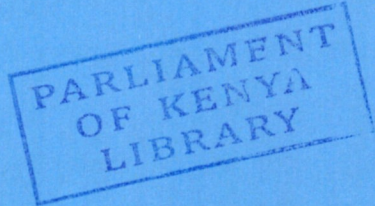


REPUBLIC OF KENYA



Enhancing Accountability

REPORT



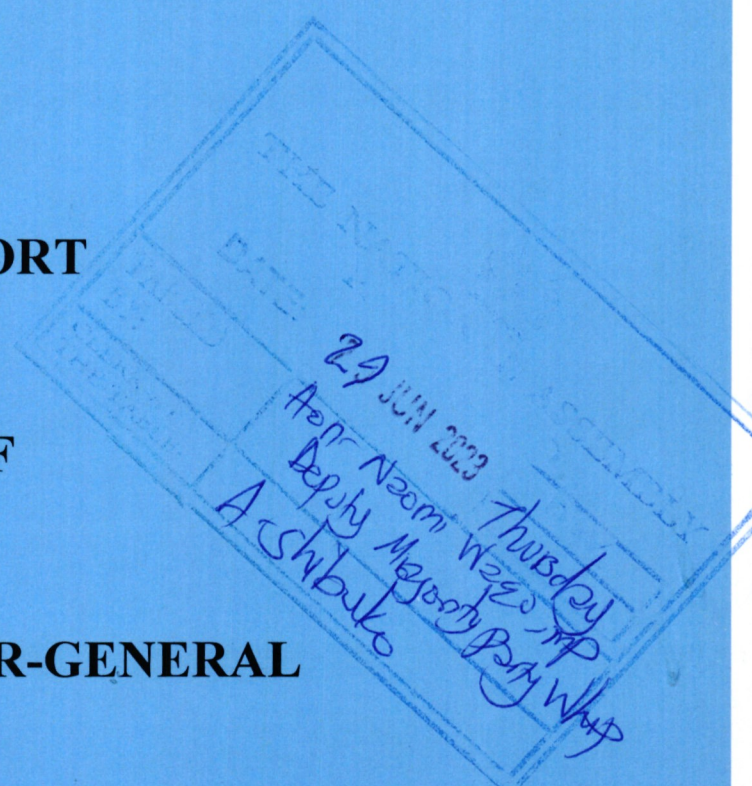
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THE AUDITOR-GENERAL

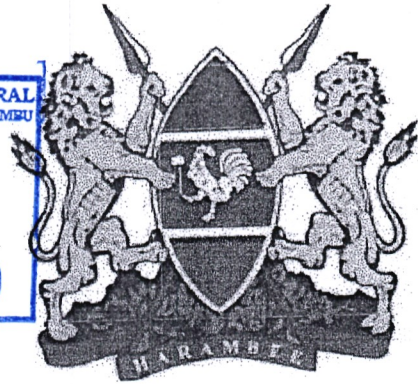
ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – MAARA CONSTITUENCY**

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



Revised Template 30th June 2022



MAARA 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)

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

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I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Anthony Muchangí Kariuki
2.	Sub-County Accountant	Rodah K. Kirera
3.	Chairman NGCDFC	Jasper Kiambi M'Rithaa
4.	Member NGCDFC	Mercy Gaceri Mate

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Maara 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) Maara Constituency NGCDF Headquarters

P.O. Box 301-60401
Youth Empowerment Centre
Kieganguru Kiraro Road
Chogoria, KENYA

(f) Maara Constituency NGCDF Contacts

E-mail: cdfmaara@ngcdf.go.ke

(g) Maara Constituency NGCDF Bankers

Family bank
Chuka branch
A/C NO 054000005611

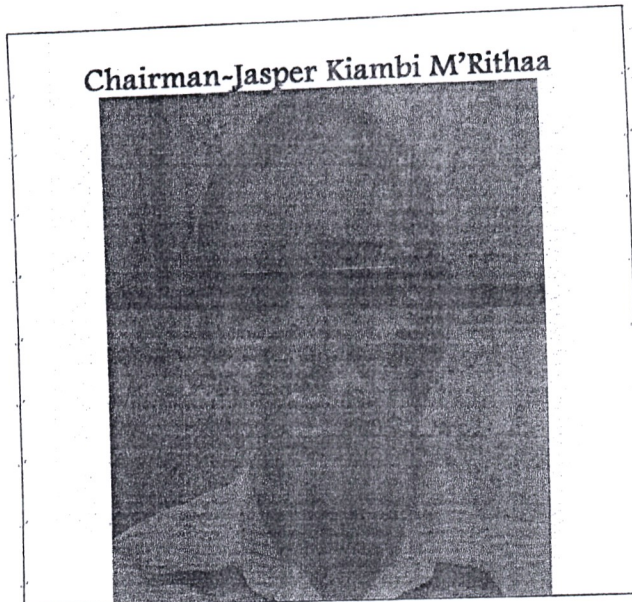
(h) Independent Auditors

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

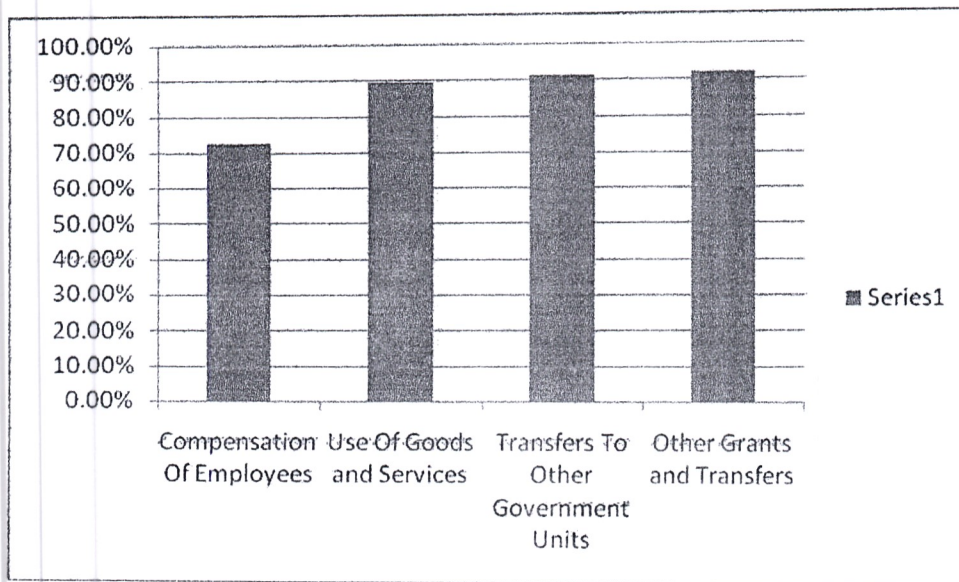
(i) Principal Legal Adviser

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

II. NG-CDF Chairman's Report



During the financial year Maara NG-CDF utilised Kshs 207,561,355 out of kshs 228,081,586 available for utilisation representing 91% absorption rate. This comprised compensation of employees at 73%, use of goods and services 89%, transfer to other government units 91%, other grants and transfers 92% .



The constituency has greatly benefitted from NG-CDF notably in the sectors of Education, sports, environment conservation and security.

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During implementation of the projects, the constituency has encountered numerous challenges *including*; lack of proper planning by project management committees, lengthy and cumbersome procurement procedures as well as the corona virus pandemic.

To address these challenges we recommend that: more funds be set aside for monitoring and evaluation to enable NG-CDFC train project management committees on project planning, the NG-CDF Board ensures the employment of procurement officers and works officers atleast at county levels.



JASPER KIAMBI

CHAIRMAN NGCDF COMMITTEE

III. Statement Of Performance Against Predetermined Objectives for FY2021/22

Introduction

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

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

- a) To improve access to quality education
- b) To harness youth talent and empower them
- c) To cater for any unforeseen occurrences in the constituency
- d) To promote environmental sustainability in the constituency
- e) To enhance security in the constituency
- f) To improve tracking of implementation NG-CDF programmes
- g) To promote performance management and smooth running of the NG-CDF office

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Access to quality education	To improve access to quality education	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	-A total of 10,000 students benefited from bursary - various primary schools renovated and latrines done
Youth and Sports	To harness youth talent and empower them	Increase in youth talents in use and number	- number of forums held - number of	Purchase of sports uniforms bought.

Maara Constituency

National Government Constituencies Development Fund (NGCDF)

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

		of empowered youths	sports initiatives supported	
Emergency Support	To cater for any unforeseen occurrences in the constituency	-reduced cases of closed learning institutions	-number of institutions receiving emergency funding	11 institutions received funding
Environment	To promote environmental sustainability in the constituency	- increased forest coverage	% of coverage achieved	Four institutions received funding for construction of toilets, eleven water harvesting and two tree planting
Security	To enhance security in the constituency	-reduced cases of insecurity -increase in number of offices done	- number of usable physical infrastructure build for security department	11 security offices funded

IV. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- *Maara NG-CDF has set aside funds for tree planting in about ten schools and only awaits the rainy season to undertake the planting activity. Sensitization of youth/ community on the impact of drugs.*
- *Maara NG-CDF has sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.*
- *MaaraNG-CDF staff Have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*

3. Employee welfare

We invest in providing the best working environment for our employees. Xxx 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. Maara constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of

movement and accessibility within the office. The Constituency has also put in place disaster *mitigating measures* including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and

policies and the constituency strategic development plan. The identified list of priority projects, both *immediate and long term*, was submitted to the NG CDF Board in accordance with the Act.

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

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

Public Awareness

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

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



.....
Anthony Muchangi Kariuki

FAM

Y, 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-Maara 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-Maara 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- Maara 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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The Accounting Officer in charge of the NGCDF Maara 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- Maara Constituency financial statements were approved and signed by the Accounting Officer on 5th August 2022.



.....
Name: Jasper Kiambi M'Rithaa
Chairman – NGCDF Committee



.....
Name: Anthony Muchangi Kariuki
Fund Account Manager

REPUBLIC OF KENYA



Enhancing Accountability

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Anniversary Towers
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P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MAARA 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 the National Government Constituencies Development Fund - Maara Constituency set out on pages 1 to 51, which comprise the statement of assets and liabilities as at 30 June, 2022 and the statement of

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

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Maara 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Accuracy and Presentation of Financial Statements

Note 17.3 to the financial statements reflects Kshs.90,992,705 in respect to comparative balance for unutilized funds as at 30 June, 2021. The amount includes Kshs.3,901,779 and Kshs.400,000 for use of goods and services and acquisition of assets respectively. However, the previous year's audited financial statements had a balance of Kshs.4,301,779 in respect to use of goods and services and a nil balance under acquisition of assets resulting to unexplained and unreconciled variance of Kshs.400,000.

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

2. Unsupported Bursary Grants

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects an amount of Kshs.101,262,185 in respect to other grants and transfers which includes Kshs.47,933,650 and Kshs.25,034,980 both totalling to Kshs.72,968,630 in respect to bursaries disbursed to secondary schools and tertiary institutions respectively during the year. However, bursary payments totalling Kshs.9,119,500 or 14% of the total bursaries disbursed were not acknowledged through issuance of receipts by the beneficiary schools and institutions.

Further, two hundred eighty three (283) students were awarded bursary grants totalling to Kshs.2,334,200 without admission numbers, casting doubt on their authenticity. In absence of admission numbers, it was difficult to determine whether the beneficiaries were bonafide students in the respective institutions since admission numbers serve as unique identifiers of learners.

In the circumstances, the accuracy and value for money for the expenditure amount of Kshs.11,453,700 could not be confirmed.

3. Sports Projects

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects other grants and transfers amount of Kshs.101,262,185 which

includes Kshs.5,483,555 in respect to sports projects which was used in procurement of sports equipment for distribution to various teams in the Constituency. However, records including minutes of appointment of Project Management Committee, advertisement, opening and evaluation of tender, letter of award and contract agreement for the supply of sports equipment were not provided for audit verification contrary to Regulation 104(1) of the Public Finance Management (National Government) Regulations, 2015 which stipulates that all receipts and payment vouchers of public monies shall be properly supported by pre-numbered receipt and payment vouchers and shall be supported by appropriate authority and documentation.

In the circumstances, the accuracy and value for money for the expenditure amount of Kshs.5,483,555 could not be confirmed.

4. Cash and Bank Balances

4.1 Stale Cheques

The statement of assets and liabilities and as disclosed in Note 10A to the financial statements reflects a balance of Kshs.7,831,353 in respect to cash and cash equivalents. However, the bank reconciliation statement reflects unrepresented cheques totalling to Kshs.7,711,923 which includes stale cheques totalling to Kshs.41,500 which had not been replaced or reversed in the cashbook thereby understating the cash and cash equivalents by the same amount.

In addition, although the Management prepared bank reconciliations on a monthly basis, these were not submitted to the Auditor-General on a monthly basis contrary to Section 90(1) of the Public Finance Management (National Governments) Regulations, 2015.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.7,831,353 as at 30 June, 2022 could not be confirmed.

4.2 Unconfirmed Project Management Committee (PMC) Bank Balances

Note 17.4 and Annex 5 to the financial statements reflects an amount of Kshs.21,231,686 in respect to PMC bank balances held in various bank accounts as at 30 June, 2022. However, the Management did not provide respective cashbooks, bank reconciliation statements and certificates of bank balances as at the end of the financial year for audit review contrary to Section 90 (1) of the Public Finance Management (National Government) Regulations, 2015 which states that accounting officer shall ensure bank accounts reconciliations are completed for each bank account held by that accounting officer, every month and submit a bank reconciliation statement not later than the 10th of the subsequent month to the National Treasury with a copy to the Auditor-General.

In addition, records provided revealed that seven projects had been completed and had bank balances totalling to Kshs.534,395 remaining in the PMC bank accounts. It was not clear why the amount was not transferred back to the Constituency bank account contrary to Section 12(8) of the National Government Constituencies Development Fund Act, 2015 which states that unutilized funds of the Project Management Committee shall be returned to the constituency account.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.21,231,686 could not be confirmed. In addition, the Management was in breach of the law.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation for the year ended 30 June, 2022 reflects an approved receipts budget of Kshs.228,081,586 and actual receipts of Kshs.215,392,707 resulting to a budget shortfall of Kshs.12,688,879 or 6% of the budget.

Similarly, the Fund expended Kshs.207,561,355 against a final approved expenditure budget of Kshs.228,081,586 resulting to a net under expenditure of Kshs.20,520,232 or 9% of the budget.

The underperformance is an indication that some programmes and activities that had been planned were not implemented and may have impacted negatively on service delivery to the public.

2. Project Implementation

2.1 Delay in Implementation of Projects

The summary statement of appropriation for the year ended 30 June, 2022 reflects total expenditure of Kshs.207,561,355 which includes Kshs.90,864,678, Kshs.101,262,185 and Kshs.598,000 for transfer to other government units, other grants and transfers and acquisition of assets respectively all totalling to Kshs.192,724,863 which was disbursed to various institutions for implementation of projects. However, the project implementation status report provided for audit revealed that ninety-two (92) projects amounting to Kshs.146,066,055 were complete, thirty-four (34) projects with a cost of Kshs.42,958,808 were ongoing while four (4) projects valued at Kshs.3,700,000 were not started as summarized below:

Project	Total Allocation (Kshs.)	Disbursement (Kshs.)	No. of Projects	Implementation Status
Bursary	34,272,219	34,272,219	2	Completed
Primary Schools Projects	68,670,281	68,670,281	61	

Project	Total Allocation (Kshs.)	Disbursement (Kshs.)	No. of Projects	Implementation Status
Secondary Schools Projects	26,240,000	26,240,000	13	
Sports	5,483,555	5,483,554	2	
Security	11,400,000	11,400,000	14	
Sub-Total	146,066,055	146,066,055	92	
Emergency	15,019,579	8,319,579	2	Ongoing
Primary Schools Projects	20,602,901	20,602,901	18	
Secondary Schools Projects	21,766,860	12,836,328	11	
Security	1,200,000	1,200,000	3	
Sub-Total	58,589,340	42,958,808	34	Not Started
Primary Schools Projects	1,500,000	1,500,000	2	
Secondary Schools Projects	4,500,000	2,000,000	1	
Security	200,000	200,000	1	
Sub-Total	6,200,000	3,700,000	4	
Total	210,855,395	192,724,863	130	

In view of the foregoing, the constituents did not get the expected services equivalent to the four (4) projects not started worth Kshs.3,700,000 and the thirty four (34) ongoing projects worth Kshs.42,958,808 both totalling to Kshs.46,658,808. This is an indication of inappropriate project implementation mechanism. There is need therefore for the Constituency Development Fund Management to review its project planning and implementation mechanism with a view to improve efficiency in project implementation resulting to higher impact to the residents of Maara Constituency.

2.2 Poor Workmanship in Construction Project

The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects an amount of Kshs.90,864,678 in respect to transfer to other Government units which includes an amount of Kshs.39,500,000 in respect to transfer to secondary schools which further includes Kshs.6,000,000 transferred to Nturiri Secondary School for construction of a dormitory and an administration block. However, physical verification carried out in March, 2023 revealed that the buildings were complete but not in use. In addition, the floor and walls of the administration block had visible cracks and the paint was peeling off even before project handover for use. Further, some window panes of the dormitory had fallen off which is a pointer to poor workmanship.

In the circumstances, the value for money for the expenditure amount of Kshs.6,000,000 spent on the projects could not be confirmed.

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. Failure to Provide Expenditure Returns

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects other grants and transfers amount of Kshs.101,262,185 which includes Kshs.4,000,000 in respect to environment projects, which further includes Kshs.350,000 disbursed to Willies Primary School for construction of five doors pit latrine. However, records including minutes of appointment of Project Management Committee, tender advertising, opening and tender evaluation minutes and expenditure returns were not provided for audit review contrary to Regulation 15(l) of the National Government Constituencies Development Fund Regulations, 2016 which states that there shall be appointed a Project Management Committee for each project in a Constituency in accordance with section 36 of the Act which shall implement projects in consultation with the relevant departments of government, maintain proper records of all minutes, accounting documents and other records in relation to projects being implemented, prepare returns and file them with a Constituency Committee on a timely basis and account for funds to a Constituency Committee.

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

2. Irregular Administration of Emergency Funds

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects an amount of Kshs.101,262,185 in respect to other grants and transfers which includes Kshs.8,010,000 in respect to emergency projects which further includes Kshs.100,000 and Kshs.800,000 transferred to Kauni Primary School and Muthambi DCC respectively both totalling to Kshs.900,000 which was not supported by expenditure returns from the respective Project Management Committees. This is contrary to Regulation 15(1) of the National Government Constituencies Development Fund Regulations, 2016.

Further, the Management did not provide evidence that independent bank accounts were opened for the projects contrary to Regulation 15(l)(c) of the National Government Constituencies Development Fund Regulations, 2016 which requires Project Management Committee to open an independent bank account for each project.

In addition, the Fund utilized a total of Kshs.8,010,000 in respect to emergency projects during the year. However, there was no evidence that this was reported to the Board within thirty days of the occurrence of the emergency in accordance to Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016.

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 matter 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

Lack of Information Communication Technology (ICT) Policy

Review of the Fund's ICT environment revealed that there was no formal approved ICT Policy in place during the year under review. The policy would have included data security, disaster recovery plans, back up and retention strategy. Further, the Fund did not have policies and procedures in place to cover environmental controls risks like fire suppression systems. This is contrary to Section 149(2) (c) of the Public Finance Management Act, 2012 which provides that an accounting officer shall ensure that all financial and accounting records that the entity keeps in any form including in electronic form are adequately protected and backed up.

In the circumstances, there is a risk of critical data loss, manipulation and or mismanagement due to lack of security controls.

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 controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the 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 the Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become

inadequate because of changes in conditions, or that the degree of compliance with policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

15 June, 2023


*Maara 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	170,088,879	160,767,724
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	45,000
Total Receipts		170,088,879	160,812,724
Payments			
Compensation Of Employees	4	2,438,680	2,029,400
Use Of Goods and Services	5	12,397,812	10,372,060
Transfers To Other Government Units	6	90,864,678	88,348,451
Other Grants and Transfers	7	101,262,185	24,230,954
Acquisition Of Assets	8	598,000	800,000
Other Payments	9	-	-
Total Payments		207,561,355	125,780,865
Surplus/(Deficit)		(37,472,476)	35,031,859

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 5th August 2022 and signed by:



Fund Account Manager



National Sub-County
Accountant



Chairman NG-CDF
Committee

Name: Anthony M. Kariuki

Name: Rodah K. Kirera
ICPAK M/No:

Name: Jasper Kiambi M'Rithaa


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


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


	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	7,831,353	45,303,828
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		7,831,353	45,303,828
Accounts Receivable			
Outstanding Imprests	11		
Total Financial Assets		7,831,353	45,303,828
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A		
Gratuity	12B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		7,831,353	45,303,828
Represented By			
Fund Balance B/Fwd	13	45,303,828	10,271,970
Prior Year Adjustments	14		
Surplus/Deficit for The Year		(37,472,476)	35,031,859
Net Financial Position		7,831,353	45,303,829

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 5th August 2022 and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: Anthony M. Kariuki

Name: Rodah K. Kirera
ICPAK M/No:

Name: Jasper Kiambi M'Rithaa

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

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

	Notes	2021 - 2022	2020 - 2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	170,088,879	160,767,724
Other Receipts	3	-	45,000
Total Receipts		170,088,879	160,812,724
Payments			
Compensation Of Employees	4	2,438,680	2,029,400
Use Of Goods and Services	5	12,397,812	10,372,060
Transfers To Other Government Units	6	90,864,678	88,348,451
Other Grants and Transfers	7	101,262,185	24,230,954
Other Payments	9	-	-
Total Payments		206,963,355	124,980,865
Total Receipts Less Total Payments			
Adjusted For:		-	-
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	-	-
Prior Year Adjustments	14	-	-
Net Cash Flow from Operating Activities		(36,874,476)	35,831,859
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	(598,000)	(800,000)
Net Cash Flows from Investing Activities		(598,000)	(800,000)
Net Increase In Cash And Cash Equivalent		(37,472,476)	35,031,859
Cash & Cash Equivalent At Start Of The Year	10	45,303,829	10,271,970
Cash & Cash Equivalent At End Of The Year	10	7,831,354	45,303,829

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


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 5th August 2022 and signed by:




Fund Account Manager

Name: Anthony M. Kariuki



National Sub-County
Accountant

Name: Rodah K. Kirera
ICPAK M/No:



Chairman NG-CDF
Committee

Name: Jasper Kiambi M'Rithaa

Mwara 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		Actual on comparable basis		Budget utilization difference		% of Utilization
	a	b	c	d	e	f	g	h	i	j	
	2021/2022	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2021/2022	30/06/2022					
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	%
Transfers From NGCDF Board	137,088,879	45,303,828	45,303,828	45,688,879	228,081,586	215,392,707	215,392,707	12,688,879	12,688,879	94.4%	
Proceeds From Sale of Assets					0						
Other Receipts					0						
Totals	137,088,879	45,303,828	45,303,828	45,688,879	228,081,586	215,392,707	215,392,707	12,688,879	12,688,879	94.4%	
Payments											
Compensation Of Employees	2,559,900			800,000	3,359,900	2,438,680	2,438,680	921,220	921,220	72.6%	
Use Of Goods and Services	9,778,098	1,444,097	1,444,097	2,641,096	13,863,291	12,397,812	12,397,812	1,465,479	1,465,479	89.4%	
Transfers To Other Government Units	74,344,678	5,600,000	5,600,000	19,820,000	99,764,678	90,864,678	90,864,678	8,900,000	8,900,000	91.1%	
Other Grants and Transfers	50,406,203	38,207,870	38,207,870	21,829,783	110,443,856	101,262,185	101,262,185	9,181,672	9,181,672	91.7%	
Acquisition Of Assets				598,000	598,000	598,000	598,000	-	-	100.0%	
Other Payments	0	6861	6861		6,861			6,861	6,861	0.0%	
Funds Pending Approval**		45000	45000		45,000			45,000	45,000		
Totals	137,088,879	45,303,828	45,303,828	45,688,879	228,081,586	207,561,355	207,561,355	20,520,232	20,520,232	91.0%	

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

Notes

- i) compensation of employees- under utilisation is due to a big balance carried forward
- ii) use of goods and services- under utilisation is due to a big balance carried forward

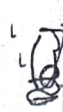
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	20,520,232
Less undisbursed funds receivable from the Board as at 30 th June 2022	12,688,879
Add Accounts payable	7,831,353
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/2022	7,831,353

The Constituency financial statements were approved on 5th August 2022 and signed by:



Fund Account Manager

Name: Anthony M. Kariuki



National Sub-County Accountant

**Name: Rodah K. Kirera
ICPAK M/No:**



Chairman NG-CDF Committee

Name: Jasper Kiambi M'Rithaa

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

Programme/Sub-programme	Original Budget		Adjustments		Final Budget 2021/2022	Actual on comparable basis 30/06/2022	Budget utilization difference
	2021/2022	Kshs	Opening Balance (C/Bk) and AIA	Kshs			
1.0 Administration and Recurrent							
1.1 Compensation of employees	2559900				3359900	2438680	921220
1.2 Committee allowances	2400000		110229.2		3000000	2349000	651000
1.3 Use of goods and services	3265432		1190000		5194091	4370413	823678
	8225332		1300229.2		11553991	9158093	2395898
2.0 Monitoring and evaluation							
2.1 Capacity building	1300000				1300000	1192000	108000
2.2 Committee allowances	2112666		143867.7		3169200	3162600	6600
2.3 Use of goods and services	700000				1200000	923800	276200
	4112666		143867.7		5669200	5278400	390800
			635165.09				
3.0 Emergency	182207				7009579	0	7009579

Mara Constituency

National Government Constituencies Development Fund (NGCDF)

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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			
3.1 Primary Schools						0
Kalani primary school	100,000			100000	100000	0
Kajiinduthi primary school	830,000			830000	830000	0
Ngani primary school	200,000			200000	200000	0
Jedle kiraithe primary school	810,000			810000	810000	0
Giantkaja primary school	960,000			960000	960000	0
Kiimi boarding primary school	860,000			860000	860000	0
Nkangahi primary school	910,000			910000	910000	0
Witu primary school	600,000			600000	600000	0
Karigini primary school	800,000			800000	800000	0
3.2 Secondary schools				0	0	0
Nditifune secondary school						
	940000			940000	940000	0
3.4 Security projects					0	0
Muthambi DCC offices			800000	800000	800000	0
Mitkeru ACC office			200000	200000	200000	0

Maara 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 ALA	Previous Years' Outstanding Disbursements			
	7192207	635165.09	7192206.91	15019579	8010000	7009579
4.0 Bursary and Social Security						
4.1 Primary Schools						
4.2 Secondary Schools	20000000	22696284.2	1272219.8	43968504	47933650	-3965146
4.3 Tertiary Institutions	14272219	14000000	2000000	30272219	25434980	4837239
4.4 Universities						
4.5 Social Security						
5.0 Sports	34272219	36696284.2	3272219.8	74240723	73368630	872093
5.1	2741777		2741777.5	5483554.5	5483554.5	0
5.2						
5.3						
6.0 Environment	2741777	0	2741777.5	5483554.5	5483554.5	0
Mikuu Assistan t Chief Office	200,000.00			200,000.00	200,000.00	0.00

Maara 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			
W'ililies Primary School	350,000.00			350,000.00	350,000.00	0.00
Ik'indu Primary School	350,000.00			350,000.00	350,000.00	0.00
Kariakomo Primary School	200,000			200,000	200,000	0.00
N'kundi Primary School	200,000			200,000	200,000	0.00
Ka'lewa Primary School	200,000			200,000	200,000	0.00
Makuri Primary School	200,000			200,000	200,000	0.00
Kanoro Primary School	200,000			200,000	200,000	0.00
Mitheru Assistant County Commissioner'S Offices	100,000			100,000	100,000	0.00
Karwangu Secondary School				100,000.00		0.00
Irufi Primary School			350,000.00	350,000.00	350,000.00	0.00
Kia'jjuki Primary School			350,000.00	350,000.00	350,000.00	0.00
Karigini Primary School			200,000.00	200,000.00	200,000.00	0.00
Nkangani Primary School			200,000.00	200,000.00	200,000.00	0.00
Kajjethetu Primary School			200,000.00	200,000.00	200,000.00	0.00
Kaare Primary School			200,000.00	200,000.00	200,000.00	0.00
Kabaikubu Primary School			200,000.00	200,000.00	200,000.00	0.00

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 ALA	Previous Years' Outstanding Disbursements			
Mbogori Primary School			100,000.00	100,000.00	100,000.00	0.00
	2,000,000.00	0.00	2,000,000.00	4,000,000.00	4,000,000.00	0.00
7.0 Primary Schools Projects						
Marima Primary School	500,000			500,000	500,000	0
Itara Primary School	600,000.00			600,000.00	600,000.00	0
Mumbuni Primary School	1,000,000			1,000,000	1,000,000	0
Ntakani Primary School	500,000			500,000	500,000	0
Iriga Deb Primary School	1,000,000			1,000,000	1,000,000	0
Rurea Primary School	500,000			500,000	500,000	0
Gitija Primary School	500,000			500,000	500,000	0
Mbironi Primary School	500,000			500,000	500,000	0
Murunga Primary School	500,000			500,000	500,000	0
Kirimi Primary School	841,777			841,777	841,777	0
Ndunguri Primary School	700,000			700,000	700,000	0
Ngeru Primary School	700,000			700,000	700,000	0
Eapc Maara Day And Boarding Primary School	1,000,000			1,000,000	1,000,000	0
Kagira Primary School	500,000			500,000	500,000	0

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			
St. Peters Keriani Primary School	700,000			700,000	700,000	0
Kiābio Primary School	1,500,000			1,500,000	1,500,000	0
Miragu Primary School	2,000,000			2,000,000	2,000,000	0
Gīampatipo Primary School	500,000			500,000	500,000	0
Ruguta Primary School	602,901			602,901	602,901	0
Kiini Boarding Primary School	1,000,000			1,000,000	1,000,000	0
Kiainugu Primary School	1,000,000			1,000,000	1,000,000	0
Kiāndiri Primary School	1,000,000			1,000,000	1,000,000	0
Irama Primary School	700,000			700,000	700,000	0
Kiurani Primary School	2,500,000			2,500,000	2,500,000	0
Iruari Primary School	1,000,000			1,000,000	1,000,000	0
Mautini Primary School	2,000,000			2,000,000	2,000,000	0
Kiānjukā Primary School	500,000			500,000	500,000	0
Karumbi Primary School	400,000			400,000	400,000	0
Ngaani Primary School	1,000,000			1,000,000	1,000,000	0

Maara Constituency

National Government Constituencies Development Fund (NGCDF)

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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			
St Augustine Majira Primary School	2,000,000			2,000,000	2,000,000	0
Chogoria Complex Primary School	2,000,000			2,000,000	2,000,000	0
Kimuchia Primary School	2,500,000			2,500,000	2,500,000	0
Thigaa Primary School	500,000			500,000	500,000	0
Mbogori Primary School	1,000,000			1,000,000	1,000,000	0
Witu Primary School	2,000,000			2,000,000	2,000,000	0
Katharaka Primary School	1,500,000			1,500,000	1,500,000	0
Nturiri Primary School	700,000			700,000	700,000	0
Gitare Primary School	2,000,000			2,000,000	2,000,000	0
Kairuni Primary School	2,000,000			2,000,000	2,000,000	0
Kieganguru Primary School	700,000			700,000	700,000	0
Rugongoni Primary	1,000,000			1,000,000	0	1,000,000
Kaare Primary School	500,000			500,000	500,000	0
Kaganjo Primary School			500,000.00	500,000.00	500,000.00	0
Kagira Primary School			800,000.00	800,000.00	800,000.00	0
Nkangani Primary School			1,320,000.00	1,320,000.00	1,320,000.00	0

Ziara Constituency

National Government Constituencies Development Fund (NGCDF)

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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			
Kiatakomo primary school		1,000,000		1,000,000	1,000,000	0
Kigini primary school		1,400,000		1,400,000	1,400,000	0
Makuri primary school		1,200,000		1,200,000	1,200,000	0
Nturi primary school		1,000,000		1,000,000	1,000,000	0
Kiganguru primary school		1,000,000		1,000,000	1,000,000	0
Itungona primary school			700,000	700,000		700,000
Maguma primary school			700,000	700,000		700,000
Igikamba primary school			1,300,000	1,300,000		1,300,000
Kau primary school			1,200,000	1,200,000		1,200,000
Karoro Primary School			800,000	800,000		800,000
Ntundi Primary School			700,000	700,000		700,000
Ngata primary school			800,000	800,000		800,000
Kabui primary school			1,000,000	1,000,000		1,000,000
Kagongo gaceke primary school						
			700,000	700,000		700,000
	44,144,678	5,600,000	10,520,000	60,264,678	51,364,678	8,900,000
8.0 Secondary Schools Projects (Li. at all the Projects)						
Muraga Secondary School	1,000,000			1,000,000	1,000,000	0

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			
Kajiunduthi Day Secondary School	2,000,000			2,000,000	2,000,000	0
Ikumbo Mixed Day Secondary School	1,000,000			1,000,000	1,000,000	0
Kauni Day Secondary School	2,000,000			2,000,000	2,000,000	0
Karimba Day Secondary School	1,500,000			1,500,000	1,500,000	0
Ikame Day Secondary School	1,000,000			1,000,000	1,000,000	0
Gitungu Secondary School	1,500,000			1,500,000	1,500,000	0
Igangara Secondary School	700,000			700,000	700,000	0
Kiurani Boys Secondary School	1,500,000			1,500,000	1,500,000	0
Iruuna Day Secondary School	500,000			500,000	500,000	0
Kieni Day Secondary School	2,000,000			2,000,000	2,000,000	0

Zvarewa Constituency

National Government Constituencies Development Fund (NGCDF)

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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			
Nduruki Day Secondary School	1,000,000			1,000,000	1,000,000	0
Kilanjagi Day Secondary School	1,000,000			1,000,000	1,000,000	0
Wetu Day Secondary School	1,000,000			1,000,000	1,000,000	0
Kiliani Boys Secondary School	2,000,000			2,000,000	2,000,000	0
Ganchuku Day Secondary School	1,000,000			1,000,000	1,000,000	0
Tigaa Secondary School	1,000,000			1,000,000	1,000,000	0
Kiganguru Girls Secondary School	1,500,000			1,500,000	1,500,000	0
Munga Secondary School	1,000,000			1,000,000	1,000,000	0
Ntutiri Secondary School	6,000,000			6,000,000	6,000,000	0
Giamparipo Day Secondary School						
Gitija Day Secondary School			1,500,000.00	1,500,000.00	1,500,000.00	0
Ntutiri Secondary School			800,000.00	800,000.00	800,000.00	0
			5,000,000.00	5,000,000.00	5,000,000.00	0

Mara 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			
Kiurani Girls Secondary School			2,000,000.00	2,000,000.00	2,000,000.00	0
	30200000	0	9300000	39500000	39500000	0
9.0 Tertiary institutions Projects (List all the Projects)						
9.1						
9.2						
9.3						
9.4						
10.0 Security Projects						
Gituja Assistant Chief Office	1,200,000			1,200,000	1,200,000	0
Kariakoma Assistant Chief Office	200,000			200,000	200,000	0
Karimba Assistant Chief Office	1,200,000			1,200,000	1,200,000	0
Magutuni Police Post	500,000			500,000	500,000	0

Maara Constituency
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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			
Kiriani Assistant Chief Office	200,000			200,000	0	200,000
Gakui Assistant Chief Office	200,000			200,000	200,000	0
Mukwego Assistant Chief Office	200,000			200,000	200,000	0
Maara Deputy county commissioner office	500,000			500,000	500,000	0
We'ru Assistant Chiefs Office		200,000.00	1000000	1,200,000.00	1200000	0
Kitihare Assistant Chief Office		200,000.00	1000000	1,200,000.00	1200000	0
Nkangani Assistant Chief Office		200,000.00	1000000	1,200,000.00	1200000	0
Muragara Assistant Chief Office		200,000.00	1000000	1,200,000.00	1200000	0
Maara Police Division			2000000	2,000,000.00	2000000	0
Gajichau assistant chief office		76421	123579	200,000.00	0	200,000
Majira police post			500000	500,000.00	0	500,000
	4,200,000	876,421	6,623,579	11,700,000	10,800,000	900,000
II.O Acquisition of assets						

Mara 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			
11.1 Motor Vehicles (including mopbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment						
11.4 Purchase of computers			598000	598000	598000	
11.5 Purchase of land						
12.0 Others		0	598000	598000	598000	0
health		6861		6861		6861
		6861	0	6861	0	6861
Funds pending approval**		45000		45000		45000
Total	137,088,879.00	45,303,828.19	45,688,879.31	228,081,586.50	207,561,355.50	20,520,231.00

I. 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-Maara 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.

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

XI. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO. B140988	33,000,000.00	
AIE NO. B105499	44,000,000.00	
AIE NO. B105851	22,000,000.00	
AIE NO. B128599	5,000,000.00	
AIE NO. B128911	12,000,000.00	
AIE NO. B154109	12,000,000.00	
AIE NO. B164443	18,000,000.00	
AIE NO. B155876	24,088,879.00	
AIE NO B104863		69,367,724.10
AIE NO B124724		8,000,000
AIE NO B119549		8,500,000
AIE NO B119939		12,000,000
AIE NO B128181		6,900,000
AIE NO B128494		7,000,000
AIE NO B132237		6,000,000
AIE NO B138905		12,000,000
AIE NO B126199		7,000,000
AIE NO B126494		11,000,000
AIE NO B140637		13,000,000
TOTAL	170,088,879	160,767,724

2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-

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Receipts from sale of office and general equipment	-	-
<i>Receipts from the Sale Plant Machinery and Equipment</i>	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	45,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	45,000

Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,826,400	1,455,400
Personal allowances paid as part of salary		
House Allowance	192,000	200,000
Transport Allowance	-	-
Leave allowance	16,000	20,000
Gratuity to contractual employees	333,000	300,000
Employer Contributions Compulsory national social security schemes	71,280	54,000
Total	2,438,680	2,029,400

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Utilities, supplies and services	0	0
Electricity	0	0
Water & sewerage charges	-	-
Office rent		-
Communication, supplies and services	525,550	407,140
Domestic travel and subsistence	81,500	172,800
Printing, advertising and information supplies & services	0	140,220
Rentals of produced assets		-
Training expenses	1,532,000	948,000
Hospitality supplies and services	341,280	298,160
Other committee expenses	4,865,600	3,952,200
Committee allowance	1,187,000	846,000
Insurance costs		-
Specialised materials and services		-
Office and general supplies and services	1,270,480	1,421,265

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

Fuel, oil & lubricants	900,000	554,945
<i>Other operating expenses</i>		0
Bank service commission and charges	49,242	25,840
Other Operating Expenses	-	-
Security operations	914,460	903,150
Routine maintenance - vehicles and other transport equipment	730,700	702,340
Routine maintenance- other assets		
TOTAL	12,397,812	10,372,060

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	51,364,678	62,624,676
Transfers To Secondary Schools (See Attached List)	39,500,000	24,523,775
Transfers To Tertiary Institutions (See Attached List)		1,200,000
Total	90,864,678	88,348,451

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	47,933,650	1,219,600
Bursary – tertiary institutions (see attached list)	25,034,980	3,447,000
Bursary – special schools (see attached list)	-	7,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)		
Security projects (see attached list)	10,800,000	8,400,000
Sports projects (see attached list)	5,483,555	2,747,354
Environment projects (see attached list)	4,000,000	2,300,000
Emergency projects (see attached list)		

	8,010,000	6,110,000
Total	101,262,185	24,230,954

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	598000	800000
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Total	598000	800000

Notes To the Financial Statements (Continued)**9. Other Payments**

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan		
ICT Hub	-	-

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
Family bank chuka branch A/C 054000005611	7,831,353	45,303,828
Total	7,831,353	45,303,828
	-	-

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10 B: Cash on Hand		
<i>Location 1</i>		
Location 2		
Location 3		
Other Locations (<i>Specify</i>)		
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

11: Outstanding Imprests

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

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

Notes to the Financial Statement Continued

12A. Retention

[Provide short appropriate explanations as necessary.]

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

12B. Gratuity

[Provide short appropriate explanations as necessary]

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	-	0
Gratuity held during the year (B)	333000	300000
Gratuity paid during the Year (C)	333000	300000
Closing Gratuity as at 30 th June D= A+B-C	0	0

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	45,303,828	10,271,970
Cash in hand		
Imprest		
Total	45,303,828	10,271,970

[Provide short appropriate explanations as necessary]

14. Prior Year Adjustments

Description of the error	Balance b/f FY 2020/2021 as per Audited Financial statements Kshs	Adjustments Kshs	Adjusted Balance** b/f FY 2021/2022 Kshs
Bank account Balances			
Cash in hand			
Accounts Payables			
Receivables			
Others (Goods and services)	4,301,779	(400,000)	3,901,779
Others (Acquisition of assets)	-	400,000	400,000
Total	4301779	-	4301779

** The adjusted balances are not carried down on the face of the financial statement.
(The adjusted amount was as a result of merging goods and services and acquisition of assets which necessitated separation of the two accounts)

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)	8,646,100	6,734,420
Imprest surrendered during the Year (C)	8,646,100	6,734,420
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

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff		

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Others (<i>specify</i>)		
Total	-	-

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		
Construction of civil works		
Supply of goods		
Supply of services		
Total	-	-

17.2: Pending Staff Payables (See Annex 2)

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

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	921,220	1,181,412
Use of goods and services	1,465,479	3,901,779
Amounts due to other Government entities (see attached list)	8,900,000	11,920,000
Amounts due to other grants and other transfers (see attached list)	9,181,672	58,537,654
Acquisition of assets	-	400,000
Other payments	6861	15,006,861
Funds pending approval	45000	45000
Total	20,520,232	90,992,705

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17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	21,231,686	37,489,909
Total	21,231,686	37,489,909

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Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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	Comments
Compensation of employees		921,220	1,181,412	
Use of goods & services		1865479	3,901,779	
Amounts due to other Government entities				
Rugongoni Primary		1000000		
mugona primary school		700,000		
maguma primary school		700,000		
igakiramba primary school		1,300,000		
kauni primary school		1,200,000		
Kanoro Primary School		800,000		
Nkundi Primary School		700,000		
Ngaita primary school		800,000		
Kabui primary school		1,000,000		
Kagongo gaceke primary school		700,000		
Kaganjo Primary School			500,000	
Kagira Primary School			800,000	
Nkangani Primary School			1,320,000	
Giampampo Day Secondary School			1,500,000	

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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Gituja Day Secondary School			800,000	
Nturiri Secondary School			5,000,000	
Kiurani Girls Secondary School			2000000	
Sub-Total		8900000	11,920,000	
Amounts due to other grants and other transfers				
Emergency		7009579	7,827,372	
bursary		872093	39,968,504	
sports		0	2,741,778	
Environment projects		0		
Kamwangu secondary school			350,000.00	
Iruri primary school			350,000.00	
Kianjuki primary school			200,000	
Karigini Primary school			200,000	
Nkangani primary school			200,000	
kajiethetu primary school			200,000	
kaare primary school			200,000	
Kabaikubu primary school			200,000	
Mbogori primary school			100,000	

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Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Security projects				
Weru Assistant Chiefs Office			1,000,000	
Kithare Assistant Chief Office			1,000,000	
Nkangani Assistant Chief Office			1,000,000	
Muragara Assistant Chief Office			1,000,000	
Maara Police Disision			2,000,000	
Kiriani Assistant Chief Office		200000		
Gatcharu assistant chief office		200000		
Majira police post		500000		
	Sub-Total	8781672	58,537,654	
Acquisition of assets				
			400,000	
Others				
Ngcdf office			15000000	
health			6861	
	Sub-Total	6861	15,006,861	
		45000		
Funds pending approval			45000	
	Grand Total	20,520,232	90,992,705	

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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	0			0
Buildings and structures	0			0
Transport equipment	4,279,939			4,279,939
Office equipment, furniture and fittings	232,950			232,950
ICT Equipment, Software and Other ICT Assets	1,117,800	598,000		1,715,800
Other Machinery and Equipment	0			0
Heritage and cultural assets	0			0
Intangible assets	0			0
Total	5,630,689	598,000		6,228,689

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

PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
KALEWA DAY SECONDARY SCHOOL	FAMILY	54000005958	1,013	1,013
KIAMAOGO DAY SECONDARY SCHOOL	FAMILY	54000005963	2,021	10,791
IRUMA GIRLS SECONDARY SCHOOL	FAMILY	54000005955	1,100	1,100
KIURANI SECONDARY SCHOOL	FAMILY	54000005962	310,638	1,000,600
MUTINDWA DAY SECONDARY SCHOOL	FAMILY	54000006084		198,220
KIMUCHIA PRIMARY SCHOOL	FAMILY	54000005959	44,583	1,544
KIENI PRIMARY SCHOOL	FAMILY	54000006043	31	107,250
KIRARO PRIMARY SCHOOL	FAMILY	54000005960	7,189	5,513
KIEGANGURU PRIMARY SCHOOL	FAMILY	54000005964	1,003,238	1,100,903
KIAIRUGU PRIMARY SCHOOL	FAMILY	54000005966	120,457	2,486
IRURI PRIMARY SCHOOL	FAMILY	54000005968	502,673	12
NDUNGURI PRIMARY SCHOOL	FAMILY	54000005967	46,423	4,541
NKANGANI PRIMARY SCHOOL	FAMILY	54000005969	10,382	300
CHOGORIA COMPLEX BOARDING PRIMARY SCHOOL	FAMILY	54000005950	2,012,565	704,882
MIKUU PRIMARY SCHOOL	FAMILY	54000005951	573	573
NKURURU PRIMARY SCHOOL	FAMILY	54000005971	37,106	37,106
IRUMA PRIMARY SCHOOL	FAMILY	54000005972	80,018	1,055,387
MAGUNDU PRIMARY SCHOOL	FAMILY	54000006487	75	175

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
	FAMILY	54000005996	217,601	1,199,581
KAUUNI PRIMARY SCHOOL	FAMILY	54000005973	88,051	88,051
KARIMBA CHIEFS OFFICE	FAMILY	54000005953	200,006	(94)
MIKUU ASSISTANT CHIEF OFFICE	FAMILY	54000005974	617	17,116
GAKUI ASSISTANT CHEF OFFICE	FAMILY	54000005975		232
KIANJAGI ASSISTANT CHIEF OFFICE	FAMILY	54000005976		200,592
IKUMBO ASSISTANT CHIEF OFFICE	FAMILY	54000005954	95,857	2,051,437
MAARA POLICE DIVISION	FAMILY	54000006472	108,542	109,092
KANINI PRIMARY SCHOOL	FAMILY	54000006471	871	6,121
NDAMANI PRIMARY SCHOOL	FAMILY	54000006479	24,241	388,626
KIANJUKI PRIMARY SCHOOL	FAMILY	54000006478	92	82
RUGONGONI PRIMARY SCHOOL	FAMILY	54000006481	669	1,019
KANOA PRIMARY SCHOOL	FAMILY	54000006468	659,406	291
ST AUGUSTINE MAJIRA PRIMARY SCHOOL	FAMILY	54000006475	592,751	181
GITARE PRIMARY SCHOOL	FAMILY	54000006719	3,460	812
KAJIATHETU PRIMARY SCHOOL	FAMILY	54000006469	3,448	200,025
MUKUI PRIMARY SCHOOL	FAMILY	54000006466	172	172
MAATHA PRIMARY SCHOOL	FAMILY	54000006467	8,285	112,073
NTAKANI PRIMARY SCHOOL	FAMILY	54000006474	14,478	114,237
NDUMBINI PRIMARY SCHOOL				

PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
GIANKANJA PRIMARY SCHOOL	FAMILY	54000006480	22,843	1,000,286
MAARA SPORTS	FAMILY	54000006753	84,890	394
MAARA ENVIRONMENTAL GROUP	FAMILY	54000006482	238	10,424
ITARA PRIMARY	FAMILY	54000006923	2,065,538	404,251
IRUMA ASS CHIEF OFFICE	FAMILY	54000006854	1,354	164,250
IKUU ASS CHIEF OFFICE	FAMILY	54000006845	23	301,141
KIEGANGURU GIRLS	FAMILY	54000006884	94	94
IRUMA DAY	FAMILY	54000006885	114,896	1,100,156
NDUMBINI DAY	FAMILY	54000006962	20,837	20,837
MUKUI DAY	FAMILY	54000006832	2,725	54,072
ST ANNE GIRLS	FAMILY	54000006892	6	1,953
KAMWANGU DAY	FAMILY	54000006997	474	1,001,472
MUMBUNI SECONDARY	FAMILY	54000006903	3,489	1,202,671
KANORO PRIMARY	FAMILY	54000006882		324,943
MUMBUNI PRIMARY	FAMILY	54000006924	548,487	1,762
KAJIAMPAKI PRIMARY	FAMILY	54000006922	148	148
IKINDU PRIMARY	FAMILY	54000006899	109,286	(120)
KARIGINI PRIMARY	FAMILY	54000006808	2,221,308	263,327
NKUNDI PRIMARY	FAMILY	54000006199		177,806

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
NTAFUA PRIMARY	FAMILY	54000006908	9,348	9,328
MARIMA PRIMARY	FAMILY	54000006786	499,772	(228)
KARIANI PRIMARY	FAMILY	54000006927	4,630	4,630
MUTHAMBI PRIMARY	FAMILY	54000006822	250	250
KIANJAGI PRIMARY	FAMILY	54000006919	688	260,846
GIAMPAMPO PRIMARY	FAMILY	54000006796	2,047	100,974
MURAGA DAY AND BOARDING PRIMARY	FAMILY	54000006802	1,264	74,344
NDINTUNE SECONDARY	FAMILY	54000006573	16,126	502,552
MITHERU AP LINE	FAMILY	54000006180	(240)	(240)
MAKURI PRIMARY	FAMILY	54000007140	1,430,819	1,650,012
THIGAA PRIMARY	FAMILY	54000007128	53,811	46
KAARE PRIMARY	FAMILY	54000007098	8,197	11,264
M'EKORANI PRIMARY	FAMILY			43,923
KFFHFFU PRIMARY	FAMILY	54000007086	12,887	502,482
MINUGU PRIMARY	FAMILY	54000007162	2,273	472
KATHANGAWE PRIMARY	FAMILY	54000007031	1,180	1,180
ST ANSELM BOARDING	FAMILY	54000007167	64	64
MUTIIGURU PRIMARY	FAMILY	5400000	203	203
MUTINDWA PRIMARY	FAMILY	54000007160		260,338

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
			110	
KARIAKOMO PRIMARY	FAMILY	54000006725	1,274,988	1,468
KIAMAOGO PRIMARY	FAMILY	54000007036	1	123,386
NGERU PRIMARY	FAMILY	54000007198	49,357	1,829
NGERU ELIFE	FAMILY	54000007040	56	136,484
KABAIKUBU PRIMARY	FAMILY	54000007143	18,893	609,044
MAARA MIXED PRIMARY	FAMILY	54000007055	100,814	814
GATUA ASSISTANT CHIEF	FAMILY	54000007080	2,458	2,798
GAICHAU ASSISTANT CHIEF	FAMILY	54000007037	712	1,172
MAKURI ASSISTANT CHIEF	FAMILY	54000007033	71	71
CHOGORIA ASSISTANT	FAMILY	54000007046	131	131
MURUGI WEST CHIEF OFFICE	FAMILY	54000007017	82	82
IKUMBO PRIMARY	FAMILY	54000007091	251,333	1,431,714
WIRU DAY SECONDARY	FAMILY	54000007079	82,968	1,746,080
KIENI SECONDARY	FAMILY	54000007116	34,636	1,134
NGERU SECONDARY	FAMILY	54000007081	218,043	219,143
ITARA SECONDARY	FAMILY	54000006972	60,389	60,869
MITHERU ACC	FAMILY	54000008206	20,515	1,126
MBOGORI PRIMARY SCHOOL	FAMILY	0540000007122		47,638

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
			504,593	
CHOGORIA GIRLS BOARDING	FAMILY	54000007191	124,018	593,880
MAJIRA POLICE POST	FAMILY	54000009018	183,569	1,071,609
KIURANI GIRLS	FAMILY	54000007156	155,240	340,658
KIRIANI DAY	FAMILY	0540000007209	2,896	357,756
MUTIIGURU DAY	FAMILY	54000007352	2,931	637,540
GITUJA DAY	FAMILY	54000007271	123,130	3,388
MAGUMA PRIMARY	FAMILY	54000007280	43,445	350,863
JEDIEL KIRAITHE PRIMARY	FAMILY	54000007043	24	145,899
NGAITA PRIMARY	FAMILY	54000007056	32,614	1,783,085
IKUMBO PRIMARY	FAMILY	54000007091		1,431,714
KAGIRA PRIMARY	FAMILY	54000006477	620,214	25,257
KIRUMI PRIMARY	FAMILY	54000007218	31,431	995,996
KALEWA PRIMARY	FAMILY	54000007168	231,932	1,600,485
WIRU PRIMARY	FAMILY	54000007060	208,413	300,561
KABUI PRIMARY	FAMILY	54000008888	21,653	375,856
IGAKIRAMBA PRIMARY	FAMILY	54000007118	31,018	1,572,642
KAGONGO GACEKE PRIMARY	FAMILY	54000007051	24,981	266,492
KIINI BOARDING	FAMILY	54000007077	32,282	165,883

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
MURAGARA PRIMARY	FAMILY	54000007133	134,704	301
KAGANJO PRIMARY	FAMILY	54000007132	19,524	43,432
GANGA ACC	FAMILY	54000007421	46	111,835
IRIGA DEB	FAMILY	54000007192	506,583	792,287
NGAANI PRIMARY SCHOOL	FAMILY	054000010078	505,981	
KARIMBA ASSISTANT CHIEF	FAMILY	054000010325	121,612	
MURAGARA ASSISTANT CHIEF	FAMILY	054000010187	299,275	
GITUJA ASSISTANT CHIEF	FAMILY	054000010358	123,535	
KITHARE ASSISTANT CHIEF	FAMILY	054000009945	111,350	
KIURANI PRIMARY	FAMILY	054000010071	43,075	
IKAME SECONDARY	FAMILY	054000010375	410,429	
WERU ASSISTANT CHIEF	FAMILY	054000010048	132,409	
KAUNI DAY	FAMILY	054000010218	225,128	
KAJIUNDUTHI DAY	FAMILY	054000010186	198,264	
NKANGANI ASSISTANT CHIEF	FAMILY	054000009998	212,991	
KAJIUNDUTHI PRIMARY SCHOOL	EQUITY	0210299737217		1,566
KIRARO DAY	EQUITY	0210298859878	7,299	382,712
NGURUKI DAY	EQUITY	0210276800821	114,705	714,843
KABUI SECONDARY SCHOOL	EQUITY	0210294447800	235	235
KAARE POLICE STATION	EQUITY	0210271596265		180
KARIAKOMO ASSISTANT CHIEF OFFICE	EQUITY	0210268949740	11,588	1,770
KIRIGUNI ASSISTANT CHIEF	EQUITY	0210269108209		30
MUGUMANGO LOCATION CHIEFS OFFICE	EQUITY	0210269267308	1,754	1,754

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
MUGONA PRIMARY	EQUITY	020272204744	82,202	326,954
MURAGA TTI	EQUITY	0140262856816	40,471	182,836
IGAKIRAMBA DAY SECONDARY SCHOOL	CO-OP	01134057934800		132,790
KAIRUNI PRIMARY	CO-OP	01139572155700		2,515
NGURUKI PRIMARY	CO-OP	01139572824000		4,897
KAIRUNI MENTALLY SCHOOL	CO-OP	01139572862100		1,262
MURUGI EAST CHIEFS CAMP	CO-OP	01134057348400		207,123
MUNGA DAY SECONDARY	CO-OP	01134058136700		1,696
TOTAL			21,231,686	37,489,909

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)
1.0	Project Management committee(PMC) Bank balances/cashbooks, bank certificates and bank reconciliation statements not provided	<ul style="list-style-type: none"> - Infuture management will ensure that PMC's prepare and submit bank reconciliations and maintain cash books. - The accuracy of the PMC balances figure can be supported from balances provided by respective banks as attached. 	resolved	
2.0	Busaries/only 22% of bursaries were acknowledged	Covid -19 pandemic affected response from institutions. A	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)
		number of acknowledgements were later received. Management to ensure proper follow-up in future.		
3.0	Cash and cash equivalents/payments in the bank totalling 1,920 not entered in the cash book.	Amount entered in the caash book	resolved	



Anthony Muchangi Kariuki
 Fund Account Manager.

