

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 06 AUG 2024

REPORT

TUE 6/8/2024

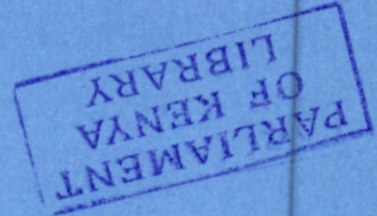
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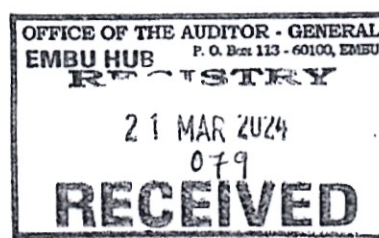
THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – CHUKA
IGAMBANG'OMBE CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2023**

Revised Template 30th June 2023



CHUKA IGAMBANG'OMBE CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

Chuka Igambang’ombe Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

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***Chuka Igambang'ombe Constituency
National Government Constituencies Development Fund (NGCDF)
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I. Acronyms and Abbreviations

Provide a list of all applicable acronyms and abbreviation e.g.

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-

FY-Financial Year

II. 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 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

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- 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 Chuka Igambang'ombe Constituency NGCDF day-to-day management is under the following key organs:

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

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Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Johnson Njinju Maina
2.	Sub-County Accountant	Fredrick M. Kagau
3.	Chairman NGCDFC	Secondina Ciangai Rugendo
4.	Member NGCDFC	Doreen Mwendu Naivasha

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Chuka Igambang'ombe 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.

(d) Chuka Igambang'ombe Constituency NGCDF Headquarters

P.O. Box 445-60400
100 M from Chuka-Meru Road
Opposite PCEA Church Chuka.
Chuka, KENYA

(e) Chuka Igambang'ombe Constituency NGCDF Contacts

Telephone: (254) 793-322-000
E-mail: chukaigambangombe@ngcdf.go.ke
Website: www.ngcdf.go.ke

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(f) Chuka Igambang'ombe Constituency NGCDF Bankers

Family Bank (Chuka Igambangombe NG-CDF)

Chuka Branch

A/C No. 054000005629

Chuka, Kenya

(g) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(h) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

III. NG-CDFC Chairman's Report



Secondina Ciangai Rugendo – Chairperson NG-CDF Chuka Igambangombe Constituency.

The people of NG-CDF Chuka Igambangombe constituency are determined to participate effectively in domesticating objectives of vision the big 5 in our development planning. The constituents now have power to implement the formulation and implementation of development programmes in the constituency for the works within the aspiration of the constitution of Kenya which makes public participation mandatory. The utilization of the NG-CDF has always been carried out with fairness, transparency, openness and accountability.

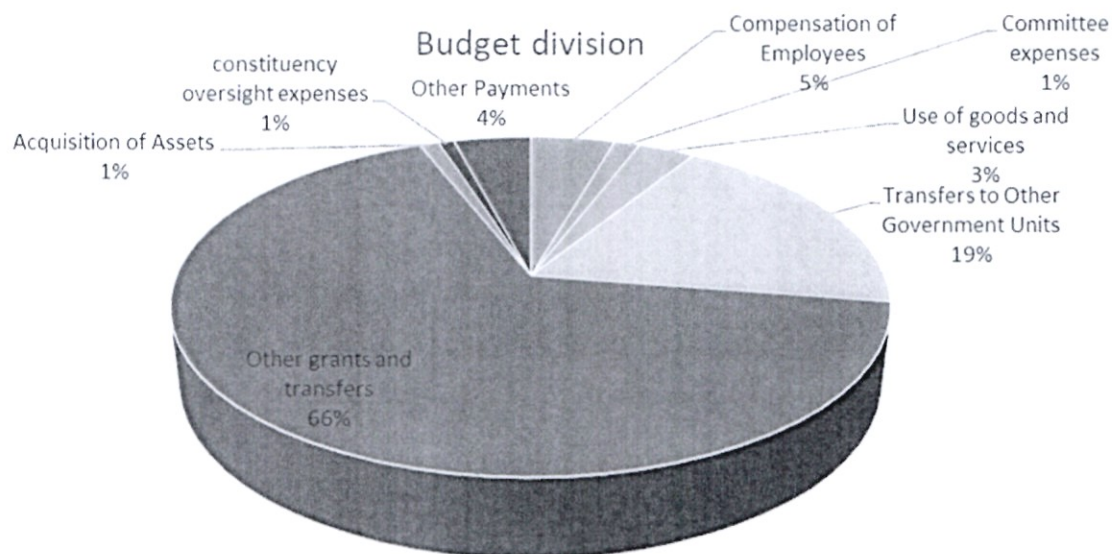
NG-CDF Chuka Igamba Ngombe was able to complete education and security projects, the needy students were retained in schools through payments of school fees from bursary and youths were made productive through involvement in sports and improved environment by buying tanks.

Financial year budget

In the financial year 2022/2023 the NG-CDF Chuka Igamba Ngombe Constituency was allocated Ksh, 145,087,603.00 and we have received more than three quarter of the allocation for the financial year 2022/2023 and the utilization has gone well in which over 70% of the funds allocated to projects has been utilized effectively as bellow.

Below is a pie chart showing how the original budget was divided:

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Below is the utilization presentation:

Budget vs Expenditure

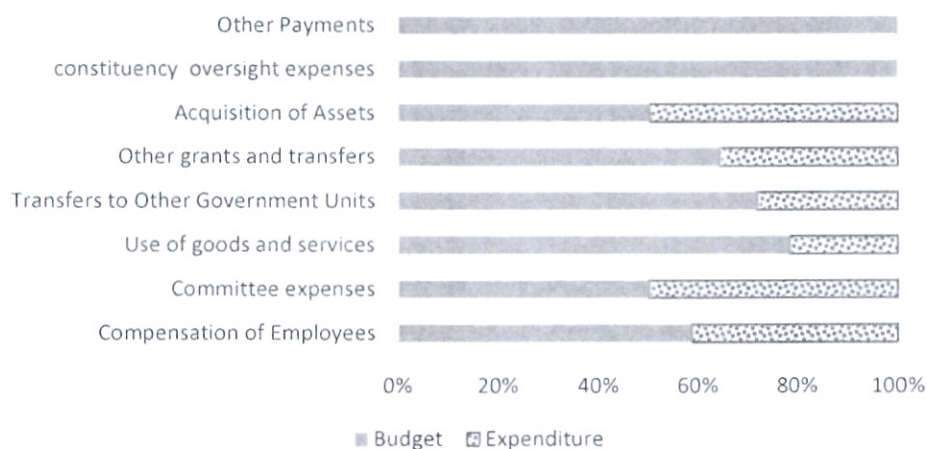


Table 1.0 summary of budget performance

PROJECT	STATUS IN %
Primary schools	50%
Secondary schools	50%
Security projects	40%

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Bursary	100%
Environment	10%
Sports	10%

Key achievements

- We managed to support needy students across the constituency approximately around 15,000 which was an increase from the previous year 11,000.
- We increased number of infrastructure within the constituency from renovation of classrooms, completion of renovation works and increased construction of classrooms in needy primary and secondary schools and also construction of low-cost dormitories.
- We also managed to purchase school buses for schools with increased population and are performing well within the constituency.

We therefore have completed 62% of our allocations in time, and the achieved results as stipulated in the summary table above was noted.

ACK MURIGI GIRLS HIGH SCHOOL

ACK Murigi Girls High school is a girls boarding school located at Murigi, Kathwana, Chuka igambangombe constituency in Tharaka Nithi County. This school has a large population of students from humble backgrounds around this constituency, county and country at large. There biggest challenge was the large number of students joining the school and limited number of dormitory, and beds. Also the school had “mabati” built dormitories. Keeping in mind kathwana is in tharaka, a semi arid rea, it was difficult for students in the school due to the hot and sunny conditions there.

The school was funded through NG-CDF Chuka Igambangombe Constituency Kshs. 2,000,000 which was used to construct to completion a 600 capacity dormitory replacing the mabati dilapidated dormitory. This was a high impact project within the constituency. More so, students in this school also receive bursary from the NG-CDF Bursary Kitty.

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Emerging issues

- Increased number of requests from many primary schools who are in need of funds to construct classrooms and laboratories as a result of change in the education sector i.e CBC
- Increased cases of students requesting for bursary funds due to the HELB locking out needy students from humble and vulnerable backgrounds.

Challenge issues

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- The biggest challenge is that Chuka Igambangombe Constituency has a lot of schools and the funds from the board are little thus challenge to allocate to all the schools. Poor state of infrastructure i.e. classrooms,
- There is also a challenge in the education sector this is because there are many needy students who are in need of support through the bursary fund which is never enough; this is due to lower middle income economy status within the constituency.

Way forward

- The NG-CDF Board should consider revising or increasing the allocation to projects.
- The Board to increase the allocation to the bursary fund kitty.



.....
Name; SECONDINA CIANGAI RUGENDO
CHAIRMAN NGCDF COMMITTEE

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IV. Statement Of Performance Against Predetermined Objectives for FY 2022/23

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 *Chuka Igambang'ombe Constituency 2022-2023* plan are to:

- a) Improve infrastructure in all schools.
- b) To have all children of school going age attending school.
- c) To have morally upright and economically engaged youths.
- d) To ensure equal representation and gender equality.
- e) Reduce inequality in the community.
- f) Nurture the talents of the youths through sports activities.

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:

Sectors	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels	In FY 2022/2023 -we increased number of classrooms, dormitories, in Low cost boarding school from 4 to 13 in the following schools/institutions. Chuka DEB pry, Gacigongo Pry, Kagaani Pry, Kamwimbi pry, Kanthanje low cost pry, kathutwa pry, kibumbu pry, magumoni pry, mukuuni pry, ngunga low cost pry, weru pcea pry, Nkio pry

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				- Bursary beneficiaries at all levels were as per the attached schedules <i>Secondary schools</i> from 4210 to 8,330 in both day and boarding secondary schools <i>Tertiary institutions</i> From 2476 to 4830
Security	-reduce insecurity incidences -upgrade the working environment of local administrators	Favourable working environment for the local administrators	Good structures for local administrators	We were able to construct 6 Administration offices. Chuka North DCC, Chuka South DCC, igambangombe DCC, Kanthanje police post
Environment	Ensure a more sustainable and well-kept environment through tree planting and installing of tanks for water harvesting.	Planting of trees in various schools.	-no of trees planted -no of tanks installed	Environmental activities were not done since funds have not been disbursed.
Sports	Nature the talents of the youths through sports activities	Improved independence and shoot economic growth sports activities	youth to benefit from sports kits, balls, trophies	Sporting activities were not done since funds have not been disbursed.
Emergency	Ensure preparation against uncertainties	Set aside emergency fund to cater for unforeseen occurrences	No of uncertainties prevented	Several pit latrines were built through the emergency Kitty; Nthambo pry, mubukuro sec, PCEA Kaanwa sec, rubate chief, kiaritha sec.

V. Statement of Governance

Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NGCDF) Act state that:

1. there is established a National Government Constituency Development Fund Committee for every constituency.
2. Constituency Committee Shall comprise of;
 - a) the national government official responsible for co-ordination of national government functions.
 - b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment
 - c) two women nominated in accordance with subsection (3) one of Whom shall be a youth at the date of appointment;
 - d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
 - e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - g) one member co-opted by the Board in accordance with regulations made by the Board
3. The seven persons referred to in sub-section (2) (b), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
4. The names of the persons selected under sub-section (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the board.

Appointment of National Government Constituency Development Fund Committee

(1) There is established a National Government Constituency Development Fund Committee for every constituency.

(2) Each Constituency Committee shall comprise of—

- (a) the national government official responsible for co-ordination of national government functions;
- (b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- (c) Two women nominated in accordance with subsection (3). one of whom shall be a youth at the date of appointment;
- (d) one persons with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);

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- (e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - (f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - (g) One member co-opted by the Board in accordance with Regulations made by the Board.
- (3) The seven persons referred to in subsection (2)(b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
- (4) The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettment by the Board.
- (5) The Regulations made under subsection (3) shall be submitted to the National Assembly for approval before publication by the Board.
- (6) The first meeting of the Constituency Committee shall be convened within one hundred and twenty days of the commencement of a new term of Parliament or the date of the holding of a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency.
- (7) The quorum of the Constituency Committee shall be one half of the total membership.
- (8) The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.
- (9) The Fund account manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.
- (10) Whenever a vacancy occurs in the Constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of one hundred and twenty days.
- (11) The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

NG-CDF Chuka igambangombe process

On 16 September, 202, the FAM informed all the Previous NG-CDFC members of the expiration of their NG-CDFC Contracts;

Section 43(8) of the National Government Constituencies Development Fund (NG-CDF) Act state that: "The term of office of the members of the constituency committee shall be two years and shall

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be renewable but shall expire upon the appointment of a new constituency committee in the manner provided for in the act, or as may be approved by the board". In addition to the foregoing, Regulation 5(2)(a) of the Regulations to the Act states that: "A vacancy shall occur in Constituency Committee upon the commencement of a new parliamentary term. Having been from an election, the NG-CDF Act calls for under Section 43(1) establishment of a National Government Constituencies Development Fund committee for every constituency.

Through advertisement, the FAM NG-CDF Chuka-Igambang'ombe Constituency called for application for membership to the National Government Constituency Development Fund Committee then appointed members to sit in the NG-CDFC selection panel through writing. The committee met and analysed the application list naming/listing the qualified personnel's. the constituency manager through writing also nominated members to this committee.

The fund manager then forwarded the names of all NG-CDFC Nominees to the CEO NG-CDF Board for approval who were later gazetted on 22nd November, 2023. The first meeting was held on 6th January 2023.

Removal of a member

The removal of National Government Constituencies Development Fund Committee (NG-CDFC) members in Kenya can occur under certain circumstances and is as outlined in section 43 (13) of the National Government Constituencies Development Fund Act, 2015. A member of constituency committee may be removed from office on any one or more of the following grounds:

- Serious violation of the constitution or any other law a contravention of chapter six.
- Lack of integrity.
- Gross Misconduct or Incompetence.
- Embezzlement of public funds.
- Bringing the committee into disrepute through un becoming personal public conduct.
- Promoting unethical practices.
- Causing disharmony withing the committee.
- Physical or mental infirmity.
- Bankruptcy.
- A decision to remove a member shall be made through a resolution of at least 5 members of the committee and the member sought to be removed shall be given a fair hearing before the resolution is made. A vacancy arising as a result of removal of a member shall be filled in the

manner set out in section 10 and minutes of the meeting shall indicate the fact of the removal or appointment of a member.

- NG-CDF Chuka Igambangombe constituency receives a complaint from the public.
- NG-CDFC special meeting is held siting the complains raised. If they stand, the fund account manager writes a letter to the board attached with the special meetings minutes.
- A name is forwarded to the board for gazzetment and replacement of the member.
- The member is provided with the termination letter.

Roles of the committee;

The functions of a Constituency Committee shall be to;-

1. build the capacity of project management committees and Committee and sensitize the Community on the operations of the Fund;
2. Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
3. Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
4. Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;
5. Consult with relevant government departments to ensure that cost estimates for projects are realistic in considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects
6. Rank projects proposals in order of priority while ensuring that on-going projects take precedence
7. Ensure that all projects receive adequate funding and are completed within three years
8. Ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board
9. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the board
10. Ensure that project reports are prepared and submitted to the board
11. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects.

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Develops project proposals in consultation with wananchi through periodic ward level open forums, submits them to the NG-CDF Board for approval and facilitates the PMCs in the planning, implementation, and sustenance of the projects once completed at the Constituency level.

Role of Citizens

- The Constitution of Kenya advocates for community participation in project formulation and implementation for ownership and sustainability.
- In this regards the NG-CDF expects its implementing agencies to put community at the forefront in the project cycle. The community is therefore expected to:
 1. Participate in open public meetings convened by the Chairperson of the NG-CDFC to deliberate on development matters in the ward and the constituency, to facilitate in prioritization of projects to be submitted to the NG-CDFC.
 2. To participate in project implementation through provision of locally available resources (land, materials, labour or skills) either voluntarily or for pay.
 3. Participate in nomination and formation of PMCs and NG-CDFC) To provide feedback to the Board, law enforcement Agencies & to the public on matters concerning the Fund.
 4. Witness the commissioning of projects and issuance of cheques and other disbursements by the constituency committee To takeover & nbsp sustain completed projects.

Induction and training

Upon appointment with the approval of the National Assembly, members were gazetted {GAZETTE NOTICE NO. 14709, THE NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND ACT (No. 30 of 2015)} as members of the NG-CDF Committee for Chuka Igambang'ombe Constituency with effect from the 25th November, 2022.

The members held an induction meeting, held a hand over take over exercise for the two new members and were taken through their mandate and role by the fund account manager.

The Fund Account Manager read through a circular NC-CDFB / CEO/CIRCULARS / vol. II (033) which stated that after the appointments; Further, the Regulations require that for a person to be elected Chairman or Secretary of NG-CDF Committee. he/she must hold a Kenya Certificate of Secondary Education or its equivalent. Lastly, under Regulation 6(2). a person who had previously served in a constituency committee constituted under the Fund or served in leadership position in the community will have an added advantage.

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The Fund Account Manager informed members that the NG-CDF Chuka Igambangombe main account which receives funds from The NG-CDF Board needed an update of the signatories after the appointment of new NG-CDFC members and the members forwarded the following as the account signatories who are to sign the specimen signature letter at the Sub-County Accountat offices.

The next meeting was scheduled to a date to be communicated for members to participate in elections for sub-committees; Bursary Committee, Monitoring and Evaluation Committee, Community Oversight Committee, Environment Committee, Sports Committee and any other committee to be communicated.

Number of meetings;

In Chuka Igamba-ngombe Constituency, the NG-CDF Committee conducted eleven (11) meeting and three (3) monitoring and evaluation meetings.

Other committees also conducted at least one (1) meeting during the financial year.

Policy on conflict of interest;

The act specifies that any member with interest shall resign from the committee.

None of the NG-CDFC members declared conflict of interest within the course of the year.

Remuneration of members;

The NG-CDFC members are to meet atleast 6 meetings and not more than 24 meetings in a financial year. Members are to be facilitated at a rate of Kshs. 5,000 and the chairperson Kshs. 7,000 per sitting.

NG-CDF Chuka Igambangombe constituency carried out a total of 14 meetings and members were facilitated.

Ethics and good conduct;

Regulation 6 requires that for one to serve as a member of the NG-CDF Committee. he or she must be:

- a) A citizen of Kenya.
- b) Ordinarily resident and a voter in the constituency:
- c) Able to read and write, and to communicate in English and Kiswahili.
- d) Meet the requirement of Chapter six of the Constitution of Kenya.

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During the nomination of members, the FAM and selection panel made sure members met the requirements of chapter 6 of the constitution and were of good conduct.

Risk management;

It the responsibility of each committee member to be versed with the constituency risks and put in place measures to prevent and control them.

During the financial year, the FAM used the postal corporation of kenya as a delivery measure of bursary cheques across the constituency so as to prevent cases of loss of cheques, late delivery and cheques not being delivered to right students.

FAM also ensured the PMCs were fast to receive, be trained and use funds allocated to their projects and institutions.

VI. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Chuka Igambangombe NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 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

Chuka Igambangombe NG-CDF has identified 50 primary schools, 10 in each of the 5 wards in our constituency where they will purchase for them exortic trees to be planted, and managed well by the schools. This will improve the climatic conditions and also boost rain in the country boasting food production in the country.

Chuka Igambangombe NG-CDF will engage youths for the constituency in sporting activities both volley ball and football. The winners of these games will participate in regional sport activities. Through these sports activities, most youths will not have time to abuse drugs.

3. Employee welfare

We invest in providing the best working environment for our employees. Chuka Igambang'ombe 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. Chuka Igambang'ombe 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-

Chuka Igambangombe NG-CDF 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.

NG-CDF 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-

Chuka Igambangombe NG-CDF 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.

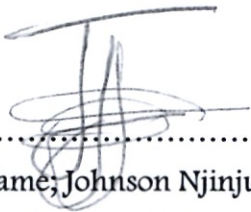
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The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

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.

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



.....
Name; Johnson Njinju Maina
Fund Account Manager.

VII. 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 NG-CDF Chuka Igambang'ombe 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, 202X. 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 NG-CDF-Chuka Igambang'ombe 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, 202X, and of the entity's financial position as at that date. The Accounting Officer in charge of the NG-CDF- Chuka Igambang'ombe Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

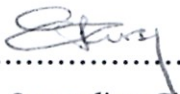
The Accounting Officer in charge of the NG-CDF Chuka Igambang'ombe Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit 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

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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 NG-CDF- Chuka Igambang'ombe Constituency financial statements were approved and signed by the Accounting Officer on _____ 2023.



.....
Name: Secondina Ciangai Rugendo
Chairman – NGCDF Committee



.....
Name: Johnson Njinju Maina
Fund Account Manager

REPUBLIC OF KENYA

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HEADQUARTERS
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - CHUKA IGAMBANG'OMBE CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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 the National Government Constituencies Development Fund - Chuka Igambang'ombe Constituency set out on pages 1 to 44, which comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and

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

In my opinion, 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 National Government Constituencies Development Fund - Chuka Igambang'ombe Constituency as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis), and the Public Finance Management Act, 2012 and comply with the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

Review of the annual report and financial statements for the year ended 30 June, 2023 submitted for audit revealed the following anomalies:

- i. The statement of appropriation for the year ended 30 June, 2023 reflects Kshs.30,797,155 in respect to previous year's outstanding disbursements from the Board. However, the prior year audited financial statements reflect undisbursed funds totalling Kshs.29,941,978 from the Board as at 30 June, 2022 resulting to an unexplained variance of Kshs.855,177.
- ii. Note 5 to the financial statements reflects committee expenses with a comparative balance of Kshs.2,821,900 which includes Kshs.229,300 in respect to other committee expenses. However, the prior year audited financial statements reflects Kshs.2,592,600. Further, Note 6 to the financial statements reflects Kshs.2,592,600 as comparative amount for other committee expenses. Therefore cumulatively, the comparative balance for other committee expenses amounts to Kshs.2,821,900 instead of Kshs.2,592,600 reflected in the prior year audited financial statements. It was not clear why the same item was disclosed in two different Notes to the financial statements.
- iii. Note 19.3 to the financial statements and as disclosed in Annex 3 reflects Kshs.47,724,014 in respect to comparative balance of unutilized funds. However, the prior year audited financial statements reflected Kshs.46,868,836 resulting to an unexplained variance of Kshs.855,178.

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

2. Stale Cheques

The statement of assets and liabilities and as disclosed in Note 12A to the financial statements reflects cash and cash equivalents balance of Kshs.26,212,151 as at 30 June, 2023. However, the bank reconciliation statement for the month of June, 2023

reflects unpresented cheques totalling Kshs.14,543,022 which includes Kshs.17,000 in respect to stale cheques as at 30 June, 2023. However, as at the time of audit in February, 2024, the Management had not written back the stale cheques to the cashbook to reflect the correct position of cash at bank.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.26,212,151 could not be confirmed.

3. Understated Compensation of Employees' Expenditure

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects Kshs.5,369,292 in respect to compensation of employees. However, this amount does not include Kshs.387,000 paid to employees during the year in respect to commuter allowances.

In the circumstances, the accuracy and completeness of compensation of employees expenditure of Kshs.5,369,292 could not be confirmed.

4. Unconfirmed Project Management Committee (PMC) Account Balances

Note 19.4 and Annex 5 to the financial statements reflects Project Management Committee bank balances of Kshs.5,720,566 held in various bank accounts as at 30 June, 2023. However, Management did not provide respective cashbooks, bank reconciliation statements and certificates of bank balances for audit review.

In the circumstances, the accuracy and completeness of the Project Management Committee (PMC) account balances of Kshs.5,720,566 could not be confirmed.

5. Unsupported Bursary Disbursements

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects other grants and transfers amounting to Kshs.62,559,778 which includes bursaries disbursed to secondary schools and tertiary institutions amounting to Kshs.33,186,500 and Kshs.13,649,500 respectively both totalling Kshs.46,836,000. However, available records revealed that bursary disbursements to secondary schools totalled Kshs.27,197,500, resulting to an unexplained variance of Kshs.5,989,000.

Further, bursary payments of Kshs.5,484,000 and Kshs.1,238,000 to secondary schools and tertiary institutions respectively were not acknowledged through issuance of receipts by the beneficiary schools and institutions. In addition, one hundred and four (104) secondary school students were awarded bursary grants totalling Kshs.458,000 without admission numbers which would have determined whether the beneficiaries were bonafide students in the respective schools.

In the circumstances, the accuracy and completeness of bursary expenditure of Kshs.46,836,000 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 - Chuka Igambang'ombe 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.192,811,616 and Kshs.122,335,134 respectively, resulting to an under-funding of Kshs.70,476,482 or 37% of the budget. Similarly, the Fund spent a balance of Kshs.95,378,988 against actual receipts of Kshs.122,335,134, resulting to an under-utilization of Kshs.26,956,988 or 22% of the actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

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. Transfers to Weru PCEA Primary School

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects Kshs.20,728,880 in respect to transfers to Other Government Units, which includes Kshs.7,300,000 transferred to primary schools which further includes an amount of Kshs.2,000,000 transferred to Weru PCEA primary school for construction of a dormitory. However, the Management did not provide Bills of Quantities and expenditure returns from the Project Management Committee to show how the amount was utilized.

Further, physical inspection carried out in the month of February, 2024 revealed that the project was complete but not in use and was not labelled as having been funded by the Fund for the year under review. This is contrary to Regulation 15(I) of the National Government Constituencies Development Fund Regulations, 2016 which states that there shall be appointed a Project Management Committee for each project in a

Constituency in accordance with Section 36 of the Act which shall implement projects in consultation with the relevant departments of Government, maintain proper records of all minutes, accounting documents and other records in relation to projects being implemented, prepare returns and file them with a Constituency Committee on a timely basis and account for funds to a Constituency Committee.

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

2. PCEA Kaanwa Secondary School

The Fund Management transferred Kshs.7,700,000 to PCEA Kaanwa Secondary School for the purchase and delivery of 46-seater Isuzu School Bus. However, there were no Project Management Committee expenditure returns to confirm how the amount was utilized. This is contrary to Regulation 15(I) of the National Government Constituencies Development Fund Regulations, 2016. Further, ownership documents revealed that the bus belonged to PCEA Kaanwa Secondary School but physical inspection revealed that the bus was labelled Mariaini High Schools. Although the Fund Management explained that the bus was to be shared among the secondary schools in Mariaini ward, there was no signed Memorandum of Understanding between the schools detailing the respective responsibilities in day to day operations of the bus including responsibility towards repairs and maintenance costs.

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

3. Irregular Administration of Emergency Funds

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects other grants and transfers amounting to Kshs.62,554,778 which includes Kshs.3,680,000 utilized towards emergency projects expenses during the year. However, the utilization was not reported to the Board within thirty days of the occurrence of the emergency. This is contrary to Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016 which states that the utilization of the emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

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

4. Delay in Projects Implementation

During the year under review, the Board approved a budget of Kshs.145,087,603 to implement a total of fifty-nine (59) projects. However, analysis of the status report revealed that forty-seven (47) projects with a budget of Kshs.82,019,562 were implemented while twelve (12) projects with a budget of Kshs.63,068,041 or 43% of the budgeted projects were not implemented.

The delay in projects implementation affected the planned activities and may have impacted negatively on service delivery to the citizens.

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 and based on the audit procedures performed, except for the matter described in the Basis for Conclusion on the Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

Failure to Tag and Insure Assets

Review of the fixed assets registers and physical inspection of the assets revealed that office equipment and furniture and fittings valued at Kshs.10,428,253 were not tagged for ease of identification and movement. This is contrary to Regulation 139(1) of the Public Finance Management (National Government) Regulations, 2015 which stipulates that an Accounting Officer of a National Government entity shall take full responsibility and ensure that proper control systems exist for assets and that preventative mechanisms are in place to eliminate theft, security threats, losses, wastage and misuse by ensuring that movement and conditions of assets can be tracked by putting in place processes and procedures both electronic and manual for the effective, efficient, economical and transparent use of the Government entity's assets.

Further, the fixed assets were not insured. This is contrary to Section 36(3) of the National Government Constituencies Development Fund Act, 2015 which states that all fixed and movable assets, including equipment bought under this Act for use by the Constituency Committee shall be the property of the Board and shall be insured in the name of the Board.

In the circumstances, the effectiveness of internal controls on assets management could not be confirmed.

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash

Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, 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 overall 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 control would not necessarily disclose all matters in the internal controls 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 controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of 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 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.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

15 May, 2024


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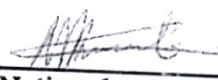
IX. Statement of Receipts and Payments for the Year Ended 30th June 2023

	Note	FY 2022/23	FY2021/22
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	105,408,276	157,828,879
Proceeds from Sale of Assets	2	23,000	-
Other Receipts	3	-	-
TOTAL RECEIPTS		105,431,276	157,828,879
PAYMENTS			
Compensation of employees	4	5,369,292	5,680,651
Committee expenses	5	3,590,033	2,821,900
Use of goods and services	6	2,247,001	7,256,861
Transfers to Other Government Units	7	20,728,880	84,723,286
Other grants and transfers	8	62,554,778	80,093,132
Acquisition of Assets	9	1,656,000	-
Oversight Committee Expenses	10	-	-
Other Payments	11	-	16,400,000
TOTAL PAYMENTS		96,145,984	196,975,830
SURPLUS/DEFICIT		9,285,292	(39,146,951)

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

The Constituency financial statements were approved by the NGCDFC on _____ 202X and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: Johnson Njinju

Name: Fredrick M. Kagau
ICPAK M/No:

Name: Secondina Ciangai

Chuka Igambang'ombe Constituency
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X. Statement of Assets and Liabilities As At 30th June, 2023


	Note	FY2022/23	FY2021/2022
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	26,212,151	16,926,858
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		26,212,151	16,926,858
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		26,212,151	16,926,858
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B		
NET FINANCIAL SSETS		26,212,151	16,926,858
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	16,926,858	56,073,809
Prior year adjustments	16	-	
Surplus/Deficit for the year		9,285,292	(39,146,951)
NET FINANCIAL POSITION		26,212,151	16,926,858

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

The Constituency financial statements were approved by NG CDFC on _____ 202X and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: Johnson Njinju

Name: Fredrick M. Kagau
ICPAK M/No:

Name: Secondina Ciangai

Chuka Igambang'ombe Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

XI. Statement of Cash Flows for The Year Ended 30th June 2023

	Notes	FY2022/23	FY2021/22
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	105,408,276	157,828,879
Other Receipts	3	23,000	-
		105,431,276	157,828,879
Payments for operating activities			
Compensation of Employees	4	5,369,292	5,680,651
Committee expenses	5	3,590,033	2,821,900
Use of goods and services	6	2,247,001	7,256,861
Transfers to Other Government Units	7	20,728,880	84,723,286
Other grants and transfers	8	62,554,778	80,093,132
Oversight Committee Expenses	10	-	-
Other Payments	11	-	16,400,000
		94,489,984	196,975,830
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
Net Adjustments		-	-
Net cash flow from operating activities		10,941,292	(39,146,951)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(1,656,000)	-
Net cash flows from Investing Activities		(1,656,000)	
NET INCREASE IN CASH AND CASH EQUIVALENT		9,285,292	(39,146,951)
Cash and cash equivalent at BEGINNING of the year		16,926,858	56,073,809
Cash and cash equivalent at END of the year	12	26,212,150	16,926,858

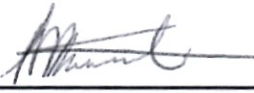
Chuka Igambang'ombe Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

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

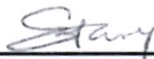
The Constituency financial statements were approved by NG CDFC on _____ 202X and signed by:


Fund Account Manager

Name: Johnson Njinju


National Sub-County
Accountant

Name: Fredrick M. Kagau
ICPAK M/No:


Chairman NG-CDF
Committee

Name: Secondina Ciangai

XII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	FY2022/23	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	FY2022/23	FY2022/23		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers from NG-CDF Board	145,087,603	16,926,858	30,797,155	192,811,616	122,335,134	70,476,482	63.4%
Proceeds from Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	-	-
TOTAL RECEIPTS	145,087,603	16,926,858	30,797,155	192,811,616	122,335,134	70,476,482	63.4%
PAYMENTS							
Compensation of Employees	6,585,568	930,345	-	7,515,912.98	5,369,292	2,146,621	70.3%
Committee expenses	2,716,000	874,033	-	3,590,033.00	3,590,033	-	99.8%
Use of goods and services	4,956,316	1,986,836	-	6,943,152.18	2,247,001	3,496,151	22.6%
Transfers to Other Government Units	26,859,182	2,193,337	24,010,543	53,063,062.00	20,728,880	32,334,182	39.1%
Other grants and transfers	96,470,537	10,659,887	5,530,612	112,661,036.20	62,559,778	50,106,259	55.5%
Acquisition of Assets	1,500,000	20,000	156,000	1,676,000.00	1,656,000	20,000	98.8%
Other Payments	6,000,000	262,420	1,100,000	7,362,420.00	-	7,362,420	0.0%
UNALLOCATED FUND							
TOTAL	145,087,603	16,926,858	30,797,155	192,811,616	96,145,984	96,665,663	49.9%

***Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

Explanatory Notes.

Compensation of Employees, Use of goods and services, Transfers to Other Government Units, Other grants and transfers, constituency oversight expenses, and Other Payments had underutilization due to delay of disbursement that made the operations slow down.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	96,665,663
Less undisbursed funds receivable from the Board as at 30th June 2023	70,476,482
	26,189,181
Increase/ (decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	23,000
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30th June 2023	26,212,150

The Constituency financial statements were approved by NG CDFC on _____ 2023 and signed by:



Fund Account Manager

Name: JOHNSON MAITA



National Sub-County Accountant

Name: FREDERICK M. KARAU
ICPAK M/No: 17635



Chairman NG-CDF Committee

Name: Secondina Ciangai

XIII. Budget Execution by Sectors and Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2022-23	Actual on comparable basis 45107	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1 Administration and Recurrent						
1.1 Compensation of employees	6,585,568	930,345		7,515,913	5,369,292	2146,620.98
1.2 Committee allowances	960,000	860,133	-	1,820,133	1,820,133	-
1.3 Use of goods and services	1,159,688	382,836		1,542,524	883,434	659,090.01
Total	8,705,256	2,173,314	-	10,878,570	8,072,859	2,805,710.99
2.0 Monitoring and evaluation						
2.1 Capacity building	1,976,000	888,000	-	2,864,000	75,600	2,788,400
2.2 Committee allowances	1,040,000	729,900	-	1,769,900	1,769,900	-
2.3 Use of goods and services	1,336,628	-	-	1,336,628	1,287,967	48,661.00
Total	4,352,628	1,617,900	-	5,970,528	3,133,467	2,837,061.00
3.0 Emergency						
3.1 Primary Schools	2,150,000	-	-	2,150,000	2,150,000	-
3.2 Secondary schools	800,000	-	-	800,000	800,000	-
3.3 Tertiary institutions	30,000	-	-	30,000	30,000	-
3.4 Security projects	500,000	-	-	500,000	500,000	-
3.5 NG-CDF Office	200,000	-	-	200,000	200,000	-
3.6 Unutilised	3,956,190	538,766	991,824	5,486,781	-	5,486,781
Total	7,636,190	538,766	991,824	9,166,781	3,680,000	5,486,781

*National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2022-23	Actual on comparable basis 45107	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.0 Bursary and Social Security				-		
4.1 Secondary Schools	23,358,182	8,718,144	-	32,076,325	33,186,500	(1,110,175)
4.2 Tertiary Institutions	17,200,000	256,847	-	17,456,847	13,649,500	3,807,347
4.3 Social Security	5,400,000	15,000	-	5,415,000	-	5,415,000
4.4 Special Needs	3,072,661	1,131,121	-	4,203,782	-	4,203,782
Total	49,030,843	10,121,112	-	59,151,954	46,841,000	12,315,954
5.0 Sports				-		-
5.1 Constituency Sports Activities	2,601,752			2,601,752		2,601,752
5.2 Regional Sports Tournament .	300,000			300,000		300,000
Total	2,901,752	-	-	2,901,752	-	2,901,752
6.0 Environment						
6.1 Environmental Activities	2,901,752	10	2,338,788	5,240,550	2,338,778	2,901,772
Total	2,901,752	10	2,338,788	5,240,550	2,338,778	2,901,772
7.0 Primary Schools Projects						
7.1 Chuka DEB Primary school	1,000,000		-	1,000,000		1,000,000
7.2 Gacigongo Primary School	1,000,000		-	1,000,000		1,000,000
7.3 Kagaani Primary School	1,000,000		-	1,000,000	500,000	500,000
7.4 Kamwimbi Primary School	1,000,000		-	1,000,000	-	1,000,000
7.5 Kathanje Low Cost Primary School	1,000,000		-	1,000,000	1,000,000	-
7.6 Kathutwa Primary School	3,000,000		-	3,000,000	3,000,000	-

*National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2022-23	Actual on comparable basis 45107	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.7 Kibumbu Primary School	1,000,000		-	1,000,000	-	1,000,000
7.8 Magumoni Primary School	1,000,000		-	1,000,000	-	1,000,000
7.9 Mukuuni Primary School	1,500,000		-	1,500,000	-	1,500,000
7.10 Ngunga Low Cost Primary School	1,000,000		-	1,000,000	-	1,000,000
7.11 Nkio Primary School	700,000		-	700,000	-	700,000
7.12 Weru PCEA Primary School	2,000,000		-	2,000,000	2,000,000	-
7.13 Kibumbu primary school			300,000	300,000	300,000	-
7.14 Kabariange Primary School			500,000	500,000	500,000	-
Total	15,200,000	-	800,000	16,000,000	7,300,000	8,700,000
8.0 Secondary Schools Projects						-
8.1 KAJIAMPAU SEC SCHOOL		851,725	-	851,725	851,725	-
8.2 PCEA KANWA SEC SCH		440,000	-	440,000	440,000	-
8.3 PCEA KANWA SEC SCH		-	7,260,000	7,260,000	7,260,000	-
8.4 KIARITHA SEC SCH		700,000	-	700,000	700,000	-
8.5 MUKUUNI BOYS SEC SCH		-	700,000	700,000	700,000	-
8.6 KAJIAMPAU SEC SCHOOL		-	261,222	261,222	261,222	-
8.7 KAJIAMPAU SEC SCHOOL		-	3,087,053	3,087,053	3,087,053	-
8.8 Kabururu Secondary School	700,000	-	-	700,000	-	700,000
8.9 Makambani Day Secondary School	1,000,000	-	-	1,000,000	-	1,000,000
8.10 Kajiampau sec school		-	1,500,000	1,500,000	-	1,500,000

National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2022-23	Actual on comparable basis 45107	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.11 Mubukuro Day Secondary School	1,000,000	-	-	1,000,000	-	1,000,000
Ndagani Secondary School		72,733	227,267	300,000	-	300,000
Total	2,700,000	2,064,458	13,035,543	17,800,001	13,300,001	4,500,000
9.0 Tertiary institutions Projects				-		-
9.1 Kenya Medical Training College- Chuka Campus	8,959,182	128,879	-	9,088,061	128,879	8,959,182
9.2 Kenya Medical Training College- Chuka Campus		-	10,175,000	10,175,000	-	10,175,000
Total	8,959,182	128,879	10,175,000	19,263,061	128,879	19,134,182
10.0 Security Projects		-		-		-
10.1 RUBATE CHIEF OFFICE	-	-	700,000	700,000	700,000	-
10.2 KIGOGO MKT	-	-	500,000	500,000	500,000	-
10.3 KANTHANJE MKT	-	-	500,000	500,000	500,000	-
10.4 Chuka ICT Hub LIBRARY	18,000,000	-	-	18,000,000	4,000,000	14,000,000
10.5 Chuka North Sub-County Deputy County Commissioner Offices	8,000,000	-	-	8,000,000	-	8,000,000
10.6 Chuka South Sub-County Deputy County Commissioner Offices	8,000,000	-	-	8,000,000	4,000,000	4,000,000
10.7 Kamaindi Chief Offices	-	-	500,000	500,000	-	500,000
Total	34,000,000	-	2,200,000	36,200,000	9,700,000	26,500,000
11.0 Acquisition of assets				-		-
NG-CDF Office Equipment	-	20,000	156,000	176,000	156,000	20,000

*National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2022-23	Actual on comparable basis 45107	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
NG-CDF Office Equipment	1,500,000	-		1,500,000	1,500,000	-
Total	1,500,000	20,000	156,000	1,676,000	1,656,000	20,000
12.0 Oversight Committee Expenses (itemize)				-		-
Accommodation Allowance	100,000			100,000		100,000
Catering Services (receptions), Accommodation, Gifts, Food and Drinks	150,000			150,000		150,000
General Office Supplies	150,000			150,000		150,000
Hire of Training Facilities and Equipment	200,000			200,000		200,000
NG-CDFC allowance	300,000			300,000		300,000
Production and Printing of Training Materials	50,000		-	50,000	-	50,000
Publishing and Printing Services	50,000			50,000		50,000
Refined Fuels and Lubricants for Transport	100,000			100,000		100,000
Remuneration of Instructors and Contract Based Training Services	100,000		-	100,000	-	100,000
	-		-	-		
Total	1,200,000	-	-	1,200,000	-	1,200,000
13.0 Other payments				-		-
ICT HUB Chuka Town Hall	-	-	1,100,000	1,100,000	-	1,100,000
Chuka town ICT HUB and resource centre {HUDUMA CENTRE}	2,000,000	-		2,000,000	-	2,000,000

National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2022-23	Actual on comparable basis 45107	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Deputy County Commissioner Igamba ngombe office/ Kanthanje Police Post	1,000,000	-		1,000,000	-	1,000,000
Kathigiririni ICT HUB and resource centre	1,000,000	-		1,000,000	-	1,000,000
Chuka Igambang'ombe NG-CDF Strategic Plan	2,000,000	-		2,000,000	-	2,000,000
Strategic plan	-	262,420	-	262,420	-	262,420
Total	6,000,000	262,420	1,100,000	7,362,420	-	7,362,420
14.0 unallocated fund						
Unapproved projects	-			-		-
AIA	-			-		-
PMC savings	-			-		-
Total	-	-	-	-	-	-
Grand total	145,087,603	16,926,858	30,797,155	192,811,616	96,145,984	96,665,632.94

(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

XIV. 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 Chuka Igambangombe Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on xx June 20xx for the period 1st July 202x to 30th June 2023 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.

***Chuka Igambang'ombe Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023***

Significant Accounting Policies Continued

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 2023.

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.

Chuka Igambang'ombe Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	FY 2022/23	FY 2021/22
NGCDF Board	Kshs	Kshs
AIE NO. B 105709		16,000,000
AIE NO.		33,000,000
AIE NO. B 105696		34,000,000
AIE NO. B 132471		17,000,000
AIE NO. B 154386		15,000,000
AIE NO. B 128786		14,000,000
AIE NO. B 154281		18,000,000
AIE NO. B 140795		10,828,879
AIE NO. A 895092	12,260,000	
AIE NO. B 185035	7,000,000	
AIE NO. B 185579	15,000,000	
AIE NO. B 185325	6,000,000	
AIE NO. B 185863	5,000,000	
AIE NO. B 200316	12,000,000	
AIE NO. B 205660	3,848,276	
AIE NO. B 205705	12,000,000	
AIE NO. B 205545	15,000,000	
AIE NO. B 207722	2,300,000	
AIE NO. B 207784	15,000,000	
TOTAL	105,408,276	157,828,879.00

2. Proceeds From Sale of Assets

	FY2022/23	FY2021/22
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	23,000	-
Total	23,000.00	-

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Notes To the Financial Statements (Continued)

3. Other Receipts

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. Compensation Of Employees

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,413,570	3,676,408
Personal allowances paid as part of salary	0	-
House Allowance	525,800	-
Transport Allowance	0	-
Leave allowance	0	-
Gratuity to contractual employees	1,033,922	1,691,659
Employer Contributions Compulsory national social security schemes	280,800	213,984
Nhif	115,200	98,600
Total	5,369,292	5,680,651

5. Committee Expenses

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Sitting allowance	1,769,900	2,592,600
Other committee expenses	1,820,133	229,300
Total	3,590,033	2,821,900

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6. Use of Goods and services

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Utilities, supplies and services	118,500	-
Communication, supplies and services	87,057	-
Domestic travel and subsistence	75,600	136,800
Printing, advertising and information supplies & services	-	318,300
Rentals of produced assets		-
Training expenses	-	1,599,500
Other Committee expenses		2,592,600
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	608,530.31	502,700
Fuel , oil & lubricants	105,000	1,100,000
Other operating expenses	1,169,467	36,008
Bank Charges	32,846.77	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	970,953
Routine maintenance- other assets	50,000	-
Total	2,247,001.08	7,256,861

7. Transfer To Other Government Units

<i>Description</i>	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	7,300,000	67,300,000
Transfers To Secondary Schools (See Attached List)	13,300,001	15,100,000
Transfers To Tertiary Institutions (See Attached List)	128,879	2,323,286
Total	20,728,880	84,723,286

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Notes To the Financial Statements (Continued)

8. Other Grants and Other transfers

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Bursary – secondary schools (see attached list)	33,186,500	29,007,500
Bursary – tertiary institutions (see attached list)	13,649,500	16,291,500
Bursary – special schools (see attached list)	-	6,185,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	5,400,000
Security projects (see attached list)	9,700,000	9,000,000
Sports projects (see attached list)	-	4,517,354
Environment projects (see attached list)	2,338,778	1,041,778
Emergency projects (see attached list)	3,680,000	8,650,000
Roads projects (see attached list)	-	-
Total	62,554,778	80,093,132

9. Acquisition Of Assets

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	1,500,000	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	156,000	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	1,656,000	-

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10. Oversight Committee Expenses

	2022-2023	<i>Insert Previous FY</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

11. Other Payments

	2022-2023	FY2021/22
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	16,400,000
	-	16,400,000

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	FY2022/23	FY2021/22
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)	Kshs	Kshs
<i>Family Bank, A/C no. 0000005629, Branch Chuka. (main account)</i>	(30/6/2023)	(30/6/2022)
	26,212,150.70	16,926,858
family Bank, A/C no. Branch . (deposit account)	-	-
Total	26,212,150.70	16,926,858
	Kshs	Kshs
12 B: Cash on Hand	(30/6/2023)	(30/6/2022)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

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13. 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>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer</i>	dd/mm/yy			
<i>Name of Officer</i>	dd/mm/yy			
<i>Name of Officer</i>	dd/mm/yy			
<i>Name of Officer</i>	dd/mm/yy			
<i>Name of Officer</i>	dd/mm/yy			
<i>Name of Officer</i>	dd/mm/yy			
<i>Total</i>		-	-	-

14. Retention and gratuity

14A Retention

	<i>FY2022/23</i>	<i>FY2021/22</i>
	<i>KShs</i>	<i>KShs</i>
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

14B Gratuity

	<i>FY2022/23</i>	<i>FY2021/22</i>
	<i>KShs</i>	<i>KShs</i>
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

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15. Fund Balance B/F

	(1 st July 2021)	(1 st July 2022)
	Kshs (1/7/2023)	Kshs (1/7/2022)
Bank accounts	16,926,858	56,073,809
Cash in hand	-	-
Imprest	-	-
Total	16,926,858	56,073,809
Less	-	-
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	16,926,858	56,073,809

16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	--	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

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

17. Changes In Accounts Receivable – Outstanding Imprests

	FY2022/23	FY2021/22
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

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18. Changes In Accounts Payable – Deposits and Retentions

	<i>FY2022/23</i>	<i>FY2021/22</i>
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
NGCDFC Staff		
Others (<i>specify</i>)		
Total		

19.3: Unutilized Fund (See Annex 3)

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
Compensation of employees	2,146,621	930,345
Committee expense	-	1,590,033
Use of goods and services	3,496,151	1,270,836
Amounts due to other Government entities (see attached list)	32,334,182	26,203,880
Amounts due to other grants and other transfers (see attached list)	50,106,259	16,190,500
Acquisition of assets	20,00	176,000
constituency oversight expenses	1,200,000	-
Other Payments (<i>specify</i>)	7,362,420	1,362,420
Funds pending approval	-	-
Total	96,665,633	47,724,014

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19.4: PMC account balances (See Annex 5)

	<i>FY2022/23</i>	<i>FY2021/22</i>
	Kshs	Kshs
PMC account balances (see attached list)	5,720,566	6,443,255.70
Total	5,720,566	6,443,255.70

XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
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					

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	Comments
NG-CDFC Staff				
1) Justin Kinyua Ngaine	Assistant Works	2022	271,666	
2) Benson Mucheri	Clerk of Works	2022	223,214	
3) Kelvin Muchiri	Account Assistant	2022	249,478	
4) Rosemilia Muthoni	Secretary	2022	188,725	
5) Erastus Mutwiri Philip	Driver	2022	215,565	
6) Martin Njue Kaugi	Driver	2022	215,565	
7) Benard Ngugi	Records mngt officer	2022	189,671	
8) Boston Mbuba Mugambi	Security Officer	2022	135,833	
9) Juliet Kanyua	Office Assistsnt	2022	135,833	
10) Phares Gitonga Rugendo	Security Officer	2022	135,833	
11) Rose Gatwiri Nthuni	Office Assistsnt	2022	135,833	
12) Kelvin Kinyua Gitonga	Office Assistsnt	2022	135,833	
Sub-Total			2,233,051	
Grand Total			2,233,051	

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance Current FY2022/23	Outstanding Balance Previous FY	Comments
Compensation of Employees		2,233,051	930,345	Late disbursement of funds by the board
Committee expenses		7,533	1,590,033	Late disbursement of funds by the board
Use of goods and services		4,174,184	1,270,836	Late disbursement of funds by the board
		-		
Sub-Total		6,414,768	3,791,214	
Amounts due to other grants and other transfers				
Chuka DEB Primary school	Construction to completion of one classroom	1,000,000	-	Late disbursement of funds by the board
Gacigongo Primary School	Construction to completion of one classroom	1,000,000	-	Late disbursement of funds by the board
Kagaani Primary School	Construction to completion of one classroom	500,000	-	Late disbursement of funds by the board
Kamwimbi Primary School	Construction to completion of one classroom	1,000,000	-	Late disbursement of funds by the board
Kibumbu Primary School	Construction to completion of one classroom	1,000,000	-	Late disbursement of funds by the board
Magumoni Primary School	Construction to completion of one classroom	1,000,000	-	Late disbursement of funds by the board

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Name	Brief Transaction Description	Outstanding Balance Current FY2022/23	Outstanding Balance Previous FY	Comments
Mukuuni Primary School	Renovation of to completion 5 classrooms: re-roofing, flooring, fixing of doors & windows and paintings.	1,500,000	-	Late disbursement of funds by the board
Ngunga Low Cost Primary School	Construction to completion of one classroom	1,000,000	-	Late disbursement of funds by the board
Nkio Primary School	Renovation of to completion 2 classrooms:re-roofing, flooring, fixing of doors and windows and paintings.	700,000		Late disbursement of funds by the board
Kibumbu primary school			300,000	Late disbursement of funds by the board
Kabariange Primary School			500,000	Late disbursement of funds by the board
KAJIAMPAU SEC SCHOOL			851,725	Late disbursement of funds by the board
PCEA KANWA SEC SCH			440,000	Late disbursement of funds by the board
PCEA KANWA SEC SCH			7,260,000	Late disbursement of funds by the board
KIARITHA SEC SCH			700,000	Late disbursement of funds by the board
MUKUUNI BOYS SEC SCH			700,000	Late disbursement of funds by the board
KAJIAMPAU SEC SCHOOL			261,222	Late disbursement of funds by the board
KAJIAMPAU SEC SCHOOL			3,087,053	Late disbursement of funds by the board
Kabururu Secondary School	Renovation to completion 2 classrooms:re-roofing,	700,000		Late disbursement of funds by the board

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Name	Brief Transaction Description	Outstanding Balance Current FY2022/23	Outstanding Balance Previous FY	Comments
	flooring, fixing of doors and windows and paintings.			
Makambani Day Secondary School	Construction to completion of one classroom	1,000,000		Late disbursement of funds by the board
Kajiampau sec school			1,500,000	Late disbursement of funds by the board
Mubukuro Day Secondary School	Construction to completion of one classroom	1,000,000		Late disbursement of funds by the board
Ndagani Secondary School			300,000	Late disbursement of funds by the board
Kajiampau sec school	purchase of 46 seater bus	1,500,000		Late disbursement of funds by the board
Ndagani Secondary School	construction of pit latrine	300,000		Late disbursement of funds by the board
Kenya Medical Training College- Chuka Campus	Additional funds for construction of first floor and roof structure to completion approximately 550 Square metres;	8,959,182	128,879	Late disbursement of funds by the board
Kenya Medical Training College- Chuka Campus	Additional funds for construction of first floor and roof structure to completion approximately 550 Square metres;	10,175,000	10,175,000	Late disbursement of funds by the board
Sub-Total		32,334,182	26,203,880	
Other grants and transfers				
Chuka ICT Hub LIBRARY	Completion of a one story building of the Chuka town ICT HUB and	14,000,000		Late disbursement of funds by the board

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Name	Brief Transaction Description	Outstanding Balance Current FY2022/23	Outstanding Balance Previous FY	Comments
	resource centre from slabbing level;			
RUBATE CHIEF OFFICE			700,000	Late disbursement of funds by the board
KIGOGO MKT			500,000	Late disbursement of funds by the board
KANTHANJE MKT			500,000	Late disbursement of funds by the board
Chuka North Sub-County Deputy County Commissioner Offices	Construction of Chuka North sub county headquarter to completion; the offices will have two independent blocks each with four offices and a boardroom. i.e. 8 offices and two boardrooms. (copy attached)	4,000,000		Late disbursement of funds by the board
Chuka South Sub-County Deputy County Commissioner Offices	Construction of Chuka South sub county headquarter to completion; the offices will have two independent blocks each with four offices and a boardroom. i.e. 8 offices and two boardrooms. (copy attached)	8,000,000		Late disbursement of funds by the board
Kamaindi Chief Offices	construction of two roomed chief office to completion	500,000		Late disbursement of funds by the board
Kamaindi Chief Offices			500,000	Late disbursement of funds by the board

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Name	Brief Transaction Description	Outstanding Balance Current FY2022/23	Outstanding Balance Previous FY	Comments
Environmental Activities	Purchase and planting of 100 exotic trees seedlings trees in 50 schools.	2,901,772	2,338,798	Late disbursement of funds by the board
Constituency Sports Activities	Carry out Constituency Football Sports tournament at Kshs. 751,752.06, and the winning teams/Schools to be awarded with trophies and also purchase and distribute sports equipment(balls, goal nets and games kits) ksh 1,850,000	2,601,752		Late disbursement of funds by the board
Regional Sports Tournament .	Facilitate regional sport tournament in partnership with other Constituencies within the Region	300,000		Late disbursement of funds by the board
Bursary Secondary Schools	Payment of bursary to needy students in secondary schools	(1,110,175)	8,718,144	Late disbursement of funds by the board
Bursary Tertiary Institutions	Payment of bursary to needy students in tertiary institutions	3,802,347	256,847	Late disbursement of funds by the board
Bursary Special Institutions	Payment of bursary to needy students in special Institutions	4,203,782	1,131,121	Late disbursement of funds by the board
NG-CDFC Social Security Programmes	Provision of annual medical insurance cover for 900 vulnerable families including Orphans and Vulnerable Children (OVCs), poor older persons, Persons with Disabilities (PWDs) and destitute families in	5,415,000	15,000	Late disbursement of funds by the board

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Name	Brief Transaction Description	Outstanding Balance Current FY2022/23	Outstanding Balance Previous FY	Comments
	partnership with NHIF as shall be identified within the Constituency.			
Emergency		5,486,781	1,530,591	Late disbursement of funds by the board
Sub-Total		50,101,259	16,190,500	
Acquisition of assets				Late disbursement of funds by the board
NG-CDF Office Equipment	purchase of office furniture	20,000	176,000	Late disbursement of funds by the board
oversight committee expenses		1,200,000		Late disbursement of funds by the board
Others (<i>specify</i>)		1,220,000	176,000	
ICT HUB Chuka Town Hall	construction to completion of ict hub	1,100,000	1,100,000	Late disbursement of funds by the board
Chuka town ICT HUB and resource centre {HUDUMA CENTRE}	Construction to completion of a kitchen structure with a store and construction to completion of a 5 door pit latrine with one chamber to cater for people with disabilities	2,000,000		Late disbursement of funds by the board
Deputy County Commissioner Igamba ngombe office/ Kanthanje Police Post	purchase of office equipment and furniture;	1,000,000		Late disbursement of funds by the board
Kathigiririni ICT HUB and resource centre	purchase of office equipment and furniture;	1,000,000		Late disbursement of funds by the board
Chuka Igambang'ombe NG-CDF Strategic Plan	To facilitate in preparation, facts collection designing, typesetting and printing of Chuka Igambangombe Constituency Strategic	2,000,000		Late disbursement of funds by the board

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Name	Brief Transaction Description	Outstanding Balance Current FY2022/23	Outstanding Balance Previous FY	Comments
	plan for the period between 2023-2027			
Strategic plan	To facilitate in preparation, facts collection designing, typesetting and printing of Chuka Igambangombe Constituency Strategic plan for the period between 2023-2028	262,420	262,420	Late disbursement of funds by the board
Sub-Total		7,362,420	1,362,420	
Funds pending approval				
Grand Total		97,432,629	47,724,014	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-		-
Buildings and structures	20,670,870	-		20,670,870
Transport equipment	6,329,130	-		6,329,130
Office equipment, furniture and fittings	8,772,253	1,656,000		10,428,253
ICT Equipment, Software and Other ICT Assets	1,385,450	-		1,385,450
Other Machinery and Equipment				-
				-
Heritage and cultural assets				-
Intangible assets				-
Total	37,157,703	1,656,000		38,813,703

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Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account number	Bank Balance Current FY2022/23	Bank Balance Previous FY
RUBATE CHIEF OFFICE NG-CDF	SIDIAN BANK	01016030001380	1,335	-
MUBUKURO SEC SCH	SIDIAN BANK	01016030001000	5	-
KIARITHA SEC SCH	SIDIAN BANK	01016030001140	18,975	-
KAGAANI PRY SCH	SIDIAN BANK	01016030001410	280	-
KAJIAMPAU SEC SCH	SIDIAN BANK	01016030001440	1,176	-
KANTHANJE PRY SCH	SIDIAN BANK	01016030001070	378	-
KANTHANJE LOW COST PRY SCH	SIDIAN BANK	01016710000299	-	-
KABARIANGE PRY SCH	SIDIAN BANK	01016030001470	15	-
ITUGURURU PRY SCH	SIDIAN BANK	01016030001460	255	-
KIGOGO MARKET ELECTRIFICATION	SIDIAN BANK	01016030001430	55	-
PCEA KANWA SEC SCH	SIDIAN BANK	01016030001370	35	-
PCEA KANWA SEC SCH	FAMILY BANK	054000010938	-	-
CHUKA CDF OFFICE RENOVATION	FAMILY BANK	054000010832	400	-
MUKUUNI BOYS HIGH SCH	FAMILY BANK	054000007148	44,800	230,500
CHUKA IGAMBANGOMBE ENVIRONMENT CONSERV	FAMILY BANK	054000006881	219	-
CHUKA ICT HUB & RESOURCE CENTRE	FAMILY BANK	054000010885	3,700,097	-
CHUKA SOUTH SUBCOUNTY DCC OFFICE	FAMILY BANK	054000012687	1,952,336	-
NG-CDF OFFICE EQUIPMENT PMC	FAMILY BANK	054000007200	205	-
KAJUKI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000006107		-
THUITA ASSISTANT CHIEF OFFICE NG-CDF	FAMILY BANK	54000009062		291
KATHIGIRIRINI PUBLIC SOCIAL HALL NG-CDF	FAMILY BANK	54000008972		180
KIANGONDU CHIEF OFFICE NG-CDF	FAMILY BANK	54000008943		25

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PMC	Bank	Account number	Bank Balance Current FY2022/23	Bank Balance Previous FY
IBIRIGA MIXED DAY SECONDARY SCHOOL NG CDF	FAMILY BANK	54000008657		1,000
MAKAMBANI DAY SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008821		1,500,213
GITARENI LOCATION CHIEFS OFFICE-NG CDF	FAMILY BANK	54000008949		7
IKAWA PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008981		1
RUKINDU ECDE CENTRE UNDER KATHIGIRIRINI	FAMILY BANK	54000009042		71,192
MAABI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000009073		1,840
PCEA REV CAROL NTUNTUNI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008969		1,350
NJURI HIGH SCHOOL NG-CDF	FAMILY BANK	54000008632		500,000
ERIANI PRE-PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008970		526
KAMUGUONGO PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000008311		1,161
MAABI PRIMARY SCHOOL NG-CDF	FAMILY BANK	54000009073		1,840
KIERENI SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008321		286
MAKANYANGA ASSISTANCE CHIEF OFFICE NG-CDF	FAMILY BANK	54000008302		2,908
KIREGE SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008169	-	500,540
CHUKA TECHNICAL & VOCATIONAL COLLEGE N.G CDF	FAMILY BANK	54000008049		657
KENYA MEDICAL TRAINING COLLEGE - CHUKA CAMPUS NG-CDF	FAMILY BANK	54000005749		1,173,300
MWONGE DOS OFFICE NG-CDF	FAMILY BANK	54000006868		949,896
TWAMIKUA SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000005772		289
MAKAMBANI DAY SECONDARY SCHOOL NG-CDF	FAMILY BANK	54000008821		1,500,213
NG-CDF SPORTS PMC	FAMILY BANK	54000005399		-
KARANGE PRIMARY SCHOOL	FAMILY BANK	54000006894		962
MUKUTHUKU PRIMARY SCHOOL	FAMILY BANK	54000008253		420
MBARAGA PRIMARY SCHOOL	FAMILY BANK	54000005735		484

PMC	Bank	Account number	Bank Balance Current FY2022/23	Bank Balance Previous FY
KABURURU PRIMARY SCHOOL	FAMILY BANK	54000005769		575
KIAMUCHII PRIMARY SCHOOL	FAMILY BANK	054000006393		291
NKIO PRIMARY SCHOOL	FAMILY SCHOOL	54000007494		174
KANDEGA PRIMARY SCHOOL	FAMILY BANK	54000006917		2,112
NTHIMA PRIMARY SCHOOL	FAMILY BANK	54000006909		22
TOTAL			5,720,566	6,443,256

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/ER/NG-CDF Chuka Igambangombe/2021-2022/(20)	Inaccuracy in utilized funds	Financial statements of previous years unutilized funds balance of Kshs. 106,755,785 reflects as compared to Kshs. 106,735,785 resulting to unexplained variance of Kshs. 20,000	Resolved	n/a
OAG/ER/NG-CDF Chuka Igambangombe/2021-2022/(20)	Unsupported pmc account balances	Financial statements show pmc balance amounting to Kshs. 6,443,256. However, cashbooks, bank reconciliation statements and duly signed were not provided for audit. In the circumstances, the accuracy and completeness of the pmc account balance not confirmed.	Resolved	n/a
OAG/ER/NG-CDF Chuka Igambangombe/2021-2022/(20)	Unsupported use of goods and services	Statement of receipts and payments reflect use of goods and	Resolved	n/a

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
		<p>services amounting to Kshs. 10,078,761 which includes committee expenses amounting to Kshs 2,821,900 which further include payments totaling to Ksh. 317,000 incurred towards project monitoring and evaluation exercise, evidence of travel, attendance registers and project monitoring reports not provided for audit. Further statements include training expenses totaling to Kshs. 1,599,500 being amount paid for training services offered to staff members and various committees across the constituency. However, training need assessment report to show the nature of training and the training programs to confirm that tha</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)
		training took place were not provided for audit. The accuracy and completeness of Kshs. 1,916,500 for use of goods and services could not be confirmed.		
OAG/ER/NG-CDF Chuka Igambangombe/2021-2022/(20)	Unsupported and unauthorized grants and transfers	Statement of	Resolved	n/a



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 Name: Johnson Njinju Maina
 Fund Account Manager.