.50	1,562.50
25	KEKOPEY SECONDARY SCHOOL	COOPERATIVE	1141404897000	962.5	174,002.56
26	KIUNGURURIA PRIMARY SCHOOL	COOPERATIVE	1141404954200	730.5	1,405,912.50
27	LANGALANGA POLICE POST	COOPERATIVE	1141778125200	1578.00	1,578.00
28	MALURA PRIMARY SCHOOL	COOPERATIVE	1139118888900	21,423	1,051,697.50
29	MBOMBO PRIMARY SCHOOL	COOPERATIVE	1141404482600	199	800,174.00
30	MUGAA SECONDARY SCHOOL	COOPERATIVE	1139115877200	80,317.85	80,317.85
31	NDOGO SECONDARY SCHOOL	COOPERATIVE	1141404783100	2,125	2,125
32	NGUMO PRIMARY SCHOOL	COOPERATIVE	1141404213300	512	601,002
33	NORTH KARATE SECONDARY SCHOOL	COOPERATIVE	1141404483000	800	4,800
34	NUTHU PRIMARY SCHOOL	COOPERATIVE	1141403470400	817.50	1050847.50
35	OLDUBEI PRIMARY SCHOOL	COOPERATIVE	1141404291800	49,658	794,028
36	OLJORAI PRIMARY SCHOOL	COOPERATIVE	1141404870600	103,718.50	1,744,218.50

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37	ST ANDREWS TARABETE SEC SCH	COOPERATIVE	1139116115300	65,122.50	365,602.50
38	ST JOHNS PRIMARY SCHOOL	COOPERATIVE	1139404801700	2,714.50	500,964.50
39	ST PATRICK'S PRIMARY SCHOOL	COOPERATIVE	1139115880900	757.50	100,757.50
40	TARABETE CHIEF'S OFFICE	COOPERATIVE	1141403818800	2,065	48,055
41	TWENDANE PRIMARY SCHOOL	COOPERATIVE	1141404461700	111.00	149,106
42	UTUMISHI PRIMARY SCHOOL	COOPERATIVE	1141403512900	24,735.50	998,294.50
43	KASAMBARA PRIMARY SCHOOL	COOPERATIVE	1141404964800	595.50	12,595.50
44	KARUNGA PRIMARY SCHOOL	COOPERATIVE	1139118637600	4,228.70	2,201,248.70
45	MURIRICUA PRIMARY SCHOOL	COOPERATIVE	1141404422500	3,379.80	1,651,965.80
46	NDERIT PRIMARY SCHOOL	COOPERATIVE	1141404115400	3,100	1,520,025
47	MALEWA PRIMARY SCHOOL	COOPERATIVE	1139118878600	123.00	820,723
48	MUNANDA POLICE POST	COOPERATIVE	1141415264300	1,971.35	61,471.35
49	THOME EBURRU POLICE POST	COOPERATIVE	1141404420600	4,340	503,940
50	GILGIL CONSTITUENCY ICT CENTRE	COOPERATIVE	1141404666300	1,176.55	1176.55
51	GILGIL NYS PRIMARY SCHOOL	COOPERATIVE	1139115881200	1,350.50	452,200.50
52	EBURRU SECONDARY SCHOOL	COOPERATIVE	1141778125500	6,196	1,002,746
53	KARUNGA SECONDARY SCHOOL	COOPERATIVE	1141778248200	51,302.56	1,053,842.56
54	CYPRESS PRIMARY SCHOOL	EQUITY	770262810761	5854.85	2182861.85
55	NAGUM PRIMARY SCHOOL	EQUITY	770280905215	1,400,000	
56	OLBEGI PRIMARY SCHOOL	EQUITY	770262649404	220	400
57	GILGIL DEB PRIMARY SCHOOL	EQUITY	770263323420	1,491,793.70	1,000,008.70
58	MOROP PRIMARY SCHOOL	EQUITY	770262810064	395,183.65	1,025,463.65
59	MWIRERI PRIMARY	EQUITY	770280895186	1,138,200	
60	DCC GILGIL	EQUITY	770279784029	828,425	533,135
61	KIPTANGWANYI A.P HOUSE	EQUITY	770278989875	33,305	1,000,820
62	KIUNGURURIA POLICE POST	EQUITY	770279005244	471,289.10	359.1
63	THUGUNUI SECONDARY	EQUITY	770262714088	500,157.95	143,377.95
64	LANGALANGA PRIMARY	EQUITY	770278587629	523,310	880
65	MITIMINGI PRIMARY	EQUITY	770280802465	433,810	
66	ORKLAND PRIMARY	EQUITY	770280781636	802,970	
67	MBEGI SECONDARY	EQUITY	770281021786	1,700,000	
68	KAMATHATHA SECONDARY	EQUITY	770279864385	2,252	2,097,950
69	NGECHO SECONDARY	EQUITY	770262218041	-	15
70	KAHUHO SECONDARY	EQUITY	770262767275	1,500,447.70	447.7
71	NGUMO SECONDARY	EQUITY	770262193181	1230.50	150.5
72	DCIO GILGIL	EQUITY	770279884431	136,200	1,000,000
73	GILGIL OCPD OFFICE	EQUITY	770280916103	99,550	
74	GILGIL CHIEFS' OFFICE	EQUITY	770280910572	9,550	
75	GILGIL TECHNICAL TRAINING INSTITUTE	EQUITY	770280769730	4,492,100	
76	ELEMENTAITA WARD EDUCATION	EQUITY	770279867341	400,000	87,710

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77	KARUNGA POLICE POST	EQUITY	770279907867	191,415	
78	GILGIL GIRLS HIGH SCHOOL	EQUITY	770263950393	530	1,502,165
79	GITARE CHIEF'S OFFICE	EQUITY	770278994414	-	105,624
80	GWACHATI PRIMARY SCHOOL	EQUITY	770278721796	1,165	350,075
81	LADYANN DELAMERE SEC SCHOOL	EQUITY	770262428124	1,307	401,727
83	MELI PRIMARY SCHOOL	EQUITY	770262875226	1,234.55	140,304.55
84	OLESIRUA PRIMARY SCHOOL	EQUITY	770262541599	18,098.50	1,358,811
85	CHOKERERIA ACC OFFICE	EQUITY	770279871432	170	1,500,000
86	MUNANDA SECONDARY SCHOOL	EQUITY	770279890371	476	2,071,880
87	GILGIL POLICE BCS	EQUITY	770279884464		100,000
88	KONGASIS POLICE POST	EQUITY	770279877837	22,805	458,975
89	NYS SECONDARY SCHOOL	EQUITY	770279883961	435,094	800,000
90	KASARANI POLICE POST	EQUITY	770279906252	298,795	
91	MURINDU HIGHWAY PRIMARY SCH	EQUITY	770262419843	315,485.85	1,150,000.85
92	KIKOPEY POLICE POST	EQUITY	770279877509	6,305	78,975
93	KIKOPEY CHIEF'S OFFICE	EQUITY	770278976096	10,320	198,050
94	UTUMISHI GIRLS SEC SCH	EQUITY	770279616334	400	229,940
95	GARRISON SEC SCHOOL	EQUITY	770279027121	9,590	299,920
96	MITIMINGI CHIEF'S OFFICE	EQUITY	770278975825	100,835	138,135
97	GILGIL NG-CDF PERIMETER WALL	EQUITY	770279589211	400	760
98	NDIBAI PRIMARY SCHOOL	EQUITY	770279046370	810	500,940
	TOTAL			26,236,287	57,103,337

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Unreconciled cash and cash equivalent	The unrepresented cheques have since been reversed the cash book reconciled	Awaiting PAC recommendation	Awaiting PAC recommendation
2.0	Unsupported Other Committee Expenses and Committee Allowance	The allowances paid to non-committee members of Ksh. 1,194,600 have been fully supported by schedules and minutes indication reasons for payment. Also, Ksh. 577,000 that have been used to facilitate public participation have also been supported by schedules, minutes and report.	Awaiting PAC recommendation	Awaiting PAC recommendation
3.1	Unsupported bursary to Secondary school	The acknowledgement letters and receipts have been received from the beneficiary institutions and submitted	Awaiting PAC recommendation	Awaiting PAC recommendation
3.2	Unsupported bursary to Tertiary school	The acknowledgement letters and receipts have been received from the beneficiary institutions and submitted	Awaiting PAC recommendation	Awaiting PAC recommendation
4.0	Errors on presentation and disclosures in the Financial Statements	Financial Statements corrected	Awaiting PAC recommendation	Awaiting PAC recommendation
5.0	Unimplemented projects –	Both tanks have been purchased	Awaiting PAC	Awaiting PAC

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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)
6.0	Kapkures primary and Karunga police Irregularities on verified projects	and in use The projects that were identified with some faults were repaired by the Contractors, and the Engineer have reviewed the bills of quantity as per the increase in prices of the commodities. The documents are available for verification on whether the funds were used for the intended purpose. All the incomplete projects at the time of Audit, are now complete, handed over and in use.	recommendation Awaiting PAC recommendation	recommendation Awaiting PAC recommendation
7.0	Over Expenditure on Emergency Projects	The extra monies added to the six emergency projects, have been explained through the PMC minutes and the Engineers variation report. These increased was as a result of additional doors to the said toilets.	Awaiting PAC recommendation	Awaiting PAC recommendation
8.0	Lack of Risk Management Policy	We have a risk Policy and is available for verification	Awaiting PAC recommendation	Awaiting PAC recommendation

FUND ACCOUNT MANAGER
GILGIL NG-CDF
P.O. Box 524-20116
GILGIL



