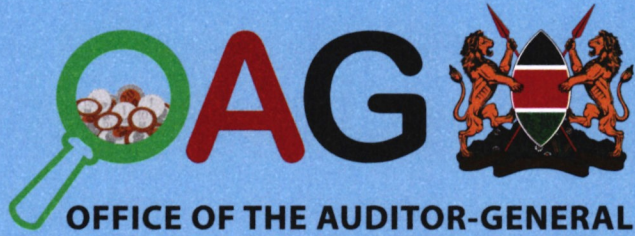
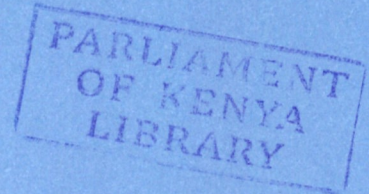


REPUBLIC OF KENYA



Enhancing Accountability

REPORT



OF

THE NATIONAL **THE AUDITOR-GENERAL**

DATE: 02 AUG 2023

DAY:
WED

TABLED
BY:

Hon. Naomi Wago, MP
Deputy Majority Whip

ON

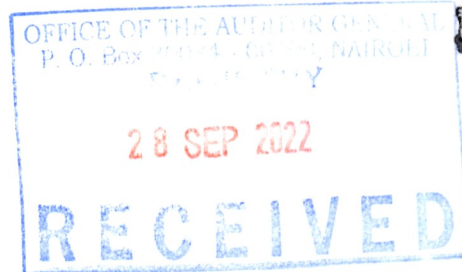
CLERK-AT
THE-TABLE:

Enlaysia Muriuki

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND - KISUMU WEST
CONSTITUENCY**

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





KISUMU WEST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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

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

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

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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;

***Kisumu West Constituency
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- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

- i. National Government Constituencies Development Fund Board (NGCDFB)

***Kisumu West Constituency
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ii. National Government Constituency Development Fund Committee (NGCDFC)

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Naphtally Mulesi Ochuma
2.	Sub-County Accountant	Ken Okumu
3.	Chairman NGCDFC	Elijah Akomo Were
4.	Member NGCDFC	Hellen Sijenyi
5.	Member NGCDFC	Halima Mwanika Ramadhan

(d) Fiduciary Oversight Arrangements

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

(e) Kisumu West Constituency NGCDF Headquarters

P.O. Box 3652, 40100
NGCDF Building, Ojolla
Kisumu West Sub County Headquarters
Off Kisumu – Busia Road,
Kisumu, KENYA

(f) Kisumu West Constituency NGCDF Contacts

Telephone: (254) 057 2020815
E-mail: cdfkisumuwest@ngcdf.go.ke
Website: www.kisumuwestcdf.go.ke

(g) Kisumu West Constituency NGCDF Bankers

Equity Bank
Kisumu Main Branch
Account no: 029026014406
P.O Box 3652, 40100
Kisumu

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC Chairman's Report

(One to two pages)



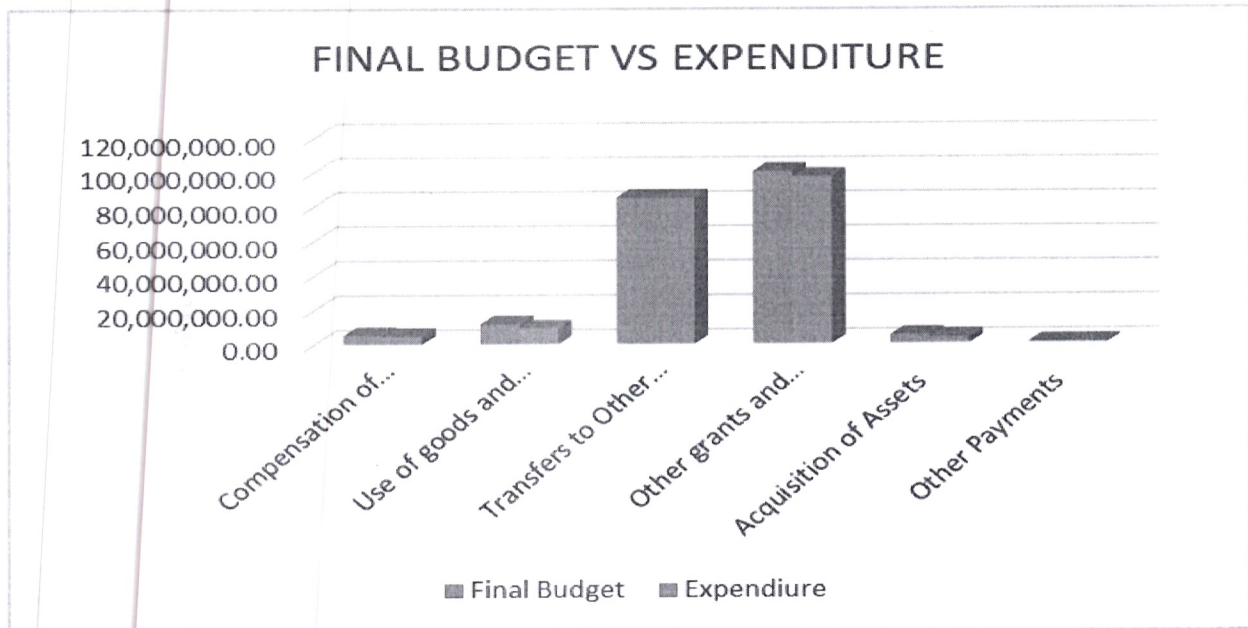
**Elijah Akomo Were
NGCDFC Chairman Kisumu West**

Once again I present our constituency Annual Financial Report for the Year ended 30th June 2022, during which we recorded a fairly good performance despite a range of operational challenges. During this fiscal financial year Kisumu West NG-CDF's original budget for 2020/2021 was Kshs 137,088,879., however we had funds from previous year amounting to Kshs 71,330,127 resulting to total funding available at Kshs 210,570,676. The constituency managed to receive a total of Kshs 187,126,956 resulting 100% disbursement from NGCDF board. As at 30th June 2021, Kshs 137,088,879 (100%) relating to 2021/2022 financial year had been disbursed to the Constituency and a total of Kshs 50,038,077 relating to other financial years had also been disbursed. We managed to spend Kshs 200,375,519 resulting to 95% as expenditure on school projects, security, sports, emergency and Bursary. This is tremendous improvement from the previous years.

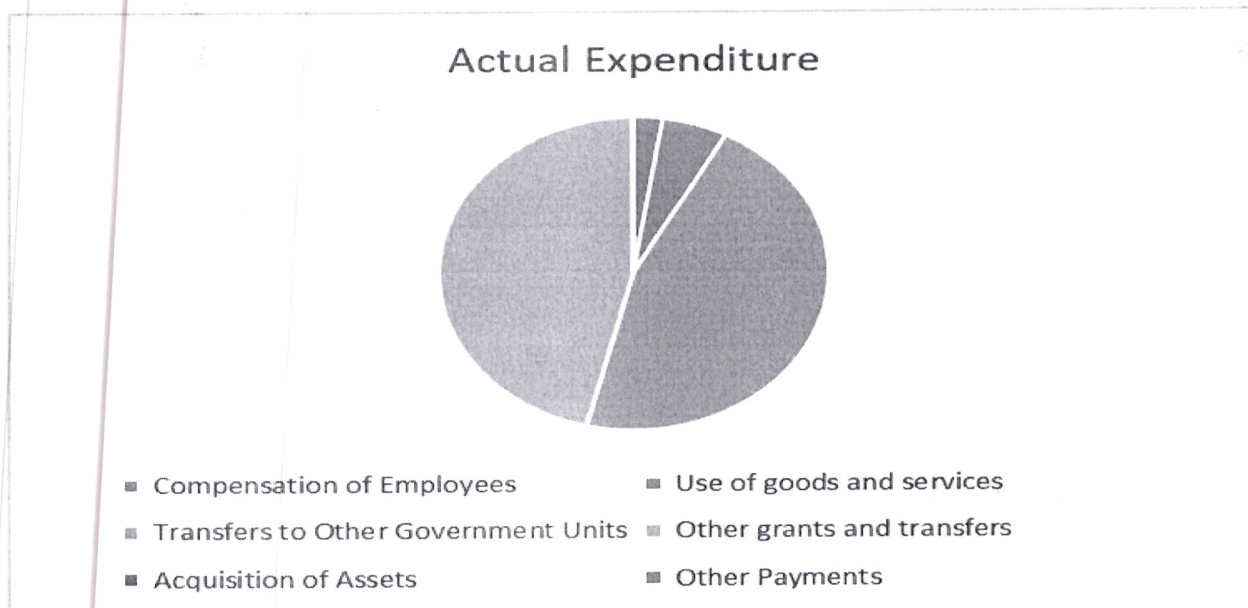
The Constituency managed to collect Kshs 790,024 as Appropriation in Aid (AIA) through sale of tender documents (Kshs 5,075) and reimbursement of funds from PMC (Kshs 784,949) that had projects completed but funds remained (savings) in the PMC Accounts. There is a total of approximately 2,500,000 in completed projects, challenge has been on how to get back the funds. The management is consultation with concerned bank on the recovery of the funds.

**Kisumu West Constituency
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Budget utilisation during the year is summarised in the graph below:



Below is an analysis of the actual expenditure

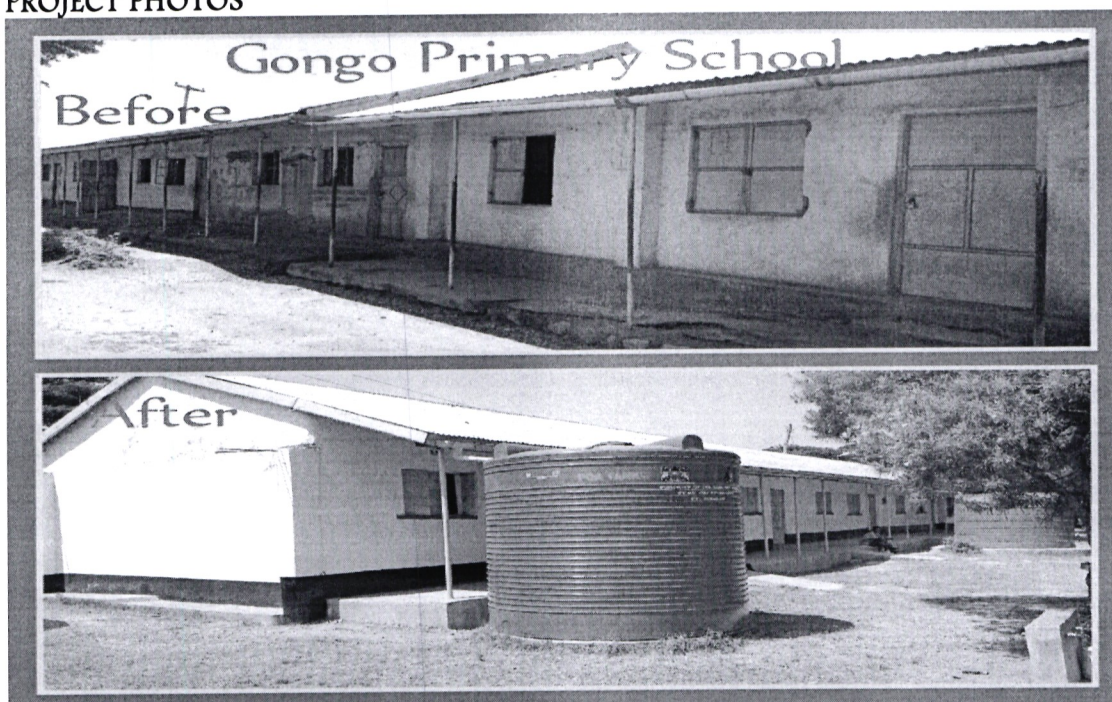


Achievements During the year

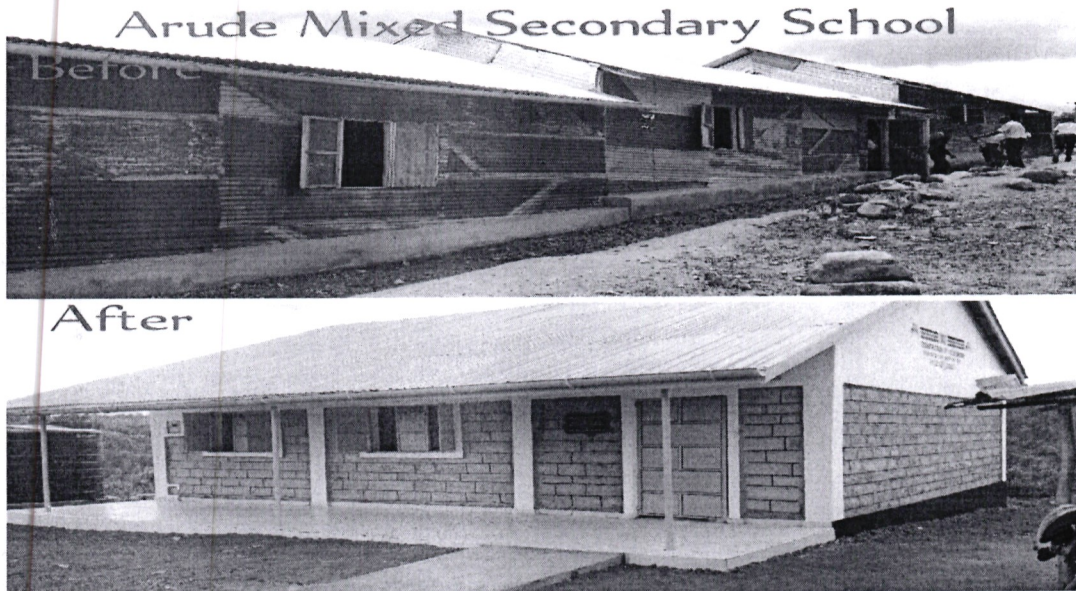
During the financial year the constituency managed to achieve the following

- Renovation of 52 classrooms in both primary and secondary school. The project were completed and handed over to the institutions
- Constructed to completion 1 administration in primary school and initiated a multipurpose administration block in secondary school
- Constructed to completion 12 door latrines in primary schools
- Responded to emergency issues by construction 1 classroom , 36 doors of latrine and repair of NGCDF office
- Achieved target of spending 96% of the budget
- Disburse bursaries to needy students within the constituency. We have also managed to give full scholarship to 80 students in both secondary (47) and university (33).
- The constituency is in partnership with Equity bank and has managed to plant a total of 30,000 trees in several school within the constituency, this is in relation to the Government efforts to achieve 12% forest cover.
- The constituency managed to go green by installation of solar system within the office

PROJECT PHOTOS



Renovations of 5 classrooms at Gongo Primary



Arude mixed Secondary School - construction of 1 classroom



Construction of administration block at Oyiengo Primary



Construction of Assistant Chief Office –south Kapounja funded 2019/20, implemented 2021/22

Emerging issues

Following the 2021/22 was an election year coupled with late disbursement of funds from the NGCDF Board, project implementation was delayed during this financial year. However, despite these issues, project implementation for new projects started and a good number of were completed and are in use.

The Constituency believes in the Kaizen Principle of continuous improvement and has engaged on how to develop the capacity of PMC through training, we have also changed our way of implementing project by insisting on quality

.....
**WERE ELIJAH AKOMO
CHAIRMAN NGCDF COMMITTEE**

III. Statement of Performance against Predetermined Objectives for FY2021/22

Introduction

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

The key development objectives of **Kisumu West Constituency 2018-2022** plan are to:

- a) **Improving access to quality education through rehabilitation/renovation/ construction of infrastructure in various primary and secondary school within the constituency.**
- b) **Harnessing youth talent by funding youth sporting initiatives, creating awareness of youth development and promotion of youth talent**
- c) **Enhancing security in the constituency by construction of infrastructure in security and administration establishments within the constituency.**
- d) **Improving the tracking of implementation of NGCDF programs through robust Monitoring and Evaluation of projects**
- e) **Promoting performance management and smooth running of NGCDF office**
- f) **Catering for any unforeseen occurrences in the constituency through emergency support.**

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education Accessibility	To Improve access, affordability and availability of quality education to all school going children.	<ul style="list-style-type: none"> • Adequate and conducive environment in terms of classrooms, library, laboratories, dormitories, halls to be used outcomes. • 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 	<ul style="list-style-type: none"> - In FY 2021/22 - 52 classrooms rehabilitated to standard in primary schools - 1 laboratories constructed in secondary school - 8 new classrooms were constructed in both primary and secondary schools and equipped with desks - 2 schools with improved/rehabilitated fence - Constructed a total of 12 doors toilets in both primary and secondary - Constructed 2 new administration blocks in primary and secondary. - constructed 1 dining hall/modern kitchen, completed a multipurpose hall, and a biogas system in secondary school -Bursary to a total of Kshs

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

Constituency Program	Objective	Outcome	Indicator	Performance
	management and smooth running of NGCDF operations	<ul style="list-style-type: none"> - Effective and active NGCDF Committee and harmonised governance body - Reflective and dynamic committee and staff able to adjust to changing operational circumstances. 	<ul style="list-style-type: none"> accountabilities, - Board minutes, resolutions, evaluation report 	<ul style="list-style-type: none"> - File of all management resolutions well kept. - All reports due to the board submitted within the given timelines.
Tracking of results	To improve on tracking of implementation of NGCDF projects	<ul style="list-style-type: none"> • Strengths and Weaknesses in project implementation identified and addressed • Audit report, enhance and improved standards in financial management 	<ul style="list-style-type: none"> • Reports, Success and case stories • Audit report, Financial report 	<ul style="list-style-type: none"> - Developed work plans and submitted to the board • Quarterly and annual reports submitted with the timelines • Audit reports responded to and advice on the same adhered to.

IV. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

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

Constituency Program	Objective	Outcome	Indicator	Performance
Security	To enhance security within the constituency	Improved security and provision of services to constituents within the constituency	-Number of chief, ACC, DCC, assistant chief offices constructed. -Number of police posts, stations constructed or rehabilitated	-additional funds were allocated for construction of 40 roomed police divisional headquarters -equipped 5 administration blocks for are chiefs/ assistant chief offices with furniture -started construction of 3 new administration block - completed construction of abluition block at a prison
Environment	To promote environment sustainability in the constituency		Number of trees planted Number of Biogas(green environment) projects	- Completed construction of 1 biogas system installed in schools - In liaison with Equity bank planted total of 35,000 tree seedlings in 30 schools within the constituency. - Purchased and distributed 19,

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

Constituency Program	Objective	Outcome	Indicator	Performance
				<ul style="list-style-type: none"> 10,000 litre tanks to 18 primary schools and 1 secondary school - Ensured all projects have a component of planting trees and installation of water tank with three hand washing points.
Sports	To harness talent and empower youth	Active participation of youth in sports and advocacy activities	Number of sporting field rehabilitated Number of sporting tournaments held	<ul style="list-style-type: none"> - Completion of 1 sporting field rehabilitated - 1 sporting tournament held and balls given to the participating teams.
Disaster Management	To cater for any unforeseen occurrences in the constituency			<ul style="list-style-type: none"> - Construction of 2 new classrooms in primary schools - Construction of 35 doors of new latrines - Rehabilitated the NGCDF office fence after collapse due to heavy rains.
Intuitional strengthening	To promote performance of	- Quality of work from motivated staff	- Work plans, reports,	- 7 staff employed and well enumerated.

- 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 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- *Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar*
- *Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.*
- *NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.*
- *NG-CDF staff Have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*

3. Employee welfare

We invest in providing the best working environment for our employees. Kisumu West 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. Kisumu West constituency invests in capacity

building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

KISUMU WEST NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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.

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

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OCHUMA NAPHTALLY MULESI
FUND ACCOUNT MANAGER

V. Statement of Management Responsibilities

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

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

The Accounting Officer in charge of the NGCDF-KISUMU WEST Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- KISUMU WEST Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have

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

been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

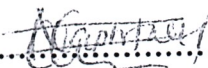
The Accounting Officer in charge of the NGCDF KISUMU WEST Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used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

Approval of the financial statements

The NGCDF- KISUMU WEST Constituency financial statements were approved and signed by the Accounting Officer on 10/9 2022.

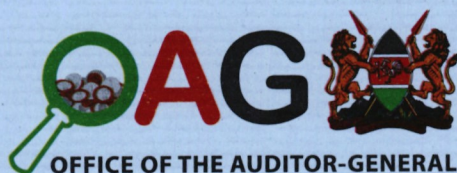
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WERE ELIJAH AKOMO
Chairman – NGCDF Committee

.....


OCHUMA NAPHTALLY MULESI
Fund Account Manager

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kisumu West Constituency set out on pages 1 to 49, which comprise of the statement of assets and liabilities as at 30 June, 2022 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

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

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 - Kisumu West Constituency as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The summary statement of appropriation shows actual receipts on transfers from NGCDF board of Kshs.209,265,196. However, the statement of receipts and payments reflects Kshs.187,126,956 resulting to a variance of Kshs.22,138,240. Further, the statement of budget execution by sectors and projects shows actual compensation of employees of Kshs.4,614,087 while the statement of receipts and payments shows an amount of Kshs.4,098,630 resulting to unexplained variance of Kshs.515,457.

In the circumstances, the accuracy of the financial statements could not be confirmed.

2. Use of Goods and Services

2.1 Unsupported Use of Goods and Services

The statement of receipts and payments reflects use of goods and services of Kshs.9,207,711 as disclosed in Note 5 to the financial statements. However, amount of Kshs.300,000 relating to fuel was not supported with relevant documents such as the work tickets, fuel cash receipts, the fuel register, statement of the litres drawn and the detailed orders authorizing the drawing of the fuel from the supplier. Further, hospitality supplies and services of Kshs.1,752,910 includes payments totalling to Kshs.1,250,300 whose supporting documents such as approvals and evidence of expenditure were not provided for audit review.

2.2 Misclassification of Expenditure

The statement of receipts and payments reflects use of goods and services totalling to Kshs.9,207,711 as disclosed in Note 5 to the financial statements. This balance includes routine maintenance of vehicles and other transport equipment of Kshs.842,683 out of which Kshs.112,759 was paid to a consultant to undertake impact assessment. However, the expenditure was charged under repair of motor vehicle instead of consultancy services. Further, the Management did not provide the impact assessment report and implementation status.

In the circumstances, the accuracy and completeness of use of goods and services amount of Kshs.1,663,059 could not be confirmed.

3. Unsupported Prior Year Adjustments

The statement of assets and liabilities reflects prior year adjustment of Kshs.1,500,000 as disclosed in Note 14 to the financial statements. Although, the Management explained that the adjustment relates to unrepresented bursary cheque expensed in the year 2020/2021 which became stale and reversed during the year under review. However, the list of the reversed bursaries was not provided for audit verification.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

4. Cash and Cash Equivalents

The statement of assets and liabilities and as disclosed in Note 10 to the financial statements reflects cash and cash equivalents balance of Kshs.10,195,158 which differs with the reconciled cashbook balance of Kshs.10,694,900 resulting in unreconciled variance of Kshs.499,742.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.10,195,158 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 - Kisumu West Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board guidelines.

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. Irregular Provision of Security Services

The statement of receipts and payments reflects use of goods and services of Kshs.9,207,711 which includes Kshs.360,000 paid to a firm for provision of security services procured in the financial year 2012/2013. However, the contract was awarded and signed in May, 2013, since then the services have never been subjected to competitive bidding while the same contract was renewed year after year. This was contrary to Article 227(1) of the constitution of Kenya 2010 which states that, when a state organ or any other public entity contracts for goods or services, it shall do so in accordance with a system that is fair, equitable, transparent, competitive and cost-effective.

Further, there was no evidence that the service provider submitted a performance security contrary to Section 142(1) of the Public Procurement and Asset Disposal Act, 2015 which states that subject to the Regulations, a successful tenderer shall submit a performance security equivalent to not more than ten per cent of the contract amount before signing of the contract.

In the circumstances, Management was in breach of law.

2. Unsupported Emergency Reserves

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects other grants and transfers of Kshs.97,343,208 which includes an expenditure on emergency projects amounting Kshs.8,801,251. However, there was no evidence provided to confirm that the emergency relates to 'urgent, unforeseen need for expenditure that could not be delayed until the next financial year without harming the public interest of the constituents contrary to Section 8(3) "Emergency" shall be construed to mean an 'urgent, unforeseen need for expenditure for which it is in the opinion of the committee that it cannot be delayed until the next financial year without harming the public interest of the constituents.

In addition, there was no evidence provided to confirm that the use of the emergency reserves was reported to the Board within thirty (30) days of occurrence contrary to Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016 which provides that the utilization of the emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

In the circumstances, Management is in breach of law.

3. Irregular Issuance of Bursaries

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects other grants and transfers of Kshs.97,343,208 which includes bursaries to secondary schools, tertiary institutions and special schools of Kshs.34,108,323, Kshs.16,449,895 and Kshs.4,669,600 totalling to Kshs.55,227,818.

However, the following anomalies were observed: -

- i. Bursary applications register was not maintained to show the names of applicants and their identification details, location of domicile, schools and colleges where admitted.
- ii. Bursary allocation policy was not maintained by the Fund's Committee and therefore the basis for the award of the bursaries could not be confirmed.
- iii. The appointment letters of the Bursary Vetting Committee were not provided for audit review and therefore the basis of appointment and terms of service could not be ascertained.
- iv. The Bursary vetting committee minutes were not provided for audit verification and therefore, the basis of payment could not be ascertained.
- v. Confirmations or acknowledgement receipts that the bursaries were indeed received by the respective Institutions were not provided for audit.

In the circumstances, regularity and authenticity of bursaries of Kshs.55,227,818 could not be confirmed.

4. Proposed Chain Link Fencing and Installation of Gate at the Sub County Education Office Project

Review of procurement records provided for audit reveal that a Contractor was awarded tender No. KSMWEST/ NG-CDF/EDU/33/OFFICE/2020/2021 for the construction of proposed chain link fencing and installation of gate at the Sub County Education Office at a contract sum of Kshs.650,000. The budget for the project was Kshs.650,000. The contract was awarded on 9 November, 2021. However, the completion date and duration of contract was not stated. Audit inspection carried in March, 2022 revealed that the whole area was estimated to be 350M. However, physical verification gave an estimated length of 250M resulting to an over estimation of 100M at Kshs.400 per Linear Meter which translates to a loss of Kshs.40,000. Further, the project Manager did not provided valuation of certified works. it was therefore not possible to confirm the basis of the payments. In addition, project status report from the engineer was not provided for audit review.

In the circumstances, the validity and legality of the procurement process, award and costing of the contract could not be confirmed.

5. Over Priced Proposed Chain Link Fencing and Gate

Examination of payment records held at Kisumu West Constituency NGCDF shows that Kshs.2,400,000 was transferred to a school for the Proposed Chain-link and Gate.

However, audit review of the signed contract showed that a local company was awarded for the chain-link at a rate of Kshs.2,000 per linear Metre which appears to be slightly higher in terms of the price resulting to loss of Kshs.400,000. The Management could not adequately support the pricing and therefore, value for money was not achieved in the said project.

In the circumstances, the overpricing denied the public value for money.

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 governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its 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 controls 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 controls would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue 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 continue 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

11 July, 2023

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


	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	187,126,956	157,218,527
Proceeds From Sale of Assets	2	0	0
Other Receipts	3	790,024	255,638
Total Receipts		187,916,980	157,474,165
Payments			
Compensation Of Employees	4	4,098,630	3,727,195
Use Of Goods and Services	5	9,207,711	8,216,194
Transfers To Other Government Units	6	84,965,683	70,432,345
Other Grants and Transfers	7	97,343,208	70,594,155
Acquisition Of Assets	8	3,594,830	57,998
Other Payments	9	650,000	0
Total Payments		199,860,062	153,027,867
Surplus/(Deficit)		<u>(11,943,082)</u>	<u>4,446,277</u>

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

The Constituency financial statements were approved on 10/9 2022 and signed by:


 Fund Account Manager
 OCHUMA NAPHTALLY MULESI


 National Sub-County Accountant
 Name: OKUMU KEN
 ICPAK M/No:5224

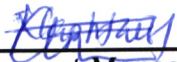

 Chairman NG-CDF Committee
 Name: WERE ELIJAH AKOMO

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

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

	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	10,195,158	21,153,695
Cash Balances (Cash at Hand)	10B	0	0
Total Cash and Cash Equivalents		10,195,158	21,153,695
Accounts Receivable			
Outstanding Imprests	11	0	0
Total Financial Assets		10,195,158	21,153,695
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	0	0
Gratuity	12B	0	515,455
Total Financial Liabilities		10,195,158	515,455
Net Financial Assets		10,195,158	20,638,240
Represented By			
Fund Balance B/Fwd	13	20,638,240	16,040,695
Prior Year Adjustments	14	1,500,000	151,268
Surplus/Deficit for The Year		(11,943,082)	4,446,277
Net Financial Position		10,195,158	20,638,240

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved on 10/9 2022 and signed by:


Fund Account Manager
OCHUMA NAPHTALLY MULESI


National Sub-County Accountant
Name: OKUMU KEN
ICPAK M/No:5224

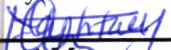

Chairman NG-CDF Committee
Name: WERE ELIJAH AKOMO


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


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

	Notes	2021 - 2021	2021 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	187,126,956	157,218,527
Other Receipts	3	790,024	255,638
Total Receipts		187,916,980	157,474,165
Payments for operating activities			
Compensation Of Employees	4	4,098,630	3,727,195
Use Of Goods and Services	5	9,207,711	8,216,194
Transfers To Other Government Units	6	84,965,683	70,432,345
Other Grants and Transfers	7	97,343,208	70,594,155
Other Payments	9	650,000	0
Total Payments		196,265,232	152,969,889
Total Receipts Less Total Payments		(8,348,252)	4,504,276
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	0	0
Increase/(Decrease) In Accounts Payable	16	(515,455)	515,268
Prior Year Adjustments	14	1,500,000	151,268
Net Adjustments		984,545	666,723
Net Cash Flow from Operating Activities		(7,363,707)	5,170,999
Cash flow From Investing Activities			
Proceeds From Sale of Assets	2	0	0
Acquisition Of Assets	8	(3,594,830)	57,998
Net Cash Flows from Investing Activities		(3,594,830)	(57,998)
Net Increase In Cash And Cash Equivalent		(10,958,539)	5,113,000
Cash & Cash Equivalent At Start Of The Year	10	21,153,695	16,040,695
Cash & Cash Equivalent At End Of The Year		10,195,158	21,153,695

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Constituency financial statements were approved on 18/7/2022 and signed by:


Fund Account Manager
OCHUMA NAPHTALLY MULESI


National Sub-County Accountant
OKUMU KEN
ICPAK M/No: 5224


Chairman NG-CDF committee
WERE ELIJAH AKOMO

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

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

Receipts/Payments	Original Budget		Adjustments		Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of Utilization on f=d/c %
	a	Kshs	b	Kshs				
	2021/2022		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2021/2022	30/06/2022		
Receipts		Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	137,088,879		22,138,240	50,038,077	209,265,196	209,265,196	0	
Proceeds From Sale of Assets	-				0	-	-	0.0%
Other Receipts	-		790,024.00		790,024	790,024	-	100.0%
Totals	137,088,879		22,928,264	50,038,077	210,055,220	210,055,220	0	100.0%
Payments								
Compensation Of Employees	3,889,380		630,473	140,460	4,660,313	4,098,630	561,683	87.9%
Use Of Goods and Services	8,448,619		1,182,440	2,010,369	11,641,428	9,207,711	2,433,717	79.1%
Transfers To Other Government Units	52,420,853		13,793,591	18,752,756	84,967,200	84,965,683	1,517	100.0%
Other Grants and Transfers	70,120,027		4,266,726	27,313,010	101,699,762	97,343,208	4,356,554	95.7%
Acquisition Of Assets	2,060,000		1,400,000	1,712,581	5,172,581	3,594,830	1,577,751	69.5%
Other Payments	150,000		391,873	108,900	650,773	650,000	773	99.9%
Funds Pending Approval**	0		1,263,162	0	1,263,162	0	1,263,162	
Totals	137,088,879		22,928,264	50,038,076	210,055,220	199,860,062	10,195,158	95.1%

[Signature]

**Fund Account Manager
OCHUMA NAPHALLY MULESI**

**National Sub-County Accountant
OKUMU KEN
ICPAK M/No: 5224**

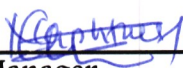
**Chairman NG-CDF committee
WERE ELIJAH AKOMO**

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


Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	10,195,158
Less undisbursed funds receivable from the Board as at 30 th June 2022	1
	10,195,158
Add Accounts payable	0
Less Accounts Receivable	0
Cash and Cash Equivalents at the end of the FY 2021/2022	10,195,158

The constituency did not manage to utilize all the funds due to the fact that funds allocated for use of goods and acquisition of assets were voted towards the end of the financial year. The constituency received funds and AIE at the tail end of the financial year.

Constituency financial statements were approved on 16/9 2022 and signed by:


 Fund Account Manager
 OCHUMA NAPHTALLY MULESI


 National Sub-County Accountant
 Name: OKUMU KEN
 ICPAK M/No: 5224


 Chairman NG-CDF Committee
 Name: WERE ELIJAH AKOMO

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

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

Programme/Sub-programme	Original Budget(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				
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 ADMINISTRATION AND RECURRENT							
1.1 COMPENSATION OF EMPLOYEES	3,889,380	1,145,929	140,460	5,175,769	4,614,087	561,682	89
1.2 COMMITTEE ALLOWANCE	1,372,000	254,244	233,147	1,859,391	1,461,100	398,291	79
1.3 USE OF GOODS AND SERVICES	2,963,953	332,791	-	3,296,744	3,207,233	89,510	97
TOTAL	8,225,333	1,732,963	373,607	10,331,904	9,282,420	1,049,483	90
2.0 MONITORING AND							
2.1 CAPACITY BUILDING	1,504,284	388,236	951,001	2,843,522	2,512,230	331,292	88
2.2 COMMITTEE ALLOWANCE	1,290,410	-	-	1,290,410	224,400	1,066,010	17
2.3 USE OF GOODS AND SERVICES	1,317,972	207,169	826,221	2,351,362	1,802,747.74	548,614	77
TOTAL	4,112,666	595,405	1,777,222	6,485,294	4,539,377.74	1,945,916	70
3.0 EMERGENCY							
3.1 PRIMARY SCHOOLS							
KANYAMEDHA PRIMARY SCHOOL	700,000	-	-	700,000	700,000	-	
MARERA PRIMARY SCHOOL	850,000	-	-	850,000	850,000	-	
MALIERA SECONDARY SCHOOL	750,000	-	-	750,000	750,000	-	

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

Programme/Sub-programme	Original Budget(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			2021/2022	30/06/2022		
ODOWA PRIMARY SCHOOL	750,000	-	-	750,000	750,000	-	
OBEDE PRIMARY SCHOOL	750,000	-	-	750,000	750,000	-	
BARA PRIMARY SCHOOL	1,300,000	-	-	1,300,000	1,300,000	-	
OSIRI PRIMARY SCHOOL	750,000	-	-	750,000	750,000	-	
LWALA KADAWA PRIMARY	1,300,000	-	-	1,300,000	1,300,000	-	
3.5 NGCDF OFFICE	42,207	1,591,751	-	1,633,958	1,651,251	(17,293)	101
3.5 UNUTILIZED	-	-	-	-	-	-	
TOTAL	7,192,207.00	1,591,751	-	8,783,958	8,801,251	(17,293)	100
4.0 BURSARY AND SOCIAL SECURITY							
4.1 SECONDARY SCHOOLS	31,772,220	-	-	31,772,220	34,108,323	(2,336,103)	107
4.2 TERTIARY AND UNIVERSITY INSTITUTIONS	-	1,761,458	15,501,729	17,263,187	16,449,895	813,292	95
4.3 SOCIAL SECURITY (NHIF)	-	-	-	-	-	-	-
4.4 SPECIAL NEEDS / SPECIAL CATEGORIES	2,500,000	902,298	3,002,734	6,405,032	4,669,600	1,735,432	73
4.5 BURSARY (KISUMU RURAL)	-	-	-	-	-	-	-
TOTAL	34,272,220	2,663,755	18,504,464	55,440,438	55,227,818	212,621	
5.0 SPORTS							
5.1 KISUMU WEST SPORTS SUB COMMITTEE	2,080,600	-	949,588	3,030,188	3,030,181	7	100

**Kisumu West Constituency
National Government Constituencies Development Fund (NGCDF)
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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				
Total	2,080,600	-	949,588	3,030,188	3,030,181	7	100
6.0 ENVIRONMENT							
KIBOSWA MARKET	-	-	-	-	-	-	-
DAGO MARKET	-	-	-	-	-	-	-
ODHIENYO HILLS	-	-	-	-	-	-	-
MASENO MARKET	-	-	-	-	-	-	-
LELA MARKET	-	-	-	-	-	-	-
TOTAL	-	-	-	-	-	-	-
7.0 PRIMARY SCHOOL PROJECTS							
DAGO KOKORE PRIMARY	2,228,516	-	3,400,000	5,628,516	5,628,516	0	100
DAGO THIM PRIMARY	2,240,000	-	-	2,240,000	2,240,000	-	100
DR ROBERT OUKO PRIMARY	2,400,000	-	-	2,400,000	2,400,000	-	100
ESHIVALU PRIMARY	750,000	-	175,000	925,000	925,000	-	100
HUMA PRIMARY	2,240,000	-	-	2,240,000	2,240,000	-	100
KIREMBE PRIMARY	2,413,379	-	175,000	2,588,379	2,588,379	-	100
KUOYO PRIMARY	1,450,000	-	934,060	2,384,060	2,384,060	-	100
LISUKA PRIMARY	1,108,958	-	-	1,108,958	1,108,958	-	-

**Kisumu West Constituency
National Government Constituencies Development Fund (NGCDF)
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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			2021/2022	30/06/2022		
NAME TSA PRIMARY	200,000	-	-	200,000	200,000	-	100
NYAKONGO PRIMARY	250,000	-	-	250,000	250,000	-	100
NYAKUNE PRIMARY	600,000	-	-	600,000	600,000	-	100
OBAMBO PRIMARY	2,400,000	-	615,000	3,015,000	3,015,000	-	100
OBEDE PRIMARY	2,240,000	-	-	2,240,000	2,240,000	-	100
OGADA PRIMARY	820,000	-	-	820,000	820,000	-	100
OKORE OGONDA PRIMARY	1,680,000	-	175,000	1,855,000	1,855,000	-	100
ONGALO PRIMARY	5,500,000	-	600,000	6,100,000	6,100,000	-	100
OYIENGO PRIMARY	800,000	-	-	800,000	800,000	-	100
ST ALLOYCE OJOLLA PRIMARY	1,500,000	-	-	1,500,000	1,500,000	-	100
YATH RATENG PRIMARY	2,000,000	-	-	2,000,000	2,000,000	-	100
ABOGE PRIMARY	-	-	175,000	175,000	175,000	-	100
ARUDE PRIMARY	-	-	175,000	175,000	175,000	-	100
BAR MATHONYE	-	-	300,000	300,000	300,000.00	-	100

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(c = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021/2022	30/06/2022		
BARA PRIMARY	-	-	350,000	350,000	350,000	-	100
CHULAIMBO PRIMARY	-	-	350,000	350,000	350,000	-	100
GEE PRIMARY	-	-	300,000	300,000	300,000	-	100
GETA PRIMARY	-	600,000	-	600,000	600,000	-	100
GONGO PRIMARY	-	1,200,000	175,000	1,375,000	1,375,000	-	100
KAWINO PRIMARY	-	-	175,000	175,000	175,000	-	100
KOTETNI PRIMARY	-	-	1,346,120	1,346,120	1,346,120	-	100
LWALA KADAWA PRIMARY	-	-	200,000	200,000	200,000	-	100
MARERA PRIMARY	-	-	175,000	175,000	175,000	-	100
MASENO GIRLS BOARDING	-	-	175,000	175,000	175,000	-	100
MASENO MIXED PRIMARY	-	-	350,000	350,000	350,000	-	100
MASENO SCHOOL FOR THE DEAF	-	-	175,000	175,000	175,000	-	100
NYADUONG PRIMARY	-	1,504,000	175,000	1,679,000	1,679,000	-	100
NYAWARA PRIMARY	-	-	175,000	175,000	175,000	-	100
OSIRI PRIMARY	-	-	175,000	175,000	175,000	-	100

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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			2021/2022	30/06/2022		
SINYOLO PRIMARY	-	-	175,000	175,000	175,000	-	100
ULALO PRIMARY	-	-	1,530,000	1,530,000	1,530,000	-	100
USOMA PRIMARY	-	-	175,000	175,000	174,195	805	100
WACHARA PRIMARY	-	1,530,000	-	1,530,000	1,530,000	-	100
WANDEGA PRIMARY	-	1,226,000	449,000	1,675,000	1,675,000	-	100
MKENDWA PRIMARY	-	-	250,000	250,000	250,000	-	100
SAVINGS	-	117	-	117	-	117	-
Total	32,820,853	6,060,117	13,599,180	52,480,150	52,479,228	922	100
8.0 SECONDARY SCHOOL PROJECTS							
ARUDE MIXED SECONDARY	1,300,000	-	-	1,300,000	1,300,000	-	100
CHULAIMBO BOYS SECONDARY	8,000,000	-	-	8,000,000	8,000,000	-	100
DAGO THIM SECONDARY	2,100,000	-	-	2,100,000	2,100,000	-	100
OBEDE SECONDARY	1,700,000	-	-	1,700,000	1,700,000	-	100
SINYOLO GIRLS HIGH	6,000,000	-	-	6,000,000	6,000,000	-	100
TIENGRE SECONDARY	500,000	2,800,000	-	3,300,000	3,300,000	-	100

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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			2021/2022	30/06/2022		
ALARA GIRLS HIGH SCHOOL		2,132,974	175,000	2,307,974	2,307,974	-	100
BAR KORUMBA SECONDARY	-	-	2,050,000	2,050,000	2,050,000	-	100
GOMBE KOKULO SECONDARY	-	-	175,000	175,000	174,907	93	100
KAWINO PRIMARY	-	1,300,000	-	1,300,000	1,300,000	-	100
OGADASECONDARY	-	500	-	500	-	500	-
SIANDA SECONDARY	-	-	2,050,000	2,050,000	2,050,000	-	100
USARE SECONDARY	-	-	203,576	203,576	203,576	-	100
WACHARA SECONDARY	-	1,500,000	-	1,500,000	1,500,000.00	-	100
HUMA GIRLS	-	-	500,000	500,000	500,000	-	100
Total	19,600,000	7,733,474	5,153,576	32,487,050	32,486,457	593	100
9.0 TERTIARY INSTITUTION PROJECTS							
	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
10.0 SECURITY PROJECTS							
EAST KARATENG ASSISTANT CHIEF OFFICES			750,000	750,000	750,000.00	-	100
KISUMU WEST POLICE DIV HQ	15,300,000	-	2,000,000	17,300,000	17,300,001	(1)	

**Kisumu West Constituency
National Government Constituencies Development Fund (NGCDF)
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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			2021/2022	30/06/2022		
KODIAGA PRSION	350,000	-	-	350,000	350,000	-	100
KORANDO A&B OFFICES		-	400,000	400,000	400,000	-	100
KORANDO CHIEF OFFICE	400,000	-	-	400,000	400,000	-	100
NEWA ASSISTANT CHIEF OFFICE	250,000	-	-	250,000	250,000	-	100
NORTH WEST LOCATION CHIEF OFFICES	4,150,000	-	-	4,150,000	4,150,000	-	100
NYAHERA ASSISTANT CHIEF OFFICE	1,975,000	-	-	1,975,000	1,975,000	-	100
OTONGLO ACC OFFICES		-	400,000	400,000	400,000	-	100
SOUTH KAPUONJA ASSISTANT CHIEF	-	-	600,000	600,000	600,000	-	100
WEST KARATENG ASSISTANT CHIEF	-	-	250,000	250,000	250,000.00	-	100
WEST KISUMU LOCATION CHIEF OFFICE	4,150,000	-	-	4,150,000	-	4,150,000	-
SOUTH WEST LOCATION CHIEF OFFICE	-	-	3,458,958	3,458,958	3,458,958	-	100
SAVINGS		11,220	-	11,220	-	11,220	-
TOTAL	26,575,000	11,220	7,858,958	34,445,178	30,283,959	4,161,219	88
14.0 ACQUISITION OF ASSETS							

Kisumu West Constituency
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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 %)	
	2020/2021	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2021/2022	30/06/2022		
11.2 CONSTRUCTION OF NGCDF OFFICES	1,500,000	1,400,000	300,000	3,200,000	2,900,000	300,000	91
11.3 PURCHASE OF MOTOR CYCLES	560,000	-	-	560,000	-	560,000	-
11.4 PURCHASE OF FURNITURE AND EQUIPMENT	-	-	1,252,581	1,252,581	694,830	557,751	55
11.5 PURCHASE OF COMPUTERS	-	-	160,000	160,000	-	160,000	-
TOTAL	2,060,000	1,400,000	1,712,581	5,172,581	3,594,830	1,577,751	146
12. OTHER PAYMENTS							
ICT HUBS	-	-	-	-	-	-	-
STRATEGIC PLAN	-	773	-	773	-	773	-
SUB COUNTY EDUCATION OFFICE	150,000	391,100	108,900	650,000	650,000	-	100
Total	150,000	391,873	108,900	650,773	650,000	773	100
13.0 UNALLOCATED FUNDS							
UNAPPROVED PROJECTS	-	-	-	-	-	-	-
AIA	-	97,975	-	97,975	-	97,975	-
PMC SAVINGS	-	1,165,187	-	1,165,187	-	1,165,187	-
TOTAL	-	1,263,162	-	1,263,162	-	1,263,162	-

**Kisumu West Constituency
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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			2021/2022	30/06/2022		
	137,088,879	23,443,720	50,038,076	210,570,676	200,375,521	10,195,154	

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based. Ensure that this document is completed to enable consolidation by the National Treasury



Fund Account Manager
OCHUMA NAPHTALLY MULESI



National Sub-County Accountant
Name: OKUMU KEN
ICPAK M/No: 5224





Chairman NG-CDF Committee
Name: WERE ELIJAH AKOMO

*Kisumu West Constituency
National Government Constituencies Development Fund (NGCDF)
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X. Trial Balance as at 30th June 2022

TRIAL BALANCE AS AT 30TH JUNE 2022			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	10,195,158	
	Cash Balances		
	Outstanding Imprest		
Payments			
	Compensation of Employees	4,098,630	
	Use of goods and services	9,207,711	
	Transfers to Other Government Units	84,965,683	
	Other grants and transfers	97,343,208	
	Acquisition of Assets	3,594,830	
	Other Payments	650,000	
Receipts			
	Transfers from the Board		187,126,956
	Proceeds from sale of assets		
	Others receipts		790,024
	Prior Year Adjustment		1,500,000
	Fund Balance b/f		20,638,240
	TOTAL	210,055,220	210,055,220


Fund Account Manager
OCHUMA NAPHTALLY MULESI


National Sub-County Accountant
Name: OKUMU KEN
ICPAK M/No: 5224


Chairman NG-CDF Committee
Name: WERE ELIJAH AKOMO

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

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 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

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.

*Kisumu West Constituency
National Government Constituencies Development Fund (NGCDF)
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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO. B 140955	33,000,000	
AIE NO. B 140810	2,165,442	
AIE NO. B 105477	44,000,000	
AIE NO. B 105521	22,000,000	
AIE NO. B 128565	5,000,000	
AIE NO. B 154075	12,000,000	
AIE NO. B 128877	12,000,000	
AIE NO. B 164412	18,000,000	
AIE NO. B 155852	10,388,879	
AIE NO. A 895011	13,700,000	
AIE NO. A 895030	300,000	
AIE NO. A 895067	2,483,755	
AIE NO. A 155869	12,088,879	
AIE NO. B 104452		20,000,000
AIE NO. B 104889		500,000
AIE NO. B 104855		22,069,631
AIE NO. B 124569		9,000,000
AIE NO. B 119517		8,500,000
AIE NO. B 119906		13,000,000
AIE NO. B 128148		6,900,000
AIE NO. B 128460		6,000,000
AIE NO. B 138872		12,000,000
AIE NO. B 126166		7,000,000
AIE NO. B 126460		11,600,000
AIE NO. B 140604		12,000,000
AIE NO. B 105168		22,648,896
AIE NO. B		6,000,000
TOTAL	187,126,956	157,218,527

Kisumu West Constituency
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2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
Others (specify)		
Total	0	0

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from sale of tender documents	5075	7,000
Hire of plant/equipment/facilities	0	0
Unutilized funds from PMCs	784,949	248,638
Other Receipts Not Classified Elsewhere	0	0
Total	790,024.00	255,638

Kisumu West Constituency
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Notes To the Financial Statements (Continued)

4. Compensation of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,218,200	2,061,820
Personal allowances paid as part of salary		
House Allowance	401,160	371,760
Transport Allowance	324,000	296,000
Leave allowance	0	13,000
Gratuity to contractual employees	573,750	515,455
Employer Contributions Compulsory national social security schemes	90,720	83,160
Other Personal payments	490,800	386,000
Total	4,098,630	3,727,195

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses	-	0
Electricity	108,529	111,457
Communication, supplies and services	614,350	338,850
Domestic travel and subsistence	2,133,210	165,700
Printing, advertising and information supplies & services	-	103,077
Training expenses	201,000	1,586,600
Hospitality supplies and services	1,752,910	779,629
Other committee expenses	262,400	639,893
Committee allowance	1,752,100	2,188,430
Insurance costs	165,783	0
Office and general supplies and services	429,729	295,729
Fuel, oil and lubricants	300,000	439,940
Other operating expenses	-	142,100
Bank service commission and charges	285,017	155,760
Security Operations	360,000	360,000
Routine maintenance – vehicles and other transport equipment	842,683	725,029
Routine maintenance – other assets	-	130,000
Total	9,207,711	8,216,194

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Notes To The Financial Statements (Continued)

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	52,479,228	54,310,525
Transfers To Secondary Schools (See Attached List)	32,486,455	16,121,821
Transfers To Tertiary Institutions (See Attached List)	0	0
Total	84,965,683	70,432,345

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	34,108,323	21,950,325
Bursary – tertiary institutions (see attached list)	16,449,895	14,548,270
Bursary – special schools (see attached list)	4,669,600	6,366,000
Mock & CAT (see attached list)	0	0
Social Security programmes (NHIF)	0	0
Security projects (see attached list)	30,283,959	19,800,000
Sports projects (see attached list)	3,030,181	3,100,000
Environment projects (see attached list)	0	0
Emergency projects (see attached list)	8,801,251	4,829,560
Total	97,343,208	70,594,155

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	0	0
Refurbishment of Buildings	2,001,700	0
Purchase of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0
Purchase of Office Furniture and General Equipment	1,593,130	57,998
Purchase of ICT Equipment, Software and Other ICT Assets	0	0
Purchase of Specialized Plant, Equipment and Machinery	0	0
Acquisition of Land	0	0
Total	3,594,830	57,998

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9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	0	0
ICT Hub	0	0
District education Office	650,000	
	650,000	0

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)	10,195,158	21,153,695
<i>Name Of Bank, Account No. 0290262014406</i>		
Total	10,195,158	21,153,695
10 B: Cash on Hand		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>Specify</i>)	0	0
Total	0	0

11: Outstanding Imprests

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		Kshs	Kshs	Kshs
NAPHTALLY M OCHUMA	27/12/2021	100,000	100,000	-
NAPHTALLY M OCHUMA	12/1/2022	170,000	170,000	-
NAPHTALLY M OCHUMA	8/2/2022	250,000	250,000	-
NAPHTALLY M OCHUMA	17/03/2022	110,000	110,000	-
NAPHTALLY M OCHUMA	13/04/2022	200,000	200,000	-
NAPHTALLY M OCHUMA	10/5/2022	60,000	60,000	-
NAPHTALLY M OCHUMA	31/05/2022	293,100	293,100	-
TOTAL		1,183,100	1,183,100	-

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Notes to the Financial Statement Continued

12A. Retention

	2021-2022	2020-2021
	KShs	KShs
Retention as at 1 st July (A)	0	0
Retention held during the year (B)	0	0
Retention paid during the Year (C)	0	0
Closing Retention as at 30 th June D= A+B-C	0	0

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	515,455	0
Gratuity held during the year (B)	573,750	515,455
Gratuity paid during the Year (C)	1,089,205	0
Closing Gratuity as at 30 th June D= A+B-C	0	515,455

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	21,153,695	16,040,695
Cash in hand	0	0
Imprest	0	0
Total	21,153,695	16,040,695

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14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	21,153,695	1,500,000	22,653,695
Cash in hand	0	0	0
Accounts Payables	0	0	0
Receivables	0	0	0
Others (<i>specify</i>)	0	0	0
Total	21,153,695	1,500,000	22,653,695

** The adjustments relates to a reversed cheque in the name of Kisian Primary School that was not presented for payment and therefore reversed back to the cash book

15. Changes in Accounts Receivable – Outstanding Imprest

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	0	0
Imprest issued during the year (B)	1,183,100	0
Imprest surrendered during the Year (C)	1,183,100	0
closing accounts in account receivables D= A+B-C	0	0
Changes in Account Receivables E= D-A	0	0

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	515,455	-
Deposit and Retentions held during the year (B)	573,752	515,455
Deposit and Retentions paid during the Year (C)	1,089,207	-
closing account payables D= A+B-C	-	515,455
Changes in Accounts Payable E= D-A	(515,455)	515,455

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17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
Total	0	0

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	0	515,455
Others (<i>specify</i>)	0	0
Total	0	515,455

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	561,682	1,286,389
Use of goods and services	2,433,717	3,342,558
Amounts due to other Government entities (see attached list)	1,515	28,996,346
Amounts due to other grants and other transfers (see attached list)	4,356,554	31,176,339
Acquisition of assets	1,577,751	2,754,583
Other payments	773	
Funds pending approval	1,263,162	473,138
Total	10,195,154	71,330,127

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17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	67,920,994	59,703,836
Total	67,920,994	59,703,836

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**Annexes
Annexes: 1 Analysis of Pending Accounts Payable**

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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff				
1. Valentine Achieng	Records officer	September 2013	0.00	All amount due paid
2. James Oburu Hongo	Clerical Officer	September 2013	0.00	All amount due paid
3. Abdulrahman Salim	Driver	September 2013	0.00	All amount due paid
4. Eliakim Onyi Okungu	Clerk of works I	September 2013	0.00	All amount due paid
5. Anne Atieno Wesonga	Cleaner	September 2017	0.00	All amount due paid
6. David Odhiambo	Clerk of works II	January 2020	0.00	All amount due paid
7. Nicholas Juma Ongalla	Accountant	September 2013	0.00	All amount due paid
Sub-Total			0.00	
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/22	2020/21	
Compensation of employees	Gratuity for employees	561,682	1,286,389	
Use of goods & services		2,525,468	3,342,558	
Amounts due to other Government entities				
primary school projects				
OKORE OGONDA PRIMARY	Purchase of 10,000 litre tank	-	175,000	
USOMA PRIMARY	Purchase of 10,000 litre tank	805	175,000	
USARE PRIMARY	fencing and gate	-	(0)	
CHULAIMBO PRIMARY	Purchase of 70 desks	-	350,000	
MASENO MIXED PRIMARY	Purchase of 70 desks	-	350,000	
WACHARA PRIMARY	fencing and gate	-	1,530,000	
GETA PRIMARY	Construction of 4 door toilet	-	600,000	
ONGALO PRIMARY	Purchase of 120 desks	-	600,000	
BARA PRIMARY	Purchase of 70 desks	-	350,000	
GONGO PRIMARY	Renovation of 5 classrooms	-	1,375,000	
OBAMBO PRIMARY	Purchase of 80 desks and purchase of 10,000 litre tank	-	615,000	
BAR MATHONYE	Purchase of 60 desks	-	300,000	

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Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/22	2020/21	
ULALO PRIMARY	fencing and gate	-	1,530,000	
NYADUONG PRIMARY	fencing and gate/ purchase of 10,000 litre tank	-	1,679,000	
LWALA KADAWA PRIMARY	Purchase of 40 desks	-	200,000	
GEE PRIMARY	Construction of 3 door toilet	-	300,000	
WANDEGA PRIMARY	Construction of 1 classroom and purchase of 10,000 litre tank	-	1,675,000	
KIREMBE PRIMARY	Purchase of 10,000 litre tank	-	175,000	
ESHIVALU PRIMARY	Purchase of 10,000 litre tank	-	175,000	
MASENO SCHOOL FOR THE DEAF	Purchase of 10,000 litre tank	-	175,000	
MARERA PRIMARY	Purchase of 10,000 litre tank	-	175,000	
MASENO GIRLS BOARDING	Purchase of 10,000 litre tank	-	175,000	
NYAWARA PRIMARY	Purchase of 10,000 litre tank	-	175,000	
OSIRI PRIMARY	Purchase of 10,000 litre tank	-	175,000	
KAWINO PRIMARY	Purchase of 10,000 litre tank	-	175,000	
ARUDE PRIMARY	Purchase of 10,000 litre tank	-	175,000	
SINYOLO PRIMARY	Purchase of 10,000 litre tank	-	175,000	
ABOGE PRIMARY	Purchase of 10,000 litre tank	-	175,000	
DAGO KOKORE PRIMARY	rehabilitation of playing field	-	3,400,000	

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Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/22	2020/21	
MBOTO SUNRISE	over payment	-	-	
KUOYO PRIMARY	Completion of 2 classroom	-	934,060	
KOTETNI PRIMARY	Completion of 2 classroom	-	1,346,120	
KISIAN PRIMARY	Renovation of 12 classroom	-	-	
AKINGLI PRIMARY	Construction of 1 classroom	-	-	
SAVINGS		117	117	
SUB TOTAL		922	19,409,297	
SECONDARY SCHOOL PROJECTS				
BAR KORUMBA SECONDARY	construction of laboratory	-	2,050,000	
OBEDE SECONDARY	completion of multi purpose hall	-	-	
ALARA GIRLS SECONDARY	Purchase of Land and Purchase of water tank	-	2,307,974	
WACHARA SECONDARY	Construction of 1 classroom	-	1,500,000	
HUMA GIRLS		-	(1)	
KAWINO PRIMARY	Purchase of Land	-	1,300,000	
GOMBE KOKULO SECONDARY	Purchase of 10,000 litre tank	93	175,000	
USARE SECONDARY	Construction of septic tank	-	203,576	
OGADASECONDARY	under payment	500	500	

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Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/22	2020/21	
SIANDA SECONDARY	Purchase furniture and construction of septic tank	-	2,050,000	
	Sub-Total	593	9,587,049	
	Sub-Total	1,515	28,996,346	
Amounts due to other grants and other transfers				
10.0 SECURITY PROJECTS				
KISUMU WEST POLICE DIV HQ	Construction of police divisional headquarters	-	2,000,000	
WEST KARATENG ASSISTANT CHIEF	Purchase of furniture	-	250,000	
SOUTH KAPUONJA ASSISTANT CHIEF	Purchase of furniture	-	350,000	
SOUTH KAPUONJA ASSISTANT CHIEF	construction of assistant chief offices	-	250,000	
OTONGLO ACC OFFICES	Purchase of furniture	-	400,000	
EAST KARATENG ASSISTANT CHIEF OFFICES	Purchase of furniture	-	250,000	
KORANDO A&B OFFICES	Purchase of furniture	-	400,000	
WEST KISUMU CHIEF OFFICES	Construction of chief offices	4,150,000	-	
SAVINGS		11,220	11,220	
		4,161,220	3,911,220	
3.0 EMERGENCY				
PRIMARY SCHOOLS		-	-	
TERTIARY INSTITUTIONS		-	-	

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Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/22	2020/21	
UNUTILIZED		(17,293)	4,708,958	
		(17,293)	4,708,958	
BURSARY AND SOCIAL SECURITY				
SECONDARY SCHOOLS		(2,336,103)	(2,035,091)	
TERTIARY AND UNIVERSITY INSTITUTIONS		951,646	19,436,633	
SPECIAL NEEDS / SPECIAL CATEGORIES		1,505,327	3,905,032	
BURSARY (KISUMU RURAL)		-	300,000	
		120,870	21,606,574	
SPORTS				
KISUMU WEST SPORTS SUB COMMITTEE		7	949,588	
		4,264,804	31,176,340	
Sub-Total				
Acquisition of assets				
MOTOR VEHICLES/ MOTOR CYCLES		560,000	-	
CONSTRUCTION OF NGCDF OFFICES	renovation of office and purchase of solar back up	300,000	1,400,000	
PURCHASE OF FURNITURE AND EQUIPMENT		557,751	1,194,583	
PURCHASE OF COMPUTERS		160,000	160,000	
sub total		1,577,751	2,754,583	
Others (specify)				
ICT HUBS	ict hub installation	-	2,800,000	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	N/A	0	0	N/A
Buildings and structures	30,288,685	2,001,700	0	32,290,385
Transport equipment	10,308,695	0	0	10,308,695
Office equipment, furniture and fittings	2,537,946	1,593,130	0	4,131,076
ICT Equipment, Software and Other ICT Assets	936,068	0	0	936,068
Other Machinery and Equipment	3,724,000	0	0	3,724,000
Heritage and cultural assets	N/A	0	0	N/A
Intangible assets	N/A	0	0	N/A
Total	47,795,394	3,594,830	0	51,390,224

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Annex 5 –PMC Bank Balances As At 30th June 2022

PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
AIC Ogal Secondary School	EQUITY	0290263325191	220	220
Airport Dispensary	EQUITY	0290264427840	0	500
Akingli Primary School	EQUITY	0290261573253	1,186	1,186
Alara primary School	EQUITY	0290264420904	20,236	20,236
Arude Primary School	EQUITY	0290265914024	355	355
Assistant County Commissioner's office	EQUITY	0290266934135	6,580	72,260
Assistant County Commissioner's office	EQUITY	0290264264618	840	0
Bar A Police Post	EQUITY	0290266934135	6,580	6,580
Bar Andingo Primary School	EQUITY	0290262503343	11,780	54
Bar Andingo Secondary School	EQUITY	0290262882389	0	0
Bar Korumba Dispensary	EQUITY	0290262915243	499	499
Bar Korumba Secondary School	EQUITY	1260281153091	2,515,800	0
Bar Mathonye Primary School	EQUITY	0290266911212	0	1,741
Bar Ogwal Primary School	EQUITY	0290261729430	166	166
Bar Union Primary School	EQUITY	0290263487586	28,771	28,771
Bar Union Secondary	EQUITY	0290292945458	4,765	4,765
Bara Primary School	EQUITY	0290261793392	0	12,210
Dago Kokore Secondary	EQUITY	0290292948839	407	407
Dago Police Post	EQUITY	0290264322975	577	93,904
Dago Thim Secondary School	EQUITY	0290293036145	42	14,762
Geta Primary School	EQUITY	0290266758597	73,765	73,765
Gombe Kokulo Primary School	EQUITY	0290273377096	376	0
Huma Primary School	EQUITY	0290280974961	134,918	750,000
Kalejo Rota beach	EQUITY	0290265957830	40	40
Kanyamedha Primary School	EQUITY	0290281136321	771	0
Kanyamedha Sec School	EQUITY	0290264584906	128,029	128,029
Kawino Secondary School	EQUITY	0290261749000	33,696	33,696
Kibwayi Primary School	EQUITY	0290264002311	2,895	2,895
Kisian Primary School	EQUITY	0290264283337	532,620	6,272,233
Kisian Secondary School	EQUITY	0290293185662	686	686
Kisumu West Peace Committee	EQUITY	0290266911212	905	905
Kisumu West Sports Committee	EQUITY	1260262296478	149,057	0
Kogony Assistant chiefs office	EQUITY	0290267123237	309	309
Kotetni Primary School	EQUITY	0290264498948	826	412,288
Kuoyo Primary School	EQUITY	0290262860014	0	2,900
Korando Assistant Chief Offices	EQUITY	0290277716566	612	0

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
Lwala Kadawa Primary School	EQUITY	0290261815569	-508	608
Marera Primary School	EQUITY	0290261804444	-2,038	1,790
Maseno Mixed Primary School	EQUITY	0290261767184	5,940	5,940
Maseno School for the deaf	EQUITY	0290262503343	11,781	11,781
Mawembe Kodero Water Project	EQUITY	0290266782969	0	685
Mbaka Oromo Secondary School	EQUITY	0290264376814	184	184
Mkendwa Primary School	EQUITY	0290262261945	3,552	0
Mkendwa Primary School	EQUITY	0290279012599	255,916	179,976
Ngege Primary School	EQUITY	0290261736092	193	193
Nyaduo'ng Primary School	EQUITY	0290264412994	8,930	8,930
Nyakune Primary School	EQUITY	0290262896451	509	509
Nyanginja Secondary School	EQUITY	0290278935458	39,126	39,487
Nyanginja Primary School	EQUITY	0290261741131	13,459	0
Nyakongo Primary School	EQUITY	0290264316629	1,471	1,471
Nyawara Primary School	EQUITY	0290261724513	4,305	4,305
Obambo chiefs camp	EQUITY	0290265956621	667	667
Obambo Secondary School	EQUITY	0290262158122	56,584	56,584
Odhieny hills	EQUITY	0290263995712	710	710
Odowa Primary School	EQUITY	0290261778177	0	0
Ogada AIC Secondary	EQUITY	0290293964184	349	402
Ogada Primary School	EQUITY	0290264347249	0	0
Ogal Primary School	EQUITY	0290197213041	384	384
Ogongo Primary School	EQUITY	0290280798194	1,251	1,250,000
Ojolla Health Center	EQUITY	0290263512767	80	80
Ojolla Primary School	EQUITY	0290261700206	86,573	86,573
Okore Ogonda Primary School	EQUITY	0290261715727	0	12,830
Okore Ogonda Primary School	EQUITY	0290195598751	1,230	1,230
Olago Alouch Mixed Secondary- Arude	EQUITY	1120282245354	1,301,000	0
Oluowa Primary School	EQUITY	0290261805282	980	980
Oluowa Secondary School	EQUITY	0290263342063	101,464	101,464
Ongalo Primary School	EQUITY	0290261468266	1,501	7,012,125
Ongalo Secondary School	EQUITY	0290293059992	32,568	32,568
Orinde Primary School	EQUITY	0290265935622	928	16,048
Osiri Assistant Chiefs Office	EQUITY	0290263513078	375	375
Osiri Primary School	EQUITY	0290261735598	129,101	129,101
Osiri Secondary School	EQUITY	0290262147463	25,767	25,767
Odhieny Hills Afforestation	EQUITY	0290263995712	710	710

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
Otonglo Dispensary	EQUITY	0290262568116	5,699	5,699
Otonglo Divisional office ACC office	EQUITY	0290264264618	840	72,610
Oyiengo Primary School	EQUITY	0290195292694	583	583
Paga Fish Banda Project	EQUITY	0290264307194	25	25
Paw Akuche Water project	EQUITY	0290264152371	6,500	6,500
Sabembe Primary School	EQUITY	0290279849821	39,970	242,090
Sianda Mixed Sec. School	EQUITY	0290282112424	1,200,000	0
Sianda Polytechnic	EQUITY	0290262884558	10,265	10,265
Sinyolo Girls Secondary School	EQUITY	0290263680904	947	947
St. Aloys Ojolla Pri. School	EQUITY	0290264152371	86,573	10,265
St. Anthony Dago Kokore Sec. School	EQUITY	0290292948839	407	407
St. Marks Obambo Sec. School	EQUITY	0290263680904	56,585	6,500
Tiengre Primary School	EQUITY	0290261712407	2,069	2,069
Ulalo Primary School	EQUITY	0290261679734	0	978
Usari Primary	EQUITY	0290264344061	1,130	1,130
Usoma Dispensary	EQUITY	0290264342280	334	334
Usoma Primary	EQUITY	0290280823324	485,667	998,200
Wachara Primary School	EQUITY	0290262043778	0	195
Yath Rateng Primary School	EQUITY	0290295240574	-340	195
AIC Alara Girls Sec. School	EQUITY	1260297599062	5,445	5,445
Kirembe Primary School	EQUITY	1260299054322	5,470	5,470
Kotetni Primary School	EQUITY	1260278943800	401,966	401,966
Maliera Secondary School	EQUITY	1260262267837	355	355
Mboto Sunrise Primary School	EQUITY	1260278967937	503	503
Rota Primary School	EQUITY	1260197564250	653	653
Sianda Primary School	EQUITY	1260278950558	12,722	250,000
Eluhobe Secondary. School	EQUITY	1120261748779	84,570	0
Usare Secondary School	EQUITY	1260297551271	233,598	1,285,219
Sabembe Sec. School	EQUITY	1260297558113	505	0
Aboge Primary School	KCB	1202114717	19,040	19,040
Agulu Primary School	KCB	1285908325	18,817	0
AIC Olago Alouch Alara Girls	KCB	1288734573	1,644	0
Akingli Primary	KCB	1285319508	280,229	1,363,498
Bar Mathonye Primary	KCB	1285908465	217,543	1,000,000
Bara Primary School	KCB	1286906083	89,619	0
Bara Primary School	KCB	1291913823	235,039	0
Chulaimbo Primary School	KCB	1202503519	522	522

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
Chulaimbo Primary School	KCB	1285475836	124,341	1,100,000
Chulaimbo Sec. School	KCB	1181116503	2,140	2,140
Chulaimbo Sec. School	KCB	1296041980	7,998,935	0
Dago Kokore Primary School	KCB	1202705863	3,519,531	163,248
Dago Kokore Primary School	KCB	1293923052	2,167,365	0
Dago Thim Primary School	KCB	1295160862	1,616,004	0
Dago Thim Secondary School	KCB	1297594444	0	0
Dr. Robert Ouko Primary School	KCB	1293795410	1,700,703	0
Dwele Primary School	KCB	1273825624	389	243,080
East Karateng Assistant Chief Office	KCB	1297851862	0	0
Eluhobe Pri. School	KCB	1286235308	93,616	1,556
Eshivalu Primary School	KCB	1295161230	750,000	0
Huma Girls Secondary School	KCB	1272951677	455,104	22,475
Huma Primary School	KCB	1293349011	2,022,637	0
Kawino Mixed Secondary School	KCB	1288178743	33,664	0
Kawino Pri. School	KCB	1200093763	2,101	3,292
Kisumu Maximum Prison	KCB	1285339274	192,912	500,000
Kisumu West Division Police	KCB	1285907981	11,541,501	4,500,000
Kodiaga Primary School	KCB	1179867246	21,695	428,606
Korando Chief Offices	KCB	1286594278	2,192	0
Kuoyo Primary School	KCB	1296126161	621,500	0
Kuoyo Sec. School	KCB	1202695922	39,196	39,196
Lisuka Primary School	KCB	1273586654	141,688	741,745
Lwala Kadawa Primary	KCB	1285561821	77,492	1,300,000
Lwala Kadawa Sec. School	KCB	1176973770	9	0
Maliera Primary School	KCB	1285437829	359	0
Maliera Secondary School	KCB	1291913882	53,318	0
Maseno Mixed Primary	KCB	1134330685	8,815	0
Maseno Mixed Primary	KCB	1285423038	2,760	2,000,000
Mbaka Oromo Primary School	KCB	1204083274	3,162	3,162
Nametsa Primary School	KCB	1285422309	38,298	0
North West Kisumu Location Chief offices	KCB	1297800907	0	0
Nyaduo'ng Primary School	KCB	1288338589	2,604	0
Nyahera Chief Office	KCB	1286119634	323,694	2,100,000
Nyakongo Primary School	KCB	1285914481	125,331	1,500,000
Nyakune Primary School	KCB	1285907167	128,037	1,000,000
Obede Primary School	KCB	1293348805	785,503	0

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/KSM/2020-2021-1-0239-09 QUALIFIED OPINION	Un-supported Fuel, Oil and Lubricants-Kshs. 439,950 The statement of receipts and payments reflects use of goods and services expenditure amounting to Kshs. 8,216,195 which, as disclosed under Note 5 to the financial statement includes an amount of Kshs. 439,940 in respect to fuel, oil and lubricants. However, this amount is supported by ledger which reflects an amount of Kshs. 493,940 resulting to a variance of Kshs 54,000 which has been explained or reconciled. In the circumstances, the accuracy of fuel, oils and lubricants and expenditure of Kshs 439,940 could not be confirmed	We disagree with the audit observation and as was stated in our earlier responses to this observation, that this was a typographical error. The correct amount is Kshs. 493,940 and not Kshs 439,940 as was recorded in the financial statements	NOT RESOLVED	DECEMBER 2022
	2.0 Unaccounted For Emergency Payments	Payments were supported,	Unresolved	December 2022

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
Ochok Kadongo Pri. School	KCB	1202277853	503	503
Odowa Primary School	KCB	1291715886	64,228	0
Ogada Primary School	KCB	1286130549	660,250	1,500,000
Ogal Police Post	KCB	1206398752	99,159	3,302,987
Ogal Primary School	KCB	1286343410	15,390	1,250,000
Ojolla Administration Police Line	KCB	1179504933	2,083	2,083
Okore Ogonda Primary School	KCB	1285336283	104,131	2,200,000
Ongalo Primary School	KCB	1294623605	3,236,013	0
Osiri Primary School	KCB	1291715908	418,209	0
Oyiengo Primary School	KCB	1286130581	3,796,759	1,175,000
Sabako Pri. School	KCB	1202730515	22,482	22,482
Sanganyinya Primary School	KCB	1177304449	19,439	
Sanganyinya Primary School	KCB	1262083079	11,502	12,695
Sianda Mixed Sec. School	KCB	1202426727	0	12,930
Sidika Pri. School	KCB	1202504310	541	667
Sinyolo Girls Secondary School	KCB	1293938882	6,000,000	0
South Kapounja Assistant Chief offices	KCB	1275209688	351,630	0
South West Location Chief offices	KCB	1297850823	0	0
St. Alloys Ojola Primary School	KCB	1286345979	39,274	1,000,000
Sunga Primary School	KCB	1286412250	746,759	750,000
Tiengre Mixed Secondary School	KCB	1285437799	6,797,599	3,500,000
Ulalo Sec. School	KCB	1201126509	4,986	4,986
Uradi Primary School	KCB	1285854314	32,594	950,000
Usari Primary School	KCB	1285421825	997	0
Wachara Primary School	KCB	1288446381	2,878	
Wachara Secondary School	KCB	1288448295	377,485	0
Wachara Youth Polytechnic	KCB	1176680730	210	462
Wandega Primary school	KCB	1288338422	124,847	0
West Karateng Sunga Ass chief	KCB	1284364984	470,019	2,000,000
Yath Rateng Primary School	KCB	1294815164	505,740	0
Nawa primary School	AFRICA N BANK	4224001000942	2,745	1,972,465
Agulu Primary School	COOP BANK	1120015445001	3,200	3,200
Bishop Okoth Ojolla Girls Sec.	COOP BANK	1141013158200	160,790	1,779,291
North Kapuonja Water Project	COOP BANK	1141431995601	3,113	3,113
Total			67,920,994	59,703,844

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>The statement of receipts and payments are disclosed under note 7 to the financial statement reflects other grants and transfers amounting to Kshs 70,594,155 which includes transfers for emergency projects amounting to Kshs .4,829,560. This amount in turn includes two payments to east Africa Pharmaceutical limited amounting to Kshs 829,000 for supply of 100 non-contract inferred thermometers , ten (10) wall mounted sanitizer dispensers , one hundred and forty-five (145) 50 liters tanks with taps ,and one (1) electric fumigation gun for churches and school in Kisumu West constituency. However, the stored receipt ledgers (S3 cards), stores issue form (S11), and duly signed distribution schedules showing the beneficiaries of supplies were not provided for audit</p>	<p>distribution list was not provided because a staff misplaced the list, however photos were provided to show proof that items were purchased and distributed to entitled beneficiary</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>review.</p> <p>3.0 Unsupported Sports Activities</p> <p>The statement of receipts and payments reflects other grants and transfers payments of Kshs 70,594,155 as disclosed under Note 7 to the financial statement which includes Kshs 3,100,000 in respect to sports project. This was transferred to Kisumu west Sports committee for carrying out constituency sports tournament where the winning teams were to be awarded trophies, balls and uniforms. However, the invoices, receipts, delivery noted for purchased trophies, the expenditure schedules and acknowledgement for awards by the beneficiaries were not provided for audit review.</p>	<p>Items distribution have been provided to the audit team for verification,</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>4.0 Unsupported Prior Year Adjustment The statement of assets and liabilities reflects prior year adjustment of Kshs 151,268 as supported by Note 14 to the financial statements. Although it has been explained that these were adjustment which relate to un-presented bursary cheques expensed in the year 2019/2020 which went stale and have been reversed during the year under review, no list of the reserved bursary cheques was provided for audit verification</p>	List has been provided	Unresolved	December 2022

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OCHUMA NAPHTALLY MULESI
Fund Account Manager.

