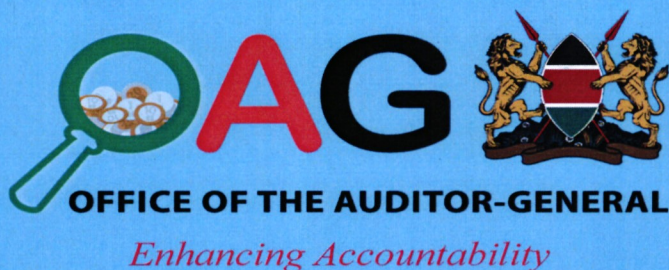


REPUBLIC OF KENYA



REPORT

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OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
LAIKIPIA EAST CONSTITUENCY**

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

THE NATIONAL ASSEMBLY	
P.	
DATE: 06 JUL 2023	DAY: Thursday
TABLED BY: Hon. Samuel Chep Konya, MP	
CLERK AT THE TABLE: Joyce Kemerele	



OFFICE OF THE AUDITOR GENERAL
UPPER EASTERN REGIONAL OFFICE - ISIOLO
124
27 MAR 2023
RECEIVED
P.O. Box 1027 - 60300, ISIOLO



LAIKIPIA EAST 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)

1921

1922

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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.

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

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 Laikipia East 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	Samuel Kimani
2.	Sub-County Accountant	Nahashon Mathagu
3.	Chairman NGCDFC	Samuel Gachagua
4.	Member NGCDFC	N/A

(d) Fiduciary Oversight Arrangements

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

P.O. Box 920
NGCDF OFFICES Plaza
Nyeri-Meru Highway
Nanyuki, KENYA

(f) LAIKIPIA EAST Constituency NGCDF Contacts

Telephone: (254) 721619843
E-mail: Laikipiaeast.ngcdf@gmail.com
Website: www.go.ke

(g) Laikipia East Constituency NGCDF Bankers

Equity Bank (specify the constituency account banker details)
Branch Nanyuki
P.o. Box 1482
Nanyuki

***Laikipia East Constituency
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Annual Report and Financial Statements for The Year Ended June 30, 2022***

(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

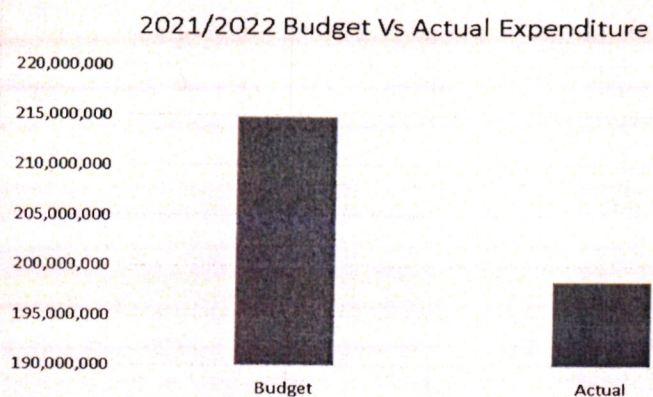
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

II. Laikipia East NG-CDFC Chairman's Report



Samuel Gachagua

During the financial year 2021/2022 we had a budget of ksh 214,862,866 of which ksh 198,494,233 was utilized on various projects by 30th June 2022 as shown throughout this report.



Here is a graphical representation of other sectors Budgets estimates versus the actual expenditure for the financial year ended 30th June 2022.

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

Sectors' Budget Vs Expenditure

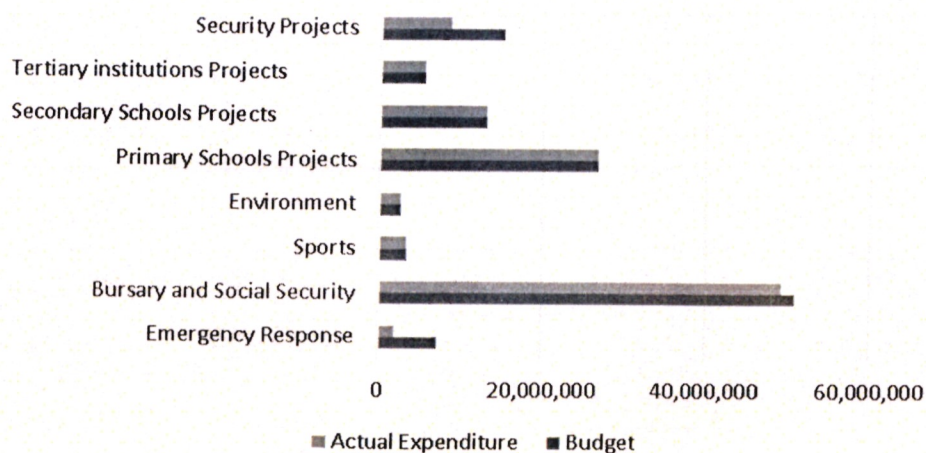


Chart 1: Budget Vs Expenditure

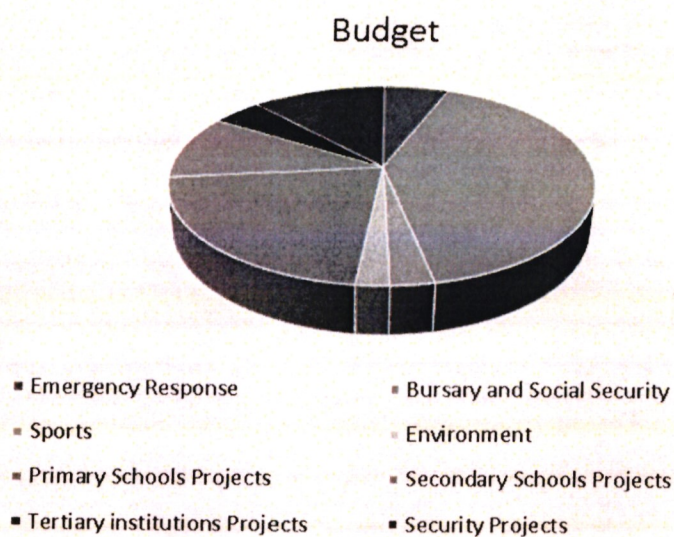


Chart 2: Budget Pie Chart

Actual Expenditure

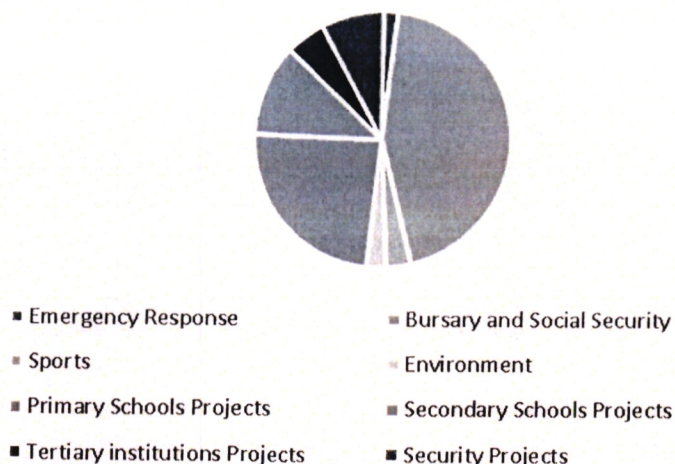


Chart 3: Expenditure Pie Chart

Most of the projects are complete and are in active use or should be commissioned for use by the public soon. These projects are shown farther below in photos.

The Makutano Huduma centre project, which was initially budgeted to cost, Ksh 39M costed Ksh 40,000,000 The project is now complete awaiting commissioning for use by the public.

The NGCDF main offices project which began construction in year 2020 is now complete and in active use by the NGCDF staff, Office of the Member of Parliament, County Commissioner's offices, Office of PLWDs, among others. The public utility Hall and ICT Hub is also complete and in use next to the NGCDF main office block.

Education was a big winner in this financial year as Primary Schools, Secondary Schools, Vocational institutions, and tertiary institutions benefitted from infrastructural boosts such as classrooms. Financially challenged students also received bursaries to keep them in school and at par with the rest of the students.

The security docket also received a fair share of the budget as Police posts, chief's offices, County Commissioner's offices, were built or revamped to take security nearer to every Laikipia East Constituent. This way, the people feel more secure and can therefore go about their daily endeavours undisturbed.

Below are some of the Photos on complete projects in this financial year.

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



Image 1: This is the Laikipia East NGCDF offices block in Nanyuki town. The building houses NGCDF staff offices and many other offices including Office of the Member of Parliament and PLWDs office. The Offices Block is set to benefit more than a thousand Constituents daily from these offices.

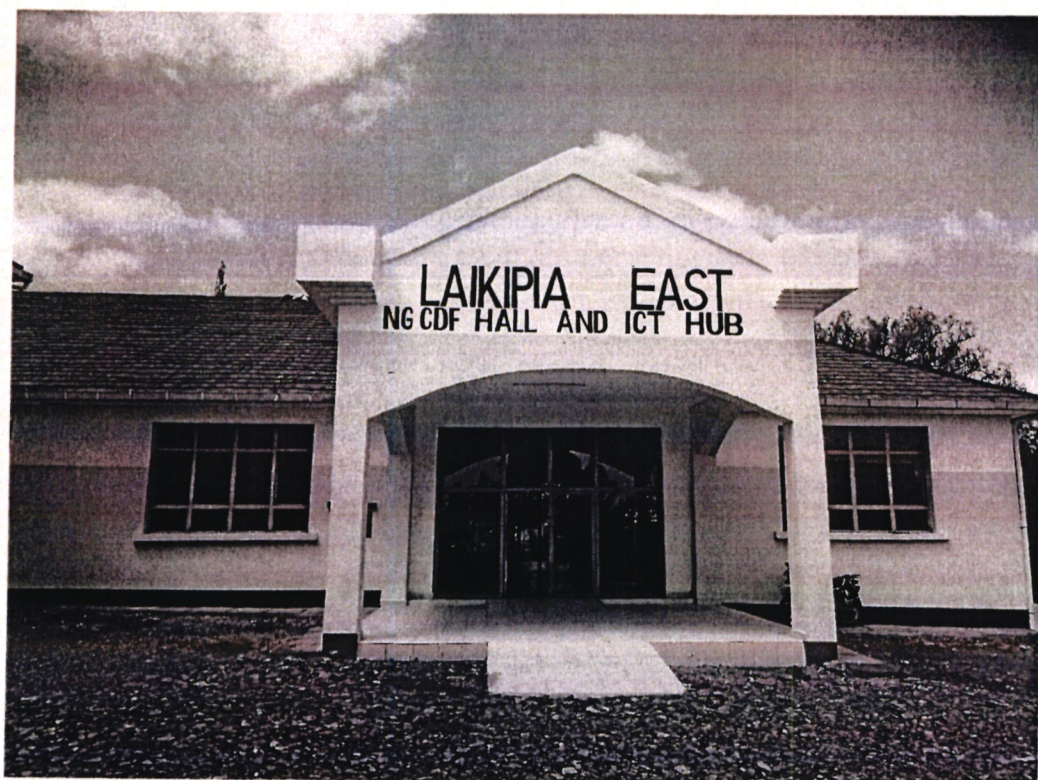


Image 2: This is the Laikipia East NGCDF Hall and ICT Hub. The multipurpose hall can hold public meetings, indoor games, and a myriad of other uses by the public. It is set to benefit more than 10,000 Constituents monthly.

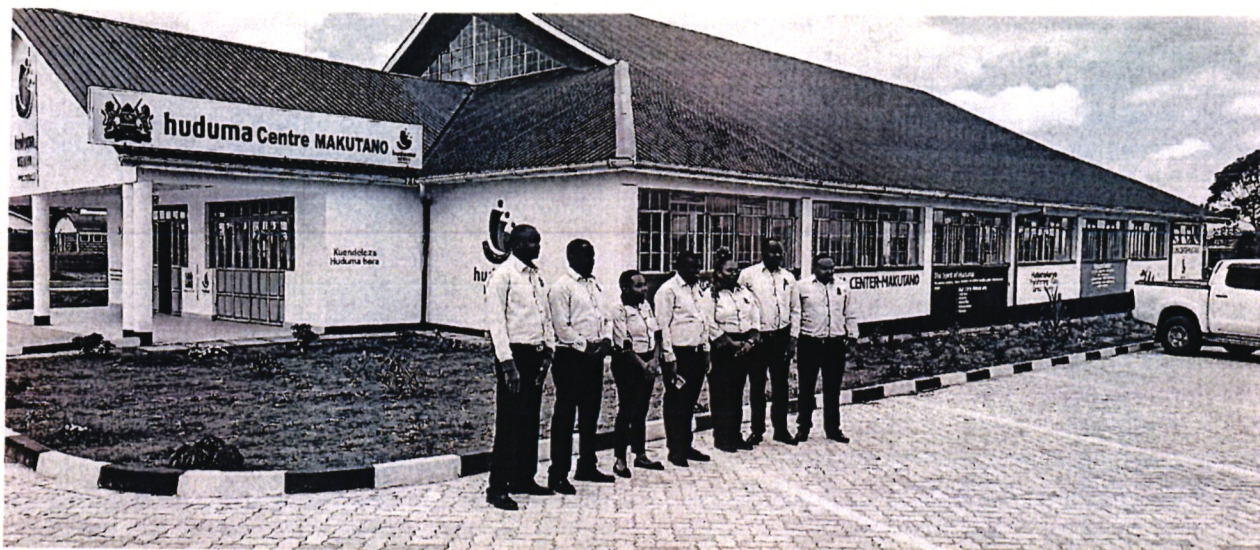
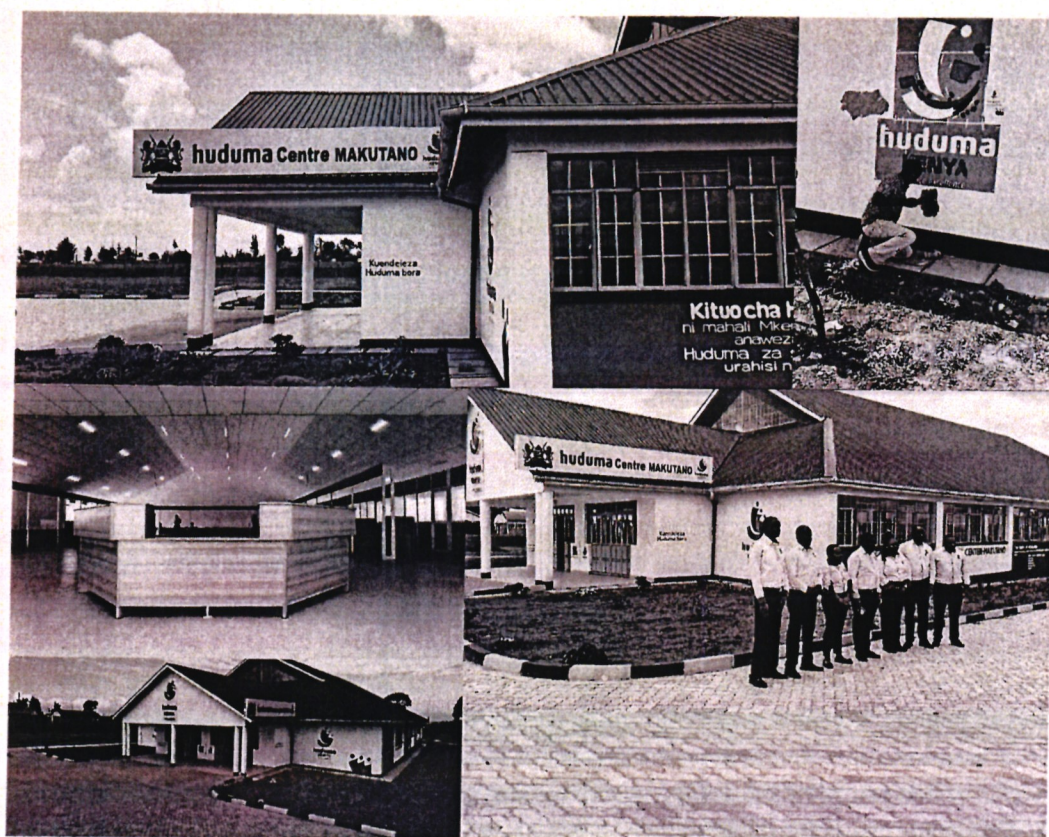


Image 3: This is the Makutano Huduma Centre Project. This building harbours multiple Stands and offices from the National and County Governments. The project is set to serve thousands of constituents daily who would have otherwise had to travel to Nanyuki town.



***Laikipia East Constituency
National Government Constituencies Development Fund (NGCDF)
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Image 4: This is a Photos Collage showing various angles of the Makutano Huduma Centre Project.

Emerging issues.

The Secondary school incursions, drought and Post Covid -19 issues were major emerging cases.

Challenges

The Laikipia East Constituency experienced drought and post Covid-19 effects that affected various households in the Constituency. This made several students to drop out of school and able parent were not able to meet the school fees for their children.

During the financial year 2021-2022 one of the school roof was blown of by wind and left the pupils without a class.

Way forward

To address the above challenges the Laikipia East NG-CDF Committee increased the bursary allocation from Ksh.35, 000,000 to Ksh. 41,000,000.

The committee also provided for emergency fund to the school that had been blown off by wind.

To provide enough space for the students the committee build more classrooms to address the Covid - 19 matter.

I'm looking forward for a better FY 2022-2023



.....
Samuel Gachagua
Chairman Laikipia East NG-CDF 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 *Laikipia Constituency 2018-2022* plan are to:
(Enumerate all the objectives of the constituency as per the Strategic Plan)

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
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels	a) NG-CDF purchased 50 lockers and 50 chairs for Lechugu secondary school during the financial year 2021/2022. b) NG-CDF constructed 4 classrooms to completion for likii mixed secondary school for the financial year 2021/2022. c) NG-CDF constructed 4 classrooms for KMTC in Nanyuki ward to completion and in use during the financial year 2021/2022. d) NG-CDF constructed a kitchen to completion and already in use for Nanyuki D.E.B and installed energy

Laikipia East Constituency

National Government Constituencies Development Fund (NGCDF)

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

				saving jikos during the financial year 2021/2022. e) In Nanyuki township mixed secondary school a construction of a 6-door girl's ablution block and 4 door urinals for boys and 4 door staff ablution blocks. This project was allocated Kshs 2,250,000. f) a total number of 5214 students benefited from the bursary in the CDF docket during the financial year 2021/2022.
Security	To ensure security personnel have sleeping quarters therefore brings security closer to residents.	Improved security in the area.	Number of security infrastructure constructed.	NG-CDF undertook a number of projects pertaining to security during the year, e.g. constructed a 200-social hall with kitchen and ICT hub. Also, NG-CDF Nanyuki east under took other 8 projects funded to completion projects pertaining security during the year.
Environment	To improve the environment of the area.	Availability of water to the residents.	Number of water tanks and boreholes constructed.	Little was done due to non-remittance of funds from the board on the amount that was set aside to improve on the environment.
Sports	To improve sports in the area.	Sports equipment to sports teams.	Number of sports teams assisted with sports equipment.	Laikipia east sports project has been formed to enable management of sports activities in the area by giving sports equipment to teams.
Emergency	To be able to manage disasters that may arise.	Lack of disasters happening in the area.	Number condemned infrastructure constructed.	Renovation of Thome Secondary dormitory of at of ksh.791,000 with a capacity to hold 70 students per year. And renovation of Bahati primary school roof at a cost of Ksh.300,000

IV. Environmental and Sustainability Reporting

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

a. **Education and Training:** LAIKIPIA EAST 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

- *NG-CDF supported students to carry out environmental conservation activities in planting of trees once in various schools*
- *The Laikipia East NG-CDFC carried out a Sensitization workshop of youth on the impact of drugs after by construction of police stations supported NG-CDF.*
- *NG-CDF sponsored sporting activities to bring communities and sensitizing them on environmental conservation matters.*
- *NG-CDF staff Have at least one day in FY to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*

3. Employee welfare

We invest in providing the best working environment for our employees. Laikipia East 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 are 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. Laikipia East 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-

LAIKIPIA EAST 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-

LAIKIPIA EAST 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 considers 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.

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



.....
Name.

Fund Account Manager

V. Statement of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Laikipia East 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-Laikipia East 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-Laikipia East 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.

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

The Accounting Officer in charge of the NGCDF LAIKIPIA EAST 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.

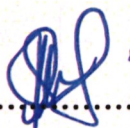
Approval of the financial statements

The NGCDF- LAIKIPIA EAST Constituency financial statements were approved and signed by the Accounting Officer on 30/06 2022.



.....
Name: Samuel Gachagua

Chairman – NGCDF Committee

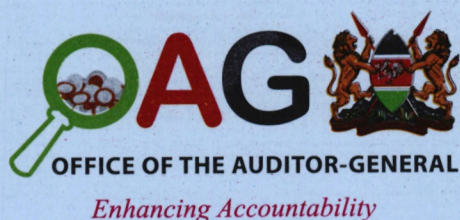


.....
Name: Samuel Kimani

Fund Account Manager

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - LAIKIPIA EAST 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 Control, 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 control, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Laikipia East Constituency set out on pages 1 to 35,

which comprise the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and 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 - Laikipia East 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. Cash and Cash Equivalents - Stale Cheques

The statement of assets and liabilities and as disclosed in Note 10 to the financial statements reflects a balance of Kshs.18,797,919 in respect of cash and cash equivalents. However, the June, 2022 bank reconciliation statement reflects unpresented cheques totalling Kshs.18,675,488 which includes stale cheques totalling Kshs.816,242 and which had not been replaced or reversed in the cash book as at the time of the audit.

In the circumstances, the accuracy of cash and cash equivalents balance of Kshs.18,797,919 could not be confirmed.

2. Unaccounted for Retention Funds

The statement of assets and liabilities and as disclosed in Note 12A to the financial statements reflects a balance of Kshs.2,277,286 in respect to retention money. However, Management did not provide the retention monies ledgers and registers clearly detailing the names of contractors, the opening retention balances, additional retentions and release of retentions monies during the year.

In the circumstances, the completeness and accuracy of the retentions balance of Kshs.2,277,285 could not be confirmed.

3. Inaccurate Gratuity

The statement of assets and liabilities reflects Kshs.43,400 in respect to gratuity comparative balance. However, the 2020/2021 financial statements reflects Kshs.434,000 on the same item resulting to a variance of Kshs.390,600.

In the circumstances, the accuracy of the gratuity comparative balance could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Budgetary Controls and Performance

The summary statement of appropriation for the year ended 30 June, 2022 reflects budgeted expenditure of Kshs.215,014,866 and actual expenditure of Kshs.198,494,233 resulting to under expenditure of Kshs.16,520,633 or 8% of the budget.

The underspending of the budget by Kshs.16,520,633 reflects equivalent services expected but not delivered to the residents of Laikipia East Constituency. There is, therefore, need for Management to re-look at its budgeting mechanism with a view to focusing on areas which will improve service delivery to the residents of Laikipia East Constituency.

2. Project Implementation Status

Note 6, 7 and 8 to the financial statements reflects amounts of Kshs.42,760,000, Kshs.66,198,664 and Kshs.38,218,185 in respect to transfers to other Government units, other grants and transfers and acquisition of assets respectively all totalling to Kshs.147,176,849 which was earmarked for project implementation during the year. The project implementation status report as at 30 June, 2022 indicated that the Fund budgeted for thirty-five (35) projects worth Kshs.126,600,960 to be undertaken during the year. However, twenty-eight (28) projects worth Kshs.112,800,960 were completed while seven (7) projects worth Kshs.13,800,000 were still on going.

In the circumstances, the public did not get value for money on the Kshs.13,800,000 ongoing projects. There is need for the Fund Management to review its project planning mechanism with a view to prioritizing projects which will be implemented during the financial year resulting to higher positive impact.

3. Prior Year unresolved Issues

In the audit report of the previous year, an issue was raised under Report on Financial Statements and Report on Lawfulness and Effectiveness in Use of Public Resources. However, although the Management has indicated that these issues have been resolved,

the matters remained unresolved as the Public Accounts Committee had not met to deliberate on the same.

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. Single Sourcing in Procurement of Construction Materials

Note 9 to the financial statements reflects an amount of Kshs.38,721,000 in respect of other payments, which include Kshs.2,000,000 transferred to Laikipia East Kenya National Library Services Project Management Committee for construction of a fence. Records provided indicate that the committee acquired construction materials amounting to Kshs.1,352,540 directly from the suppliers without subjecting them to competitive bidding contrary to Section 91(1) of Public Procurement and Asset Disposal Act, 2015 which provides that open tendering shall be the preferred procurement method for procurement of goods, works and services.

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

2. Unconfirmed Procurements of Primary Schools Projects

Note 6 to the financial statement reflects an amount of Kshs.42,760,000 in respect of transfers to other Government units which includes Kshs.26,660,000 transferred to primary schools which further includes Kshs.11,600,000 transferred to four (4) primary schools' Project Management Committees for construction and renovation of classrooms and ablution blocks.

Records provided indicate that, although the project management committees engaged contractors to carry out the works, the technical evaluation reports, inspection and acceptance committee reports and regret letters to unsuccessful bidders were not provided for audit review contrary to Section 9(1)(e) of the Public Audit Act, 2015 which provides that for the purposes of carrying out his or her duties effectively, the Auditor-General, or an officer authorized shall have unrestricted access to all books, records, returns, reports, electronic or otherwise.

In the circumstances, the Management was in breach of the law and audit could not confirm the tender evaluation process.

3. Transfer to Other Government Units

3.1 Transfer to Primary Schools

Note 6 to the financial statements reflects an amount of Kshs.42,760,000 in respect to transfer to other Government units which includes Kshs.26,660,000 in respect to transfer to primary schools which further includes Kshs.2,700,000 transferred to Bungoma Primary School for construction of two classrooms at Kshs.2,400,000 and purchase of seventy-five (75) desks totalling to Kshs.300,000. However, the following anomalies were noted;

- i. The funds used had been meant for Matanya Primary School and no approval for reallocation of funds was provided for audit review.
- ii. The seventy-five (75) desks were yet to be procured by the time of the audit.
- iii. The walls of the classroom had cracked which is an evidence of poor workmanship.

In the circumstances, the value for money of the Kshs.2,700,000 expenditures could not be confirmed.

3.2 Transfers to Secondary Schools

Note 6 to the financial statements reflects an amount of Kshs.42,760,000 in respect to transfer to other Government units which includes Kshs.13,000,000 in respect to transfer to secondary schools which further includes Kshs.4,800,000 transferred to Mwihoko Mixed Day Secondary School for construction of single laboratory to completion. However, the following anomalies were noted:

- i. On painting and decoration there was supposed to be applied three coats of silk Vinyl Paints to plastered walls, columns and beams. Instead, the contractor applied one coat of Emulsion water-based paint costing Kshs.337,050.
- ii. The project was not labelled contrary to Section 15 (1) (f) of the National Government Constituencies Development Fund Regulations, 2016.
- iii. Fire alarm points had not been put in place.
- iv. The Laboratory was not in use and the administration converted it to staff/teacher's workstation.

In the circumstances, poor implementation of projects may result into projects that do not last the intended economic life and the public may not have achieved value for money on the expenditure spent on the projects.

4. Other Payments - Huduma Center Makutano in Ngobit

Note 9 to the financial statements reflects an amount of Kshs.38,721,000 in respect to other payments which includes Kshs.36,571,000 in respect to funds transfer to Huduma Center Makutano in Ngobit for the completion of the project. However, physical verification revealed the following anomalies: -

- i. The project was complete but not in use since handing over had not been done despite the fact that there was no construction works going on.
- ii. The project was not labelled contrary to Section 15(1)(f) of the National Government Constituencies Development Fund Regulations, 2015.

In the circumstances, the value for money of the Kshs.36,571,000 expenditure could not be confirmed.

5. Improper Administration of Bursary Funds

Note 7 to the financial statements reflects an amount of Kshs.66,198,664 in respect to other grants and transfers which includes Kshs.14,243,200 in respect of bursaries to tertiary institutions which further includes Kshs.3,298,200 paid to Batian Driving School to train 239 motor vehicle drivers. However, no evidence was provided to confirm invitation for applications to sponsor needy students for a driving course.

No minutes analyzing applications and making recommendations to the Fund and its subsequent approval for successful applicants contrary to the National Government Constituencies Development Fund Board Circular Ref: NG-CDFB/CEO/BOARD CIRCULARS VOL II (021) dated 18 June, 2020 which provides that the bursary subcommittee shall invite applications and analyze the applications making recommendations for approval clearly stating the list of both successful and unsuccessful applicants.

In the circumstances, the regularity and validity of the bursary disbursements of Kshs.3,298,200 could not be confirmed.

The audit was conducted in accordance with the 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 comply, 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 CONTROL, 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 Control, 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 control, risk management and overall governance were not effective.

Basis for Conclusion

Lack of Internal Audit Function

Laikipia East Constituency Fund did not have an internal audit section contrary to Section 73(1)(a) of the Public Finance Management Act, 2012 which stipulates that every National Government entity shall ensure that it has appropriate arrangements for conducting internal audit according to the guidelines issued by the Accounting Standards Board.

In addition, although the financial statements state that the National Government Constituencies Development Fund Board had constituted an Audit and Risk Management Committee to provide fiduciary oversight, no evidence was adduced to show that the committee met during the year under review to discuss audit reports and make recommendation on risk mitigation.

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

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of 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 comply with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

16 May, 2023

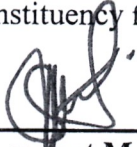
Laikipia East Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

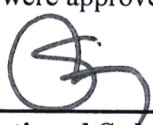
VII. Statement of Receipts and Payments for the Year Ended 30th June 2022

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers from NGCDF Board	1	183,777,758	159,967,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	29,000	123,000
Total Receipts		183,806,758	160,090,724
Payments			
Compensation of Employees	4	4,628,490	3,858,020
Use of Goods and Services	5	7,967,893	8,265,375
Transfers to Other Government Units	6	42,760,000	36,526,380
Other Grants and Transfers	7	66,198,664	78,204,910
Acquisition of Assets	8	38,218,185	7,600,050
Other Payments	9	38,721,000	1,300,000
Total Payments		198,494,233	135,754,535
Surplus/(Deficit)		(14,687,474)	24,336,189

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 30/06 2022 and signed by:


Fund Account Manager


National Sub-County Accountant


Chairman NG-CDF Committee

Name: Samuel Kimani

Name: Sospeter Kibobo
ICPAK M/No: 20424

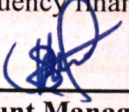
Name: Samuel Gachagua

III. Statement of Assets and Liabilities as at 30th June, 2022

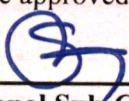
	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	18,797,919	32,352,716
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		18,797,919	32,352,716
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		18,797,919	32,352,716
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	2,277,286	710,608
Gratuity	12B	-	434,00
Total Financial Liabilities			
Net Financial Assets		<u>16,520,633</u>	<u>31,208,108</u>
Represented By			
Fund Balance B/Fwd	13	31,208,108	6,871,919
Prior Year Adjustments	14	-	-
Surplus/Deficit for The Year		(14,687,475)	24,336,189
Net Financial Position		<u>16,520,633</u>	<u>31,208,108</u>

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

The Constituency financial statements were approved on 30/06 2022 and signed by:


Fund Account Manager

Name: Samuel Kimani


National Sub-County
Accountant

Name: Sospeter Kibobo
ICPAK M/No : 20424


Chairman NG-CDF Committee

Name: Samuel Gachagua

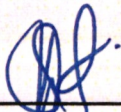
Laikipia East Constituency
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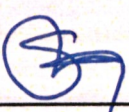
IX. Statement of Cash Flows for the Year Ended 30th June 2022

	Notes	2021 – 2021	2021 – 2021
		Kshs	Kshs
Receipts from Operating Activities			
Transfers from NGCDF Board	1	183,777,758	159,967,724
Other Receipts	3	29,000	123,000
Total Receipts		183,806,758	160,090,724
Payments			
Compensation of Employees	4	4,628,490	3,858,020
Use of Goods and Services	5	7,967,893	8,265,375
Transfers to Other Government Units	6	42,760,000	38,426,380
Other Grants and Transfers	7	66,198,664	76,304,710
Other Payments	9	38,721,000	1,300,000
Total Payments		160,276,046	128,154,485
Total Receipts Less Total Payments		23,530,712	
Adjusted For:			
Increase Accounts Payable (retention)	12A	1,566,677	1,144,608
Decrease in Gratuity	12B	(434,000)	-
Net Cash Flow from Operating Activities		24,663,389	1,144,608
			33,080,847
Cashflow From Investing Activities			
Acquisition of Assets	8	(38,218,186)	(7,600,050)
Net Cash Flows from Investing Activities		(38,218,186)	(7,600,050)
Net Increase in Cash and Cash Equivalent		(13,554,797)	25,480,797
Cash & Cash Equivalent at 1st July 2021	10A	32,352,716	6,871,919
Cash & Cash Equivalent at 30th June 2022	10A	18,797,919	32,352,716

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 30/06/2022 and signed by:


Fund Account Manager


**National Sub-County
Accountant**


**Chairman NG-CDF
Committee**

Name: Samuel Kimani

Name: Sospeter Kibobo
ICPAK M/No: 20424

Name: Samuel Gachagua

**Laikipia East Constituency
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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=a+b	D	e=c-d	f=d/c %
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursement	2021/2022	30/06/2022		
Receipts							
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	31,085,108	46,688,879	214,862,866	214,862,866	-	100%
Proceeds from Sale of Assets	-		-	-	-		
Other Receipts	-	152,000	-	152,000	152,000	-	
Totals	137,088,879	31,327,108	46,688,879	215,014,866	215,014,866	-	100%
Payments							
Compensation of Employees	3,800,000	759,250	110,360	4,669,610	4,628,490	41,120	99%
Use of Goods and Services	8,537,999	1,122,640	391,307	10,051,946	7,967,893	2,084,053	79%
Transfers to Other Government Units	35,750,000	6,156,668	4,500,000	46,406,668	42,760,000	3,646,668	92%
Other Grants and Transfers	57,833,984	5,130,789	4,754,264	67,719,037	66,198,664	1,520,373	98%
Acquisition of Assets	11,016,896	11,575,675	17,932,948	40,525,519	38,218,186	2,307,333	94%
Other Payments	20,150,000	6,340,086	19,000,000	45,490,086	38,721,000	6,769,086	85%%
Funds Pending Approval** AIA		152,000		152,000		152,000	0%
Totals	137,088,879	31,237,108	46,688,879	215,014,866	198,494,233	16,520,633	92.6%

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

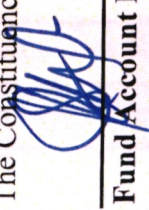
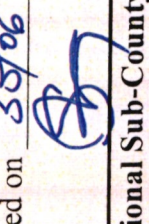
**Laikipia East Constituency
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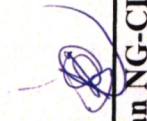
Explanatory Notes.

- (a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]
- (b) On use of goods and services the difference between the budget and actual spending amounts to 79% underutilization this was as a result of underspending as a result of a cap placed on the amount of money to be spent on goods and services.
- (c) Other payments utilization resulted to 85%, it was a good progress but not the best since it was way below the 90% standard guideline.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	16,520,633
Less undisbursed funds receivable from the Board as at 30 th June 2022	-
	16,520,633
Add Accounts payable	2,277,285
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/2022	18,797,918

The Constituency financial statements were approved on 30/06 2022 and signed by:

 Fund Account Manager	 National Sub-County Accountant
Name: Samuel Kimani	Name: Sospeter Kibobo ICPAK M/No: 20424


Chairman NG-CDF Committee

Name: Samuel Gachagua

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

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

Programme/Sub-programme	Original Budget	Adjustments	Previous Years'	Final Budget	Actual on	Budget utilization
	2021/2022	Opening Balance (C/Bk) and AIA	Outstanding Disbursements	2021/2022	comparable basis 30/06/2022	Difference
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,607,030.00	759,250	110,360.00	3,476,640	3,476,640	0
1.2 Committee allowances	1,192,970.00			1,192,970	1,151,850	41,120
1.3 Gratuity	1,725,000.00	20,000		1,745,000	1,502,500	242,500
1.4 Use of goods and services	2,700,333.00	45,787	55,716.00	2,801,836	2,519,948	281,888
2.0 Monitoring and evaluation						
2.1 Capacity building	1,500,000.00	515,500	200,000.00	2,215,500	1,717,800	497,700
2.2 Committee allowances	1,400,000.00	45,000		1,445,000	1,445,000	0
2.3 Use of goods and services	1,212,666.00	796,353	135,591.00	2,144,610	782,645	1,361,965
3.0 Emergency						
3.1 Primary Schools	7,192,207.00			7,192,207	2,000,000	5,192,207
3.2 Secondary schools				0		0
3.3 Tertiary institutions				0		0

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

3.4 Security projects							0		0
4.0 Bursary and Social Security									
4.1 vocational bursary				8,087.00			8,087		8,087
4.2 Secondary Schools	25,000,000.00		4,318,894	500,000.00			29,818,894	29,108,589	710,305
4.3 Tertiary Institutions	10,000,000.00		15,884	891,927.00			10,907,811	10,907,811	0
4.4 Boda boda bursary			796,011	3,354,250.00			4,150,261	3,298,200	852,061
4.5 Social Security	6,000,000.00						6,000,000	6,000,000	0
5.0 Sports							3,484,064	3,484,064	0
6.0 Environment									
6.1 Ihigaini mixed secondary school	2,741,777.00		742,287				675,000	675,000	0
6.2 Nanyuki Township mixed secondary school			675,000				675,000	675,000	0
6.3 Sweetwaters mixed secondary school			675,000				675,000	675,000	0
6.4 Muihoko mixed secondary school			675,000				675,000	675,000	0
7.0 Primary Schools Projects (List all the Projects)									
7.1 St Moses primary	3,600,000.00						3,600,000	3,600,000	0
7.2 Nkando primary	2,400,000.00						2,400,000	2,400,000	0
Bungoma primary	2,700,000.00						2,700,000	2,700,000	0

Laikipia East Constituency

National Government Constituencies Development Fund (NGCDF)

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

7.3 Muhonia Primary School					0	2,400,000	-2,400,000
7.4 Male primary	500,000.00				500,000	500,000	0
7.5 Likii special school	1,000,000.00				1,000,000	1,000,000	0
7.6 Likii primary	2,600,000.00				2,600,000	2,600,000	0
7.7 Kibubungi primary	400,000.00				400,000	400,000	0
7.8 Kiambiriria primary	2,400,000.00				2,400,000	2,400,000	0
7.9 Iriuku primary	2,700,000.00				2,700,000	2,700,000	0
7.10 Bingwa special primary	850,000.00				850,000	850,000	0
7.11 Bingwa special primary	2,400,000.00				2,400,000	2,400,000	0
7.12 Bingwa primary school	300,000.00				300,000	300,000	0
7.13 Mirera primary		647			647		647
7.14 Chuma primary school		2,410,000			2,410,000	2,410,000	0
7.15 Ngobit primary school		320			320		320
8.0 Secondary Schools Projects (List all the Projects)							
8.1 Mwiuhoko mixed day secondary	4,800,000.00				4,800,000	4,800,000	0
8.2 Likii mixed day secondary	6,700,000.00				6,700,000	6,700,000	0
8.3 Likii mixed day secondary			500,000.00		500,000	500,000	0

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8.4 Ihigaini mixed day secondary		200	500,000.00	500,200	500,000	200
8.5 Kalalu secondary school		3,214		3,214		3,214
8.6 Nanyuki Township mixed secondary			500,000.00	500,000	500,000	0
9.0 Tertiary institutions Projects (List all the Projects)						
9.1 Laikipia TVET	2,400,000.00			2,400,000	2,400,000	0
9.2 KMTC			700,000.00	700,000	700,000	0
10.0 Security Projects						
10.1 Wiyumiririe police post	500,000.00			500,000	500,000	0
10.2 Sirma chief's office social hall	2,400,000.00			2,400,000	2,400,000	0
10.3 Mwituria chief's office	500,000.00			500,000	500,000	0
10.4 Mwituria chief's office		400,000		400,000	400,000	0
10.5 Mwituria chief's office				0	500,000	-500,000
10.6 Chuma police post	300,000.00			300,000	300,000	0
10.7 Chuma police post				0		0
10.8 Daiga assistant county commissioner social hall	2,400,000.00			2,400,000	2,400,000	0

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10.9 Daiga assistant county commissioner social hall		1,700,000		1,700,000	1,700,000	0
10.10 Deputy county commissioner		86		86		86
10.11 Office filing cabinets		240,000		240,000		240,000
10.12 Solio village 4 Acc Office		3,800,000		3,800,000		3,800,000
10.13 Solio village 4 Acc Office			2,300,000.00	2,300,000		2,300,000
11.0 Acquisition of assets						
11.1 Ngcdf office-Contractor	1,000,000.00	11,117,871	17,633,420.00	29,751,291	28,951,291	800,000
11.2 NGCDF office PMC	8,816,896.00	450,000		9,266,896	9,266,895	1
11.3 Motor bike		7,332		7,332		7,332
11.4 NGCDF furniture						0
11.5 NGCDF Computers		472	299,528.00	300,000		300,000
12.0 Others						
12.1 Laikipia East gender office	150,000.00			150,000	150,000	0
12.2 Laikipia east Kenya national library service	2,000,000.00			2,000,000	2,000,000	0
12.3 Huduma centre Makutano	20,000,000.00		19,000,000.00	39,000,000	36,571,000	2,429,000
12.4 Strategic plan		200,000		200,000		200,000
Funds pending approval**		152,000		152,000		152,000
Total	137,088,879	31,237,108	46,688,879	215,014,866	198,494,233	16,520,633

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Laikipia East 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.

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
NGCDF Board		
AIE NO B140972	33,000,000	
AIE NO B 105489	44,000,000	
AIE NO B 105836	22,000,000	
AIE NO B 128583	5,000,000	
AIE NO B 128895	12,000,000	
AIE NO B 164428	18,000,000	
AIE NO B 154092	12,000,000	
AIE NO B 155864	10,288,879	
AIE NO B 155980	13,688,879	
AIE NO B 155989	13,800,000	
AIE NO B 096857		500,000
AIE NO B 104731		20,000,000
AIE NO A823660		35,000,000
AIE NO B 1104821		14,067,724
AIE NO B 124723		8,000,000
AIE NO B 119533		8,500,000
AIE NO B 119923		12,000,000
AIE NO B 128164		6,900,000
AIE NO B 128477		7,000,000
AIE NO B 132221		6,000,000
AIE NO B 138889		12,000,000
AIE NO B 126183		7,000,000
AIE NO B 140621		11,000,000
TOTAL	183,777,758	159,967,724

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

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	29,000	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	29,000	-

Notes to the Financial Statements (Continued)

4. Compensation of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,360,000	3,305,940
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	1,151,850	434,000
Employer Contributions Compulsory national social security schemes	116,640	118,080
Total	4,628,490	3,858,020

5. Use of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Committee Expenses	-	1,565,000
Utilities, supplies and services	420,247	205,000
Communication, supplies and services	0	258,698
Domestic travel and subsistence	-	118,000
Printing, advertising and information supplies & services	-	148,620
Rentals of produced assets	-	336,000
Training expenses	1,717,800	1,921,230
Other committee expenses	1,445,000	1,565,000
Committee allowance	1,502,500	1,363,000
Insurance costs	-	302,910
Specialized materials and services	-	1,527,720
Office and general supplies and services	1,842,906	39,800
Other operating expenses	1,000,000	6,844
Routine maintenance – vehicles and other transport equipment	39,440	12,100
Routine maintenance – other assets	-	-
Bank charges	-	80,453
	-	380,000
Total	7,967,893	8,265,375

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Notes to The Financial Statements (Continued)

6. Transfer to Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers to Primary Schools (See Attached List)	26,660,000	20,000,000
Transfers to Secondary Schools (See Attached List)	13,000,000	15,226,380
Transfers to Tertiary Institutions (See Attached List)	3,100,000	1,300,000
Total	42,760,000	36,526,380

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	29,071,400	19,987,100
Bursary – tertiary institutions (see attached list)	14,243,200	29,287,750
Bursary – special schools (see attached list)	-	856,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	6,000,000	6,000,000
Security projects (see attached list)	8,700,000	12,425,253
Sports projects (see attached list)	3,484,064	1,973,160
Environment projects (see attached list)	2,700,000	-
Emergency projects (see attached list)	2,000,000	7,675,645
Total	66,198,664	78,204,910

8. Acquisition of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	38,218,185	7,182,129
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	417,921
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Total	38,218,185	7,600,050

Notes to the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Huduma centre makutano	36,571,000	-
Laikipia East Kenya national Library service	2,000,000	
Laikipia East Gender office	150,000	-
	38,721,000	-

10: Cash Book Bank Balance

Name of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)	18,797,919	32,352,716
<i>Equity bank, 0270261969541.</i>	-	-
Total	18,797,919	32,352,716
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

11: Outstanding Imprests

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

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

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Notes to the Financial Statement Continued

12A. Retention

	2021-2022	2020-2021
	KShs	KShs
Retention as at 1 st July (A)	710,608	-
Retention held during the year (B)	2,407,906	710,608
Retention paid during the Year (C)	(841,229)	-
Closing Retention as at 30 th June D= A+B-C	2,277,285	710,608

[Provide short appropriate explanations as necessary.]

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	434,000	-
Gratuity held during the year (B)	-	434,000
Gratuity paid during the Year (C)	434,000	-
Closing Gratuity as at 30 th June D= A+B-C	-	434,000

[Provide short appropriate explanations as necessary]

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	18,797,919	32,352,716
Cash in hand	-	-
Imprest	-	-
Total	18,797,919	32,352,716

[Provide short appropriate explanations as necessary]

14. Prior Year Adjustments

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

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

15. Changes in Accounts Receivable – Outstanding Imprests

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

16. Changes in Accounts Payable – Deposits and Retentions

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

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Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	-	-
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	-	434,000
Others (<i>specify</i>)	-	-
Total	-	434,000

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	41,120	869,250
Use of goods and services	2,084,053	1,631,437
Amounts due to other Government entities (see attached list)	3,646,668	6,986,205
Amounts due to other grants and other transfers (see attached list)	1,520,373	19,978,150
Acquisition of assets	2,307,333	29,008,623
Funds pending approval	152,000	123,000
Others (<i>specify</i>)	6,769,086	19,300,320
Total	16,520,633	77,896,986

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	16,862,219	3,319,196
Total	16,862,219	3,319,196

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Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff				
1.				
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				
Compensation of employees-gratuity	For the purpose of payment of staff salary	41,120	869,250	
Use of goods & services			1,631,437.48	
Capacity building	For the purpose of operation cost	1,503,600		
M&E committee allowance	For the purpose of operation cost	584,053		
Amounts due to other Government entities		0	31,558	
Solio village 4 Ict Hall	Construction of ICT Hall	3,400,000		
Constituency Chiefs office furniture	Purchase of furniture	246,668		
Amounts due to other grants and other transfers		0	26,353,797	
Secondary bursary	Payment of bursary to needy students	1,520,373		
Acquisition of assets		0	29,008,623	
NGCDF Office	Construction of NG-CDF office	600,000		
Others (<i>specify</i>)	For NG-CDF projects	0	19,600,320	
Huduma centre	Construction of Huduma centre	2,429,000		
Strategic plan	Designing of strategic plan	200,000		
Emergency	To cater for unseen occurrences	5,843,819		
Funds pending approval	Pending board approval	152,000	123,000	
Grand Total		16,520,633	77,896,986	

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) 2020/21
Land				
Buildings and structures	7,182,129	38,218,185		45,400,314
Transport equipment	4,217,921			4,217,921
Office equipment, furniture and fittings	429,000			429,000
ICT Equipment, Software and Other ICT Assets	810,000			810,000
Other Machinery and Equipment	12,441,332			12,441,332
Heritage and cultural assets	-			0
Intangible assets	-			0
Total	25,080,382			63,298,567

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Annex 5 –PMC Bank Balances as at 30th June 2022

PMC	Bank	Account number	Date of Opening	Bank Balance 2021/22	Bank Balance 2020/21
Bungoma Primary School	Equity Bank	270278693125	6/23/2022	2,700,000	0
Chuma Police Post	Equity Bank	270965123900	5/11/2021	230	0
County Commissioner	Equity Bank	270280816443	25/10/2020	0	742,023
County Commissioner	Equity Bank	270280850141	25/10/2020	0	400
Deputy County Commissioner	Equity Bank	270605344128	5/11/2021	530	0
Huduma Centre Makutano	Equity Bank	270280794986	5/11/2021	799,800	609,930
Kalalu Police Post	Equity Bank	270280769833	5/11/2021	0	80
Ihigaini Mixed Day Secondary	Equity Bank	270281202479	7/11/2021	242,655	0
Ihigaini Mixed Secondary School	Equity Bank	270251969541	5/11/2021	4567	0
Iriuko Primary School-Ngcdf	Equity Bank	270282775109	7/11/2021	2,700,000	0
Kibubungi Primary	Equity Bank	270279556020	25/10/2020	0	40
Kmtc Nanyuki	Equity Bank	270279427298	25/10/2020	0	879
Laikipia East Kenya National Library	Equity Bank	270866943120	5/11/2021	679	0
Likii Primary School - Cdf Account	Equity Bank	270277343603	11/26/2021	1,760	0
Likii Secondary School-Ngcdf	Equity Bank	270277398796	7/27/2021	3,738,050	766,650
Male Primary School-Pmc	Equity Bank	270282189150	2/2/2022	20,700	0

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Mirera Primary	Equity Bank	270277331119	25/10/2020	0	151,267
Muhonia Primary School- Cdf	Equity Bank	270277777756	6/24/2022	2,401,820	0
Mwihoko Secondary School	Equity Bank	270238957654	5/11/2021	1200	0
Mwituria Chiefs Office	Equity Bank	270279424864	5/11/2021	500,000	0
Mwituria Police Post	Equity Bank	270279378432	25/10/2020	0	35,260
Mwituria Secondary	Equity Bank	270281061637	25/10/2020	0	14,430
Nanyuki Township Mixed Day	Equity Bank	270278556791	8/9/2021	660,124	0
Nanyuki Township Mixed School	Equity Bank	270277331119	5/11/2021	6430	0
Nkando Primary School	Equity Bank	270192993648	5/25/2022	1,137,655	0
Ruai Primary	Equity Bank	110263903130	25/10/2020	0	998,237
St Moses Primary School	Equity Bank	270282734871	6/16/2022	1,697,775	0
Sweetwaters Mixed Day Secondary	Equity Bank	270281216062	9/3/2021	248,244	0
Total				16,862,219	3,319,196

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Annex 6: Progress on Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG 2020/2021	1.1 inaccuracies in the financial statements (stale cheques)	Respond to all stale cheques. Cheques have been reversed	FAM	Resolved
OAG 2020/2021	1.2 Budget control and performance	Respond to: poor workman ship	FAM	resolved

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Name

Name

Fund Account Manager.