

REPUBLIC OF KENYA



Enhancing Accountability



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REPORT

THE NATIONAL ASSEMBLY	
DATE:	09 AUG 2023
	Day: WED
TABLED BY: OF	Hon. Owen Baya, MP
CLERK-AT-THE-TABLE:	Deputy leader majority
	Miriam Moko

THE AUDITOR-GENERAL

ON

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

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



NDARAGWA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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

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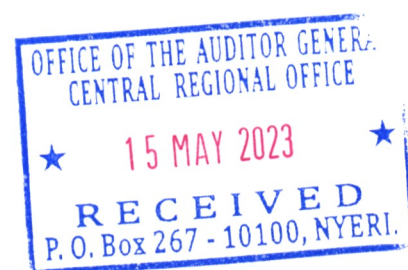


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Ndaragwa Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

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

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

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ii. National Government Constituency Development Fund Committee (NGCDFC)

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	A. Kiragu Mwangi
2.	Sub-County Accountant	Antony Ngunjiri
3.	Chairman NGCDFC	Joshua Magu Iregi
4.	Member NGCDFC	

(d) Fiduciary Oversight Arrangements

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

(e) Ndaragwa Constituency NGCDF Headquarters

P.O. Box 16-20306
CDF Office Building
Nyahururu – Nyeri Road
Ndaragwa, KENYA

(f) Ndaragwa Constituency NGCDF Contacts

Telephone: (254) 721898531
E-mail: cdfndaragwa@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) Ndaragwa Constituency NGCDF Bankers

Bank Name: Cooperative Bank
Branch: Nyahururu
Account Name: Ndaragwa CDF
Account Number: 01120037972400
Address: Nyahururu

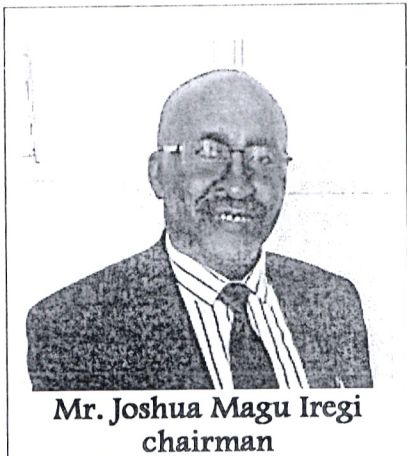
(h) Independent Auditors

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

(i) Principal Legal Adviser

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

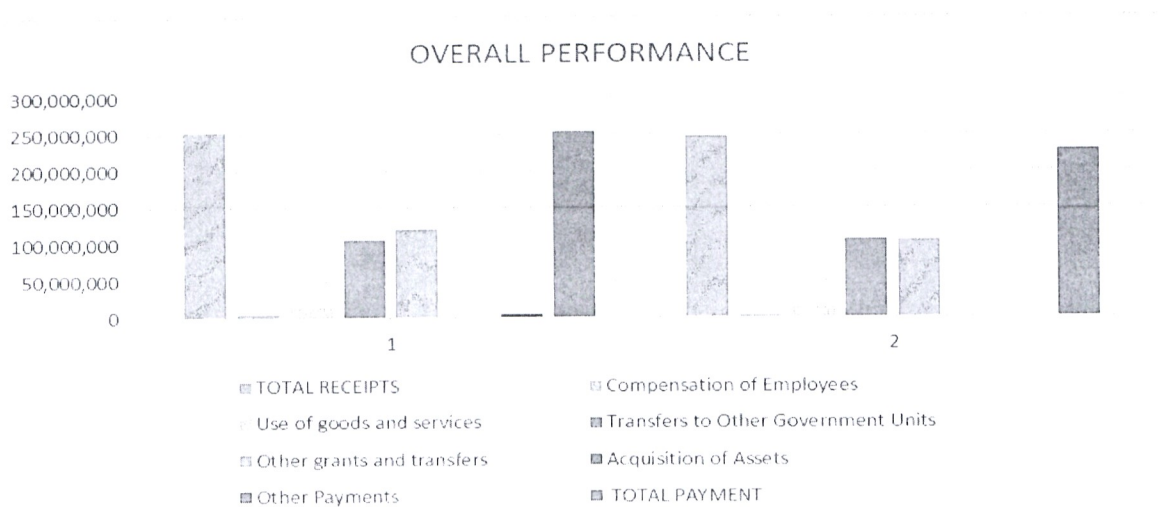
II. NG-CDFC Chairman’s Report



It is my great pleasure to present the annual report and financial statement prepared in accordance with the cash basis of accounting method under the International Public Sector Accounting Standard (IPSAS) for the financial year ended 30th June, 2022.

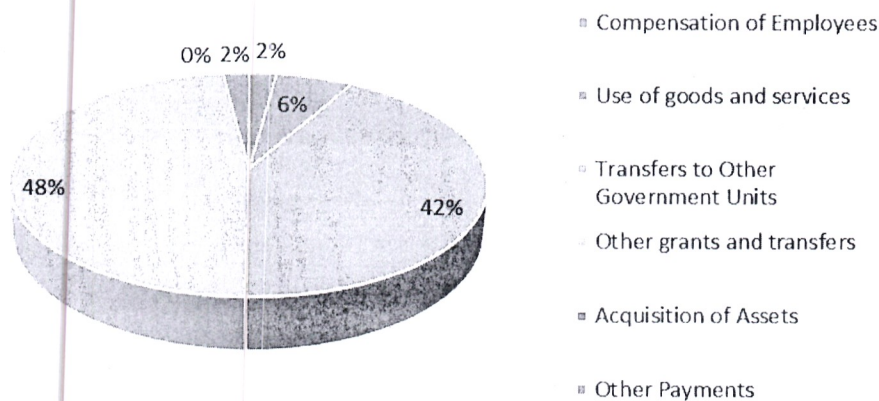
Overall budget performance

The overall budget performance stands as 97%. This was as a result of some of the funds delayed at the head office.



ALLOCATION SUMMARY:

Allocation summary



ACHIEVEMENT

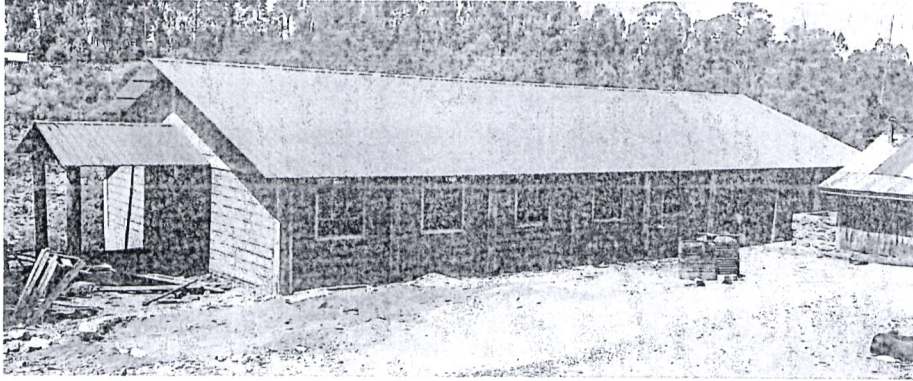
Mainly the Ndaragwa NGCDF allocated the biggest share of the funds to education being 42% of the fund to the infrastructure development and another of 25% of the funds to the bursary to the needy students.

SECONDARY SCHOOLS

We were able to do several secondary schools within the constituency touching of the renovations toilets, administration blocks and also multipurpose halls

We were able to buy school laboratory items for Pondo secondary school this would help the students improve on their performance

the infrastructure developments within these school would help in improving the students learning environment and also their performance.

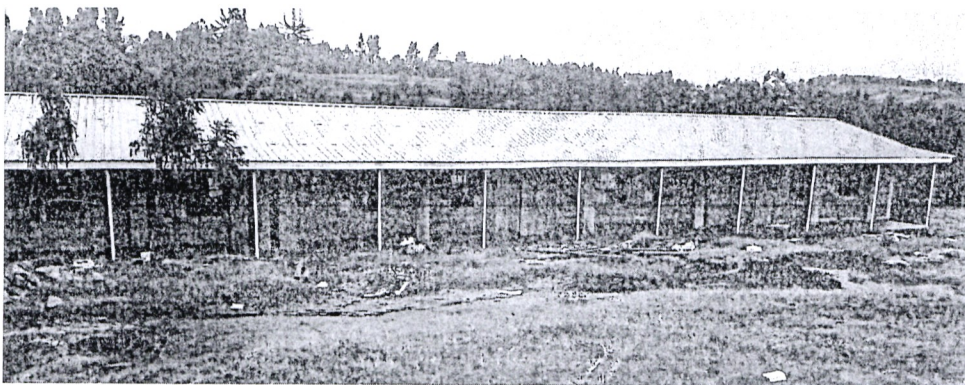


Construction of a multipurpose hall at Mukoc secondary school.

Construction of a multipurpose hall at the Mukoc secondary school has assisted in improving the infrastructure at the school and helping the students to have a place to eat their meal and also help in doing assemblies during the rainy seasons

PRIMARY SCHOOLS

during the period were able to do renovations, construction of classrooms administration blocks among others to various schools this helped to improve the learning conditions of the schools and ensured that the students improved in their school performance.



Renovations at Kaheho primary school

SECURITY OFFICES

During the year the office was able to build nine projects within the constituency and among them were three assistant chiefs office built to completion, three chiefs offices to completion a toilet at the chief's office and completion of a police post and an OCPD office to help the administration officers

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to work in a conducive environment and help in bring services near to the people



Construction of Kahembe assistant chief's office

.....
Name Joshua Magu
CHAIRMAN NGCDF COMMITTEE

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

Introduction

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

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

- To improve infrastructure in learning institutions
- To improve access to education
- To improve academic performance in KCPE and KCSE
- To enhance and sustain security in Ndaragwa Constituency
- To promote sustainable environment management practices
- To harness youth talent and promote local culture
- To promote sustainable youth empowerment programmes

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:

Thematic	Strategic	Strategies	Expected Results	Performance
1. Education and	To improve infrastructure in learning institutions	<ul style="list-style-type: none"> • Timely disbursement of bursary funds to needy students in secondary schools and tertiary 	<ul style="list-style-type: none"> • Improved education standards 	In the FY 2021/2022.
Training	To improve access to education	<ul style="list-style-type: none"> • Construct classrooms in primary and secondary schools 	<ul style="list-style-type: none"> • Increased transition from primary to secondary schools 	We increased schools' infrastructures through constructing 8 classrooms, renovated 88 classes and constructed one admin block in the primary schools
	To improve academic performance in KCPE and	Construct modern laboratories and dormitories in secondary schools	Increased transition from secondary school to TVET and University	

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	KCSE			
		<ul style="list-style-type: none"> Construct kitchens and dining halls in primary and secondary schools 	<ul style="list-style-type: none"> Improved retention of learners in primary, secondary and tertiary institutions 	In secondary schools we were able to construct 8 classes
		<ul style="list-style-type: none"> Purchase land for some primary and secondary schools 	<ul style="list-style-type: none"> Increased number of youths with technical and vocational skills 	We 8 door toilets for two schools each
		<ul style="list-style-type: none"> Fence learning institutions (primary, secondary and tertiary institutions) 	<ul style="list-style-type: none"> Increased employability of skilled youth 	Supplied 100 desks to various schools
		<ul style="list-style-type: none"> Construct libraries and administration blocks in primary and secondary schools 	<ul style="list-style-type: none"> Increase number of women with technical skills 	Three Kitchens Three multipurpose halls Lab equipments to one school
		<ul style="list-style-type: none"> Construct toilets and latrines in primary and secondary schools 		
		<ul style="list-style-type: none"> Purchase desks and lockers in learning institutions 		
		<ul style="list-style-type: none"> Distribute electricity to learning institutions 		
2. Security	To enhance and sustain security in Ndaragwa Constituency	<ul style="list-style-type: none"> Construction of Deputy County Commissioner's office 	<ul style="list-style-type: none"> Conducive working environment for security personnel 	In the FY 2021/2022.
		<ul style="list-style-type: none"> Construction and renovations of Assistant County Commissioners Office 	<ul style="list-style-type: none"> Increased security coverage 	We were able to do 3 door toilets in one chief office,
		<ul style="list-style-type: none"> Construction of Chiefs and Assistant Chiefs offices 	<ul style="list-style-type: none"> Secure business environment 	One Armoury ,
		<ul style="list-style-type: none"> Construction of police stations and police posts 		

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3. Environment	To promote sustainable environment management practices	Construct -toilets in schools	<ul style="list-style-type: none"> Increases awareness and use of green economy in the constituency 	We have improved environmental management through water harvesting program in 9 schools to help in water management..
		Plant trees in public schools and chiefs' offices	Increase forest cover in the constituency	
		Create awareness on use of energy saving jikos	A more informed citizenry on environmental conservation	
4. Youth, Culture and Sports	To harness youth talent and promote local culture	<ul style="list-style-type: none"> Conduct campaigns on drugs and substance abuse, and on HIV and AIDS 	<ul style="list-style-type: none"> Job opportunity for talented youth 	In the FY 2021/2022. We have improved community integration through clubs' participation and distributing of sports uniforms, balls and trophies
	To promote sustainable youth empowerment programmes	<ul style="list-style-type: none"> Create awareness on the establishment of youth groups. 	<ul style="list-style-type: none"> A positively engaged youth 	
		<ul style="list-style-type: none"> Support cultural exhibitions 	<ul style="list-style-type: none"> Reduced Crime rate 	
		<ul style="list-style-type: none"> Support football tournaments 		
		<ul style="list-style-type: none"> Purchase sporting uniforms and equipment 		

IV. Environmental and Sustainability Reporting

NDARAGWA 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.

i. Sustainability strategy and profile -

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

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

ii. Environmental performance

- Construct proper toilets in schools
- Plant trees in public schools and chiefs' offices
- water harvesting in public schools
- Create awareness on use of energy saving Jikos
- Train people on various ways of conserving the environment
- Train people on various ways of conserving the environment
- During the year we were not able to plant trees but we did water harvesting for several schools both secondary schools and primary schools
- During the handing over of projects the community is usually sensitized on various impacts of drug abuse on the person and the community at large.

iii. Employee welfare

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

iv. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

v. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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



Fund Account Manager

Name: A.KIRAGU MWANGI

V. Statement of Management Responsibilities

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

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

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

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

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

Approval of the financial statements

The NGCDF- NDARAGWA Constituency financial statements were approved and signed by the Accounting Officer on **10th September 2022**



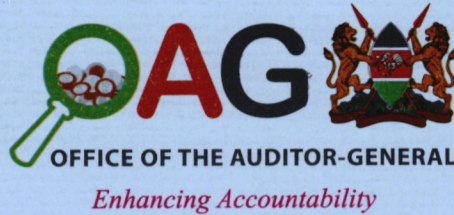
Chairman NGCDF Committee
Name: Joshua Magu Iregi



Fund Account Manager
Name: A.KIRAGU MWANGI

REPUBLIC OF KENYA

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Anniversary Towers
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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Ndaragwa Constituency set out on pages 1 to 38, which comprise the statement of assets and liabilities as at 30 June, 2022, and the

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Ndaragwa Constituency as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Misclassification of Other Committee Expenses

The statement of receipts and payments reflects an expenditure of Kshs.13,420,637 under use of goods and services which, as disclosed in Note 5 to the financial statements, includes an amount of Kshs.518,100 incurred on other committee expenses. However, included in the latter balance is an amount of Kshs.250,700 wrongly classified under other committee expenses instead of other operating expenses.

In the circumstances, the accuracy and completeness of other committee expenses amount of Kshs.518,100 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 - Ndaragwa Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Issues

In the audit report of the previous year, several matters were raised under the Report on Financial Statements, Other Matter, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Annex 6 to the financial statements in relation to progress on follow up of prior year auditors' recommendations indicates issues are awaiting

deliberation by the Special Funds Accounts Committee of the National Assembly hence the issues remain unresolved.

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. Unutilized Projects

During the year under review, the Fund transferred Kshs.3,500,000 to Aberdare Girls' Secondary School for construction of an administration block to completion. The project inspection carried out in the month of March, 2023 revealed that despite the project having been completed and commissioned on 28 January, 2022, it had not been put to use, fourteen (14) months after it was completed. Further, an amount of Kshs.2,500,000 was transferred to Mbuyu Assistant Chief Office for the construction and completion of an Assistant Chief's office. However, physical verification of the project in the month of March, 2023 revealed that the project was not in use.

In the circumstances, the public did not get value for money on the expenditure of Kshs.6,000,000 incurred on the two projects.

2. Irregular Re-Allocation of Funds

The statement of receipts and payments reflects an expenditure of Kshs.106,860,000 in respect of transfers to other Government units which, as disclosed in Note 6 to the financial statements, includes an amount of Kshs.44,300,000 transferred to Secondary schools. The funds transferred to secondary schools includes an amount of Kshs.3,500,000 transferred to Mukoe Secondary school for the construction of an administration block. However, physical verification of the project in the month of March, 2023 revealed that the school constructed a multipurpose hall with a capacity of 400 students to completion instead of the administration block as per the approved code list. This was contrary to Section 6(2) of the National Constituencies Development Fund Act, 2015 which provides that once funds are allocated for a particular project, they shall remain allocated for that project and may only be re-allocated for any other purpose during the financial year with the approval of the Board.

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

3. Unsatisfactorily Implemented Projects

During projects inspection done in March, 2023, fourteen (14) projects with a total funding of Kshs.14,350,000 were verified. However, the inspection revealed various unsatisfactory issues including cases of works not done, non-labelling of projects, under-deliveries of goods and incomplete works.

In the circumstances, value for money on the expenditure of Kshs.14,350,000 for the projects implemented during the year may not have been realized.

4. Non-Emergency Project

The statement of receipts and payments reflects an expenditure of Kshs.105,470,423 under other grants and transfers which, as disclosed in Note 7 to the financial statements, includes an amount of Kshs.7,192,000 incurred on emergency projects. The latter balance includes an amount of Kshs3,500,000 transferred to Ngawa Primary School for an office construction. However, physical verification of the project in the month of March, 2023 and review of the project's file revealed that the project was not emergency in nature. No satisfactory explanation was provided by the Management on why emergency funds were utilized for a non-emergency project. This was contrary to Section 8(3) of the National Government Constituencies Development Fund Act, 2015 which states that "emergency" shall be construed to mean an urgent, unforeseen need for expenditure for which it is in the opinion of the committee that it cannot be delayed until the next financial year without harming the public interest of the constituents.

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

5. Delay in Project Implementation

The expenditure of Kshs.105,470,423 under other grants and transfers also includes an amount of Kshs.5,400,000 incurred on sports projects. The latter balance includes an amount of Kshs.300,000 transferred to Pondo Secondary School for construction of beach volleyball pitch to completion. However, physical verification of the project in the month of March, 2023 revealed that the volleyball pitch was incomplete.

In the circumstances, the public did not get value for money on Kshs.300,000 incurred on the project that was not fully implemented.

6. Non-Compliance with National Cohesion and Integration Act, 2008 and Employment of Excess Staff

Review of the personnel records indicated a staff population was eight (8) employees. However, all members of staff were from the dominant ethnic community contrary to Section 7(2) of the National Cohesion and Integration Act, 2008 which states that no public establishment shall have more than one third of its staff from the same ethnic community. Further, the Fund exceeded the recommended staff establishment of five (5) employees contrary to the National Government Constituencies Development Fund Board Circular Ref. No. CDF Board/ Circular/ Vol 166 dated 24 June, 2013 that directed Funds not to employ more than five (5) employees in the constituency offices.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

1. Lack of a Constituency Oversight Committee

During the year under review, the Fund did not constitute a Constituency Oversight Committee contrary to Section 53(1) of the National Government Constituency Development Fund Act, 2015 which requires that a Constituency Oversight Committee be appointed for projects undertaken under this Act.

In the circumstances, the effectiveness of the identification, implementation and monitoring of the projects could not be confirmed.

2. Lack of an IT Service Continuity and Disaster Recovery Plan

Review of IT processes and preparedness in case of any unforeseen eventualities established that the Fund did not have a data recovery strategy plan. Further, there was no offsite back up storage facility. In addition, the Fund lacked an IT officer and IT Strategic Committee to steer the Fund forward on the IT systems in place.

In the circumstances, the effectiveness of the IT resource service continuity and disaster recovery during the year under review could not be confirmed.

3. Lack of a Risk Management Policy

The Fund did not have in place a Risk Management Policy to guide the Management on risk assessment and formulation of risk mitigation strategies in the year under review. This was contrary to Section 165(1)(a) and (b) of the Public Finance Management Act (National Government) Regulations, 2015 which requires the Accounting Officer to develop risk management strategies which include fraud prevention mechanism and internal control that builds robust business operations.

In the absence of a risk management, it has not been possible to confirm whether the internal controls built within the financial and operational systems were functioning as intended during the year under review.

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of 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 sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

13 June, 2023

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

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

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	189,677,758	156,306,517
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	382	-
TOTAL RECEIPTS		189,678,141	156,306,517
PAYMENTS			
Compensation of employees	4	2,419,996	2,361,039
Use of goods and services	5	13,420,637	8,563,660
Transfers to Other Government Units	6	106,860,000	72,490,000
Other grants and transfers	7	105,470,423	19,436,361
Acquisition of Assets	8	-	-
Other Payments	9	-	1,998,420
TOTAL PAYMENTS		228,171,056	104,849,480
SURPLUS/DEFICIT		(38,493,298)	51,457,037

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

The Constituency financial statements were approved on 10th September 2022 and signed by:

Fund Account Manager
A.KIRAGU MWANGI

National Sub-County
Accountant
ANTONY NGUNJIRI :
ICPAK M/No: 15171

Chairman NG-CDF Committee
JOSHUA MAGU IREGI :

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

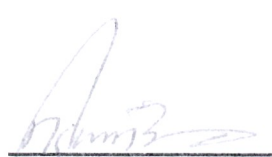
VIII. Statement of Assets and Liabilities As At 30th June, 2022

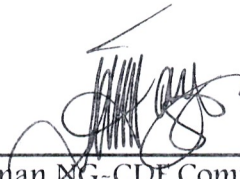
	Note	2021-2022	2020-2021
		Kshs	Kshs
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	18,069,675	56,562,590
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		18,069,675	56,562,590
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		18,069,675	56,562,590
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL ASSETS		18,069,675	56,562,590
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	56,562,590	5,105,725
Prior year adjustments	14	382	(172)
Surplus/Deficit for the year		(38,493,298)	51,457,037
NET FINANCIAL POSITION		18,069,675	56,562,590

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

The Constituency financial statements were approved on **10th September 2022** and signed by:


Fund Account Manager
A.KIRAGU MWANGI


National Sub-County
Accountant
ANTONY NGUNJIRI :
ICPAK M/No: 15171


Chairman NG-CDF Committee
JOSHUA MAGU IREGI :

Ndaragwa Constituency
National Government Constituencies Development Fund (NGCDF)
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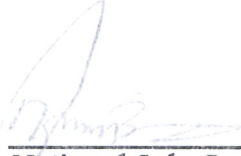
IX. Statement of Cash Flows for the Year Ended 30th June 2022


	Notes	2021 - 2021	2021 - 2021
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	189,677,758	156,306,517
Other Receipts	3	382	-
		189,678,141	156,306,517
Payments for operating activities			
Compensation of Employees	4	2,419,996	2,361,039
Use of goods and services	5	13,420,637	8,563,660
Transfers to Other Government Units	6	106,860,000	72,490,000
Other grants and transfers	7	105,470,423	19,436,361
Other Payments	9	-	1,998,420
		228,171,056	104,849,480
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	382	(172)
Net Adjustments		382	(172)
Net cash flow from operating activities		(38,492,916)	51,456,865
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(38,492,916)	51,456,865
Cash and cash equivalent at BEGINNING of the year	10	56,562,590	5,105,725
Cash and cash equivalent at END of the year		18,069,675	56,562,590

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

The Constituency financial statements were approved on **10th September 2022** and signed by:


 Fund Account Manager
A.KIRAGU MWANGI


 National Sub-County
 Accountant
ANTONY NGUNJIRI :
 ICPAK M/No: 15171


 Chairman NG-CDF Committee
JOSHUA MAGU IREGI :

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

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

Receipts/Payments	Original Budget		Adjustments		Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of Utilization f=d/c %
	a	b	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements				
	2021/2022				2021/2022	30/06/2022		
Receipts								
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NG-CDF Board	137,088,879	56,562,590	60,088,879	60,088,879	253,740,348	246,240,348	7,500,000	97.0%
Proceeds from Sale of Assets					0	-	-	
Other Receipts		382.39			382	382	-	100.0%
TOTAL RECEIPTS	137,088,879	56,562,972	60,088,879	60,088,879	253,740,730	246,240,731	7,500,000	97.0%
Compensation of Employees	2,488,000	1,738,588	1,078,929	1,078,929	5,305,517	2,419,996	2,885,521	45.6%
Use of goods and services	9,208,672	2,623,306	3,282,064	3,282,064	15,114,042	13,420,637	1,693,405	88.8%
Transfers to Other Government Units	65,900,000	32,050,000	8,910,000	8,910,000	106,860,000	106,860,000	-	100.0%
Other grants and transfers	59,492,207	20,007,000	41,818,059	41,818,059	121,317,266	105,470,423	15,846,843	86.9%
Acquisition of Assets	0	0	0	0	0	-	-	#DIV/0!
Other Payments	0	143,696.00	5,000,000	5,000,000	5,143,696	-	5,143,696	0.0%
TOTAL PAYMENT	137,088,879	56,562,590	60,089,051	60,089,051	253,740,520	228,171,056	25,569,464	89.9%

***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 .*


**Ndaragwa Constituency
National Government Constituencies Development Fund (NGCDF)
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(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

- The budget utilization for compensation of employees was 45.6%, there was over allocation of the compensation of the employees apparently caused by late disbursement of funds from the board
- Use of goods and services 59.2%, also brought about by late disbursement of funds hence low rate of absorption
- Transfers to other government units 86.9%, similarly brought about some reallocation of some of the funds to other projects

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	25,569,292
Less undisbursed funds receivable from the Board as at 30th June 2022	7,500,000
	18,069,293
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	382
Cash and Cash Equivalents at the end of the FY 2021/2022	18,069,675

The Constituency financial statements were approved on 10th September 2022 and signed by:


Fund Account Manager
A.KIRAGU MWANGI


Chairman NG-CDF Committee
JOSHUA MAGU IREGI :

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

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

Programme/Sub-programme	Original Budget 2021/2022 Kshs	Adjustments		Final Budget 2021/2022 Kshs	Actual on comparable basis 30/06/2022 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA Kshs	Previous Years' Outstanding Disbursements Kshs			
1.0 Administration and Recurrent						
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,488,000	1,738,588.00	1,078,929.21	5,305,517	2,419,996	2,885,521
1.2 Committee allowances	1,700,000	1,531,143.00	1,935,557.00	5,166,700	3,885,000	1,281,700
1.3 Use of goods and services	3,408,672	239,304.00	750,000.31	4,397,976	4,242,737.00	155,239
Total	7,596,672	3,509,035.00	3,764,486.52	14,870,194	10,547,733	4,322,461
2.0 Monitoring and evaluation						
2.1 Capacity building	1,800,000	312,213.01	266,763.25	2,378,976	2,400,000	(21,024)
2.2 Committee allowances	1,400,000	250,000.00	189,810.00	1,839,810	1,652,	187,810
2.3 Use of goods and services	900,000	290,646.00	139,933.00	1,330,579	1,240,900	89,679
Total	4,100,000	852,859.01	596,506.25	5,549,365	5,292,900	256,465
3.0 Emergency						
3.1 Primary Schools				-		-
3.2 Secondary schools				-		-
3.3 Tertiary institutions				-		-
3.4 Security projects				-		-
3.5 Unutilised	7,192,207		1,865,142.76	9,057,350	7,192,000	1,865,350

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	7,192,207	-	1,865,142.76	9,057,350	7,192,000	1,865,350
4.0 Bursary and Social Security						
4.1 Secondary Schools	20,000,000	5,000,000.00	(876,017.95)	24,123,982	23,655,818	468,164
4.2 Tertiary Institutions	11,500,000	4,114,000.00	18,928,933.83	34,542,934	34,541,185	1,749
4.3 Social Security			15,000,000.00	15,000,000	1,500,000	13,500,000
4.4 Special Needs	1,500,000	493,000.00	6,000,000.00	7,993,000	7,981,420	11,580
Total	33,000,000	9,607,000.00	39,052,915.88	81,659,916	67,678,423	13,981,493
5.0 Sports						
5.1		2,700,000.00		2,700,000	2,700,000	-
Constituency Sports Activities	900,000			900,000	900,000	-
Leahau Boys Secondary School	300,000			300,000	300,000	-
Shamata Girls Secondary School	300,000			300,000	300,000	-
Ndaragwa Girls Secondary School	300,000			300,000	300,000	-
Pondo Secondary School	300,000			300,000	300,000	-
Wangui Secondary School	300,000			300,000	300,000	-
Kambaa Secondary School	300,000			300,000	300,000	-
Total	2,700,000	2,700,000.00	-	5,400,000	5,400,000	-
6.0 Environment						
kangocho primary school			900,000.00	900,000	900,000	-
Aberdara Mixed Secondary School	300,000			300,000	300,000	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kahutha Secondary School	300,000			300,000	300,000	-
Kahuho Secondary School	300,000			300,000	300,000	-
Kimaru Secondary School	300,000			300,000	300,000	-
Ndaragwa Primary School	300,000			300,000	300,000	-
Subuku Secondary School	300,000			300,000	300,000	-
Michinda Primary School	300,000			300,000	300,000	-
Ritaya Primary School	300,000			300,000	300,000	-
Muruai Boarding Primary School	300,000			300,000	300,000	-
Total	2,700,000	-	900,000.00	3,600,000	3,600,000	-
7.0 Primary Schools Projects						
Aberdare School For The Deaf			2,600,000.00	2,600,000	2,600,000	-
Baari Primary School		2,500,000.00		2,500,000	2,500,000	-
Kahiridu Primary School		2,000,000.00		2,000,000	2,000,000	-
Kametha Primary School		3,500,000.00		3,500,000	3,500,000	-
Kiandége Primary School		400,000.00		400,000	400,000	-
Kihuha Primary School		2,000,000.00		2,000,000	2,000,000	-
Kiriogo Primary School		400,000.00		400,000	400,000	-
Mahianyu Primary School		400,000.00		400,000	400,000	-
Michinda Primary School		250,000.00		250,000	250,000	-
Olobolosat Primary School		2,500,000.00		2,500,000	2,500,000	-
Fondo Primary School		2,500,000.00		2,500,000	2,500,000	-
Ndururi Primary school			10,000.00	10,000	10,000	-
Kiriogo Primary school			50,000.00	50,000	50,000	-

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

Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kiharo Primary school			250,000.00	250,000	250,000	-
Kahutha Primary school			250,000.00	250,000	250,000	-
Gakoe Primary school			250,000.00	250,000	250,000	-
Mukambura Primary school			250,000.00	250,000	250,000	-
Warukira Primary school			250,000.00	250,000	250,000	-
Kihuka Primary school			250,000.00	250,000	250,000	-
Raichiri Primary school			250,000.00	250,000	250,000	-
Ndivai Primary school			250,000.00	250,000	250,000	-
Muruai Primary school			250,000.00	250,000	250,000	-
Ngawa Primary school			250,000.00	250,000	250,000	-
Wangui Primary school			250,000.00	250,000	250,000	-
Ritaya Primary School		2,600,000.00		2,600,000	2,600,000	-
Simbara primary school			900,000.00	900,000	900,000	-
Suguroi Primary School			2,600,000.00	2,600,000	2,600,000	-
Kaheho Primary School	2,500,000			2,500,000	2,500,000	-
Ngari Primary	1,000,000			1,000,000	1,000,000	-
Iriai-Ini Primary School	600,000			600,000	600,000	-
Kametha Primary School	800,000			800,000	800,000	-
Simbara Primary School	1,000,000			1,000,000	1,000,000	-
Kanjogu Primary School	2,600,000			2,600,000	2,600,000	-
Kilimanjaro Primary School	2,000,000			2,000,000	2,000,000	-
Subego Primary School	2,000,000			2,000,000	2,000,000	-
Ndururi Primary School	2,600,000			2,600,000	2,600,000	-
Mukambura Primary School	2,000,000			2,000,000	2,000,000	-

Ndaragwa Constituency
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kaariki Primary School	2,000,000			2,000,000	2,000,000	-
Karagoini Primary School	2,000,000			2,000,000	2,000,000	-
Karagoini Primary School	2,000,000			2,000,000	2,000,000	-
Kwanjora Primary School	2,000,000			2,000,000	2,000,000	-
Mithuuri Primary School	2,000,000			2,000,000	2,000,000	-
Ngawa Primary School	2,000,000			2,000,000	2,000,000	-
Raichiri Primary School	1,500,000			1,500,000	1,500,000	-
Kihingo Primary School	2,000,000			2,000,000	2,000,000	-
Kiharo Primary School	2,000,000			2,000,000	2,000,000	-
Total	34,600,000	19,050,000.00	8,910,000.00	62,560,000	62,560,000	-
8.0 Secondary Schools Projects						
Kambaa technical boys secondary school		2,000,000.00		2,000,000	2,000,000	-
Aberdare Girls Secondary School		3,500,000.00		3,500,000	3,500,000	-
Ndaragwa Boys Secondary School		3,500,000.00		3,500,000	3,500,000	-
Ndivai Secondary School		3,000,000.00		3,000,000	3,000,000	-
Baari secondary school		1,000,000.00	-	1,000,000	1,000,000	-
Karagoini Secondary School	1,500,000			1,500,000	1,500,000	-
Simbara Secondary School	1,500,000			1,500,000	1,500,000	-
Olbosat Secondary School	2,300,000			2,300,000	2,300,000	-
Uruku Secondary School	800,000			800,000	800,000	-
Kimaru Secondary School	1,650,000			1,650,000	1,650,000	-
Kahutha Secondary School	1,650,000			1,650,000	1,650,000	-
Shamata Girls Secondary School	2,600,000			2,600,000	2,600,000	-

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Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Ndaragwa Girls Secondary School	2,600,000			2,600,000	2,600,000	-
Kirera Secondary School	3,500,000			3,500,000	3,500,000	-
Pondo Secondary School	1,000,000			1,000,000	1,000,000	-
aberdare Secondary School	3,500,000			3,500,000	3,500,000	-
Mukoe Secondary School	3,500,000			3,500,000	3,500,000	-
Ieshau boys secondary school	2,600,000			2,600,000	2,600,000	-
wangui secondary school	2,600,000			2,600,000	2600000	-
Total	31,300,000	13,000,000.00	-	44,300,000	44,300,000	-
9.0 Tertiary institutions Projects				-		-
Total	-			-	-	-
10.0 Security Projects						
Kaitembe Assistant Chiefs Office		2,500,000.00		2,500,000	2,500,000	-
Kariki Assistant Chiefs Office		2,000,000.00		2,000,000	2,000,000	-
Kimira Assistant Chief		700,000.00		700,000	700,000	-
Mbuyu Assistant Chiefs Office		2,500,000.00		2,500,000	2,500,000	-
Ndaragwa Ocpd Office	3,300,000			3,300,000	3,300,000	-
Karai Police Post	3,100,000			3,100,000	3,100,000	-
Kihara Chiefs Office	2,500,000			2,500,000	2,500,000	-
Pesi Chiefs Office	2,500,000			2,500,000	2,500,000	-
Githunguchu Chiefs Office	2,500,000			2,500,000	2,500,000	-
Total	13,900,000	7,700,000.00	-	21,600,000	21,600,000	-

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Programme/Sub-programme	Original Budget 2021/2022	Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
11.0 Acquisition of assets						
Total	-	-	-	-	-	-
12.0 Other payments						
NG-CDFC- Office hall				5,000,000		5,000,000
grading of the office access road		1,580.00		1,580		1,580
strategic plan		142,116.00		142,116		142,116
Total		143,696.00	5,000,000.00	5,143,696	-	5,143,696
13.0 unallocated fund						
Unapproved projects						
AIA						
FMC savings						
Total			-	-	-	-
Total	137,088,879	56,562,590.01	60,089,051.41	253,740,520	228,171,056	25,569,464

(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)

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF- NDARAGWA 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 Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition 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 30TH June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

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.

*Ndaragwa Constituency
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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO	33,000,000.	
AIE NO	44,000,000	
AIE NO	22,000,000	
AIE NO	5,000,000	
AIE NO	12,000,000	
AIE NO	12,000,000	
AIE NO	18,000,000	
AIE NO	24,088,879	
AIE NO	7,500,000	
AIE NO	12,088,879	
AIE NO		15,000,000
AIE NO		20,000,000
AIE NO		2,438,793
AIE NO		26,867,724
AIE NO		9,000,000
AIE NO		8,500,000
AIE NO		6,900,000
AIE NO		13,000,000
AIE NO		6,000,000
AIE NO		6,000,000
AIE NO		12,000,000.
AIE NO		7,000,000
AIE NO		11,600,000
AIE NO		12,000,000
TOTAL	189,677,758.30	156,306,517

2. Proceeds From Sale of Assets

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

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3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from sale of tender documents	0	0
Hire of plant/equipment/facilities	0	0
Unutilized funds from PMCs	0	0
Other Receipts Not Classified Elsewhere	0	0
Total	0	0

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,342,416	1,771,377
Personal allowances paid as part of salary	0	0
House Allowance	0	0
Transport Allowance	0	0
Leave allowance	0	0
Gratuity to contractual employees	-	518,490
Employer Contributions Compulsory national social security schemes	77,580	71,172
Total	2,419,996	2,361,039

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Notes To the Financial Statements (Continued)

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Utilities, supplies and services	101,590	354,100
Office rent		-
Communication, supplies and services	262,000	157,500
Domestic travel and subsistence	854,700	162,200
Printing, advertising and information supplies & services	-	
Rentals of produced assets		
Training expenses	2,400,000	1,085,000
Hospitality supplies and services	322,840.	128,460
Other committee expenses	518,100	905,400
Committee allowance	5,537,000	3,025,000
Insurance costs		-
Specialised materials and services		-
Office and general supplies and services	1,036,777	700,940
Fuel , oil & lubricants	1,075,900	995,000
Other operating expenses		88,700
Bank service commission and charges	53,290	24,820
Other Operating Expenses	-	-
Security operations	240,000	302,000
Routine maintenance - vehicles and other transport equipment	744,740	468,040
Routine maintenance- other assets	273,700	166,500
TOTAL	13,420,637	8,563,660

Ndaragwa Constituency

National Government Constituencies Development Fund (NGCDF)

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Notes To The Financial Statements (Continued)

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	62,560,000	43,540,000
Transfers To Secondary Schools (See Attached List)	44,300,000	28,950,000
Transfers To Tertiary Institutions (See Attached List)		
Total	106,860,000	72,490,000

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	23,655,818	2,783,654
Bursary – tertiary institutions (see attached list)	34,541,185	4,912,000
Bursary – special schools (see attached list)	7,981,420	910,000
Mock & CAT (see attached list)		-
Social Security programmes (NHIF)	1,500,000	
Security projects (see attached list)	21,600,000	700,000
Sports projects (see attached list)	5,400,000	-
Environment projects (see attached list)	3,600,000	3,736,207
Emergency projects (see attached list)	7,192,000	6,394,500
Total	105,470,423	19,436,361

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	0	0
Refurbishment of Buildings	0	0
Purchase of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0
Purchase of Office Furniture and General Equipment	0	0
Purchase of ICT Equipment, Software and Other ICT Assets	0	0
Purchase of Specialized Plant, Equipment and Machinery	0	0
Acquisition of Land	0	0
Total	0	0

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Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	0	0
ICT Hub	0	
grading of the office access road		1,998,420
	0	1,998,420

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
cooperative bank , Nyahururu Ndaragwa NGCDF A/C No.01120037972400	18,069,675	56,562,590
Total	18,069,675	56,562,590
10 B: Cash on Hand		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>Specify</i>)	0	0
Total	0	0
<i>[Provide Cash Count Certificates for Each]</i>		

11: Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
<i>Name of Officer</i>	dd/mm/yy	0	0	0
<i>Name of Officer</i>	dd/mm/yy	0	0	0
<i>Name of Officer</i>	dd/mm/yy	0	0	0
<i>Total</i>		0	0	0

[Include an annex if the list is longer than 1 page.]

Ndaragwa Constituency

National Government Constituencies Development Fund (NGCDF)

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Notes to the Financial Statement Continued

12A. Retention

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

[Provide short appropriate explanations as necessary.]

12B. Gratuity

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

[Provide short appropriate explanations as necessary]

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	56,562,590	5,105,725
Cash in hand		
Imprest		
Total	56,562,590	5,105,725

[Provide short appropriate explanations as necessary]

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14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	382	0	(172)
Cash in hand	0	0	0
Accounts Payables	0	0	0
Receivables	0	0	0
Others (<i>specify</i>)	0	0	0
Total	382	0	(172)

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

15. Changes in Accounts Receivable – Outstanding Imprests

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

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	0	0
Deposit and Retentions held during the year (B)	0	0
Deposit and Retentions paid during the Year (C)	0	0
closing account payables D= A+B-C	0	0
Changes in Accounts Payable E= D-E	0	0

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Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

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

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of Employees	2,885,521	1,078,929
Use of goods and services	1,693,233	3,281,892
Transfers to Other Government Units	-	8,910,000
Other grants and transfers	15,846,843	41,818,059
Acquisition of Assets	-	0
Other Payments	5,143,696	5,000,000
TOTAL PAYMENT	25,569,292	60,088,879

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	16,715,610	14,565,516
Total	16,715,610	14,565,516

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xiii. ANNEXES
Annexe1 : Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables*

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund*

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021
1.0 Administration and Recurrent			
1.1 Compensation of employees		2,885,521	2,817,517
1.2 Committee allowances		1,281,700	3,466,700
1.3 Use of goods and services		155,239	989,304
Total		4,322,461	7,273,522
2.0 Monitoring and evaluation		-	-
2.1 Capacity building		(21,024)	578,976
2.2 Committee allowances		187,810	439,810
2.3 Use of goods and services		89,679	430,579
Total		256,465	1,449,365
3.0 Emergency			
3.1 Primary Schools			
3.2 Secondary schools			
3.3 Tertiary institutions			
3.4 Security projects			
3.5 Unutilised			
Total		1,865,350	1,865,143
4.0 Bursary and Social Security		1,865,350	1,865,143
4.1 Secondary Schools		468,164	36,223,982
4.2 Tertiary Institutions		1,749	23,042,934
4.3 Social Security		13,500,000	15,000,000
4.4 Special Needs		11,580	6,493,000
Total		13,981,493	80,759,916
5.0 Sports			
5.1			
Constituency Sports Activities			
Total			2,700,000
			2,700,000

Ndarugwa Constituency
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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021
6.0 Environment			-
kangocho primary school		-	900,000
Total		-	900,00
7.0 Primary Schools Projects			-
Aberdare School For The Deaf			2,600,000
Baari Primary School			2,500,000
Kahindu Primary School			2,000,000
Kametha Primary School			3,500,000
Kiandege Primary School			400,000
Kihuha Primary School			2,000,000
Kiriogo Primary School			400,000
Mahianyu Primary School			400,000
Michinda Primary School			250,000
Olobolosat Primary School			2,500,000
Fondo Primary School			2,500,000
Ndururi Primary school			10,000
Kiriogo Primary school			50,000
Kiharo Primary school			250,000
Kahutha Primary school			250,000
Gakoe Primary school			250,000
Mukambura Primary school			250,000
Warukira Primary school			250,000
Kihuha Primary school			250,00
Raichiri Primary school			250,000
Ndivai Primary school			250,000
Muruai Primary school			250,000
Ngawa Primary school			250,000
Wangui Primary school			250,000
Ritaya Primary School			2,600,000
Simbara primary school			900,00
Suguroi Primary School			2,600,000

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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021
Total			27,960,000
8.0 Secondary Schools Projects			-
Kambaa technical boys secondary school			2,000,000
Aberdare Girls Secondary School			3,500,000
Ndaragwa Boys Secondary School			3,500,000
Ndivai Secondary School			3,000,000
Baari secondary school			1,000,000
Total			13,000,000
9.0 Tertiary institutions Projects			-
Total			-
10.0 Security Projects			-
Kahembe Assistant Chiefs Office			2,500,000
Kariki Assistant Chiefs Office			2,000,000
Kirima Assistant Chief			700,000
Mbuyu Assistant Chiefs Office			2,500,000
Total			7,700,000
11.0 Acquisition of assets			-
Total			-
12.0 Other payments			-
NG-CDFC- Office hall		5,000,000	5,000,000
grading of the office access road		1,580	1,580
strategic plan		142,116	142,116
Total		5,143,696	5,143,696
13.0 unallocated fund			-
Unapproved projects		-	-
AIA		-	-
PMC savings			-
Total		-	-
Compensation of employees		25,569,464	116,651,64
Use of goods & services			

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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021
Amounts due to other Government entities			
Sub-Total			
Amounts due to other grants and other transfers			
Sub-Total			
Acquisition of assets			
Others (<i>specify</i>)			
Sub-Total			
Funds pending approval			
Grand Total		25,569,464	148,751,641

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	8,364,778.00	0	0	8,364,778.00
Buildings and structures	3,400,000.00	0	0	3,400,000.00
Transport equipment	2,495,880.00	0	0	2,495,880.00
Office equipment, furniture and fittings	0	0	0	0
ICT Equipment, Software and Other ICT Assets	0	0	0	0
Other Machinery and Equipment	0	0	0	0
Heritage and cultural assets	0	0	0	0
Intangible assets				
Total	14,260,658.00	0	0	14,260,658.0

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

PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
SIMBARA PRIMARY SCHOOL	COOP	01139689122900	61,827	
KANYAGIA PRIMARY	COOP	01139036112102	2,000	125,311
MURJAI PRIMARY SCHOOL	COOP	01141169476100	51,364	2,037
OLBOLOSAT SECONDARY SCHOOL	COOP	01134689208900	463	
KAMETHA PRIMARY SCHOOL	COOP	1.14169E+12	1,004	
MICHINDA PRIMARY SCHOOL	KCB	1236721810	260,319	
SUGUROI PRIMARY SCHOOL	KCB	1272989798	80,023	
RITAYA RIMARY SCHOOL	KCB	1226728774	70,433	
NGARI PRIMARY SCHOOL	KCB	1229050744	37,636	717,813
KANJOGU PRIMARY SCHOOL	KCB	1262521807	118,260	
KAMBAA TECHNICAL SECONDARY SCHOOL	KCB	1269262130	100,713	
URUKU SECONDARY SCHOOL	KCB	1272598721	799,738	
KARAGOINI SECONDARY SCHOOL	KCB	1273905628	75,867	
WANGUJI SECONDARY SCHOOL	KCB	1269010735	45,456	
IHIGAINI APRIMARY SCHOOL	KCB	1272987345	-	419
KANGOCHO PRIMARY SCHOOL	KCB	1257741632	8,009	
NDIVAI CHIEFS OFFICE	kcb	1272988872	400	69,814
NYONJORO PRIMARY SCHOOL	KCB	1263496482	63,713	64,778
SUBUKU SECONDARY SCHOOL	KCB	A/C 1273279247	1,801	390,066
THUITA PRIMARY SCHOOL	kcb	A/C 1281339121		172,086
KIHINGO PRIMARY SCHOOL	KCB	A/C 1260324575	200	
SIMBARA SECONDARY SCHOOL	KCB	A/C 1263708021	57,066	

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
MWIHANGIA SECONDARY SCHOOL	KCB	A/C 1227101783	39,465	502,119
KAHEHO PRIMARY SCHOOL	SIDIAN	A/C 01023030001094	156,695	37,444
MBUYU ASSISTANT CHIEFS OFFICE	SIDIAN	A/C 0123030001654	280	
BAARI PRIMARY SCHOOL	SIDIAN	A/C 01023030001524	142,210	
KAHINDU PRIMARY SCHOOL	SIDIAN	A/C 01023030001554	45,328	
KIHUHA PRIMARY SCHOOL	SIDIAN	1.02303E+12	26,156	
OLBOLLOSAT PRIMARY SCHOOL	SIDIAN	A/C 01023030001544	280	
KIRIOGO PRIMARY SCHOOL	SIDIAN	A/C 01023030001694	3,236	
MAHINYU PRIMARY SCHOOL	SIDIAN	A/C 01023030001184	2,713	
KIANDEGE PRIMARY SCHOOL	SIDIAN	A/C 01023030001724	2,557	
ABERDARE SCHOOL FOR THE DEAF	SIDIAN	A/C 01023030001864	2,598,975	
IRIA-INI PRIMARY SCHOOL	SIDIAN	A/C 01023030001314	7	1,537,701
KILIMANJURO PRIMARY SCHOOL	SIDIAN	A/C 01023030001804	16,739	
KWANJORA PRIMARY SCHOOL	SIDIAN	A/C 01023030001774	60,478	
MITHURI PRIMARY SCHOOL	SIDIAN	01023030001854	19,793	
MUKAMBURA PRIMARY SCHOOL	SIDIAN	A/C 01023030001824	18,332	
RAICHIRI PRIMARY SCHOOL	SIDIAN	A/C 01023030001834	51,699	
SUBEGO PRIMARY SCHOOL	SIDIAN	A/C 01023030001844	62,089	
NGAWA PRIMARY SCHOOL	SIDIAN	A/C 01023030001754	2,177,273	
KARIKI PRIMARY SCHOOL	SIDIAN	A/C 01023030001854	96,404	
KIHARO PRIMARY SCHOOL	SIDIAN	A/C 01023030001984	1,998,975	
NDURURI PRIMARY SCHOOL	SIDIAN	A/C 01023030001964	89,761	
PONDO PRIMARY SCHOOL	SIDIAN	A/C 01023030001814	36,433	
KANGAWA PRIMARY	SIDIAN	A/C 01023030001454	77,941	2,599,125
ABERDARE MIXED	SIDIAN	A/C 01023030001264		

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
MWIHANGIA PRIMARY SCH	SIDIAN	A/C 01023030001484	819	2,499,125
MUTHIGA SEC	SIDIAN	A/C 01023030001464	820	2,599,125
BAARI SECONDARY SCHOOL	SIDIAN	A/C 01023030001514	12,036	
ABERDARE HIGH SCHOOL	SIDIAN	A/C 01023030001564	902	
NDARAGWA BOYS HIGH SCHOOL	SIDIAN	A/C 01023030001634	128,899	
NDIVAI SECONDARY SCHOOL	SIDIAN	A/C 01023030001644	100,910	
KIRERA SECONDARY SCHOOL	SIDIAN	A/C 01023030001734	128,632	
PONDO SECONDARY SCHOOL	SIDIAN	A/C 01023030001914	68	
KAHUTHA SECONDARY SCHOOL	SIDIAN	A/C 01023030001354	48,375	
KIMARU SECONDARY SCHOOL	SIDIAN	A/C 01023030001224	42,718	
MUKOE SECONDARY SCHOOL	SIDIAN	A/C 01023030001944	982,017	
SHAMATA GIRLS HIGH SCHOOL	SIDIAN	A/C 01023030001974	1,132,404	
LESHAU BOYS HIGH SCHOOL	SIDIAN	A/C 01023030001954	2,598,975	
NDARAGWA GIRLS HIGH SCHOOL	SIDIAN	A/C 01023030001994	987,706	
ABERDARE HIGH SCHOOL	SIDIAN	A/C 01023030001564		
KIRIMA CHIEFS OFFICE	SIDIAN	A/C 01023030001104	19,690	
KAHEMBE ASSISTANT CHIEF OFFICE	SIDIAN	A/C 01023030001674	280	
KARIKI ASSISTANT CHIEFS OFFICE	SIDIAN	A/C 01023030001664	73,333	
GITHUNGUCHU CHIEFS OFFICE	SIDIAN	A/C 01023030001744	63,883	
PESI CHIEF'S OFFICE	SIDIAN	A/C 01023030001764	280	
KIHARA CHIEFS OFFICE	SIDIAN	A/C 01023030001784	280	
NDIVAI PRIMARY SCHOOL	SIDIAN	A/C 01023030001424	769	769
ABERDARE MIXED SEC SCHOOL	SIDIAN	A/C 01023030001264	280	514,156
KAHUTHA SECONDARY SCHOOL	SIDIAN	A/C 01023030001354	48,375	122,047
KIHARA PRIMARY SCHOOL	SIDIAN	A/C 01023030001324	280	144,988
KIHUHA SECODANRY SCHOOL	SIDIAN	A/C 01023030001294	287	87,207
KIMARU PRIMARY SCHOOL	SIDIAN	A/C 01023030001364	648	129,368

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
KIMARU SECONDARY SCHOOL	SIDIAN	A/C 01023030001224	42,718	331,209
MUNG'ETHO PRIMARY SCHOOL	SIDIAN	A/C 01023030001334	289	47,409
MWAI KIBAKI PRY SCHOOL	SIDIAN	A/C 01023030001064	1,630	95,230
MWAI KIBAKI SECONDARY SCHOOL	SIDIAN	A/C 01023030001474	280	260,493
NDAYA PRIMARY SCHOOL	SIDIAN	A/C 01023030001444	161,782	1,407,966
NDOGINO PRIMARY SCHOOL	SIDIAN	A/C 01023030001344	280	107,711
NDARAGWA NGCDF ENCVIRONMENT PROJECT	KCB	A/C 1225574471	150,380	
NDARAGWA SPORTS ACCOUNT	KCB	A/C 1255023066	424,474	
			16,715,610	14,565,516

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Annex 6: Progress On Follow Up of Auditor Recommendations*

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Emergency	The toilets were very necessary at the moment since they had collapsed and also the removal of asbestos were in the dining hall was a very necessary since it was a health risk to the students and would have resulted to closure of the school	AWAITING SFAC AND HEARING APPEARANCE	
	Incomplete projects	These were the projects that had been given funds at the end of the financial year and they have since been completed and are in use Branding of projects : the process is progress	AWAITING SFAC AND HEARING APPEARANCE	
	Kihara secondary school	The works are now complete and the classes and laboratory is in use.	AWAITING SFAC AND HEARING APPEARANCE	

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Name
Fund Account Manager.