

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

PARLIAMENT
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LIBRARY

THE NATIONAL ASSEMBLY

DATE: 02 AUG 2023

OSV. WED

TABLED BY: Hon Naomi Wago, MP
OF: Deputy Majority Whip
Finlay Muriuki

CLERK AT THE TABLE

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
NORTH MUGIRANGO CONSTITUENCY**

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



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTERED

19 JUN 2023

RECEIVED



NORTH MUGIRANGO CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022

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

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

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

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ii. National Government Constituency Development Fund Committee (NGCDFC)

(c) Fiduciary Management

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

1.	A.I.E holder	Robert Serem
2.	Sub-County Accountant	Richard Nyachoti
3.	Chairman NGCDFC	Yuvinalis Terah
4.	Member NGCDFC	Vanice Moraa

(d) Fiduciary Oversight Arrangements

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

P.O. Box 105 40500
Sub County Commissioners Building
Nyamira Ikonge Road
Nyamira, KENYA

(f) NORTH MUGIRANGO Constituency NGCDF Contacts

Telephone: (254) 734700485
E-mail: cdfnorthmugirango@ngcdf.go.ke
Website: www.go

(g) North Mugirango Constituency NGCDF Bankers

Equity Bank Kenya Ltd
P.O Box 100-40500
Nyamira

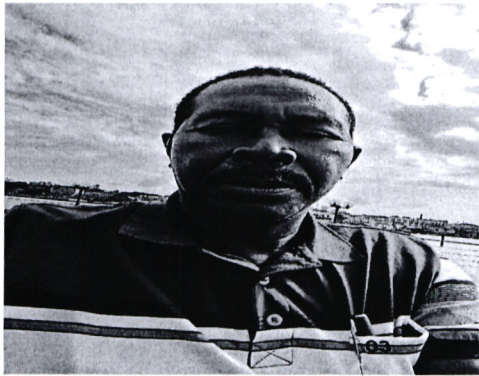
(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC Chairman’s Report



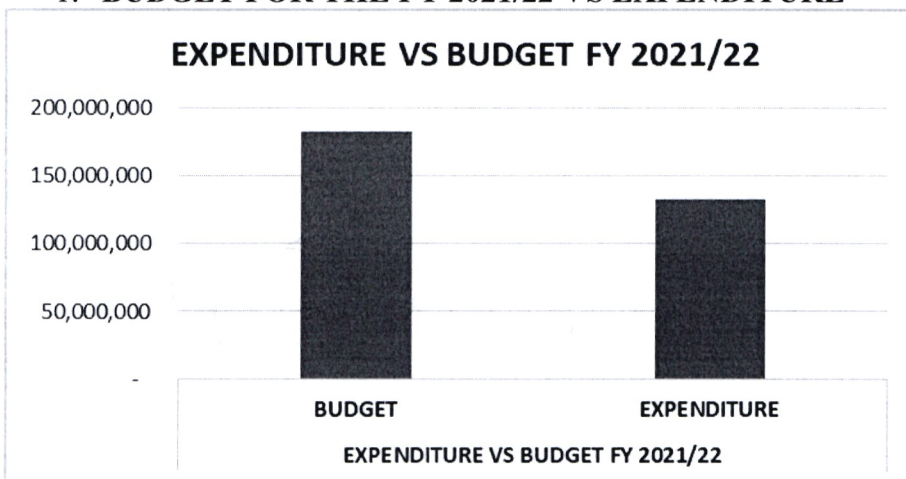
Yuvinalis Terah- Chairman NGCDF North Mugirango

NORTH MUGIRANGO NG-CDF has in the last financial year received a disbursement of **Kshs 160,688,879**. This includes unutilized funds of **Ksh 45,088,879** from previous periods and Kshs **172,000,000** received as part of this year’s allocation of Kshs 137,088,879. This makes current balance of undisbursed funds from the Board to be Kshs 22,088,879.

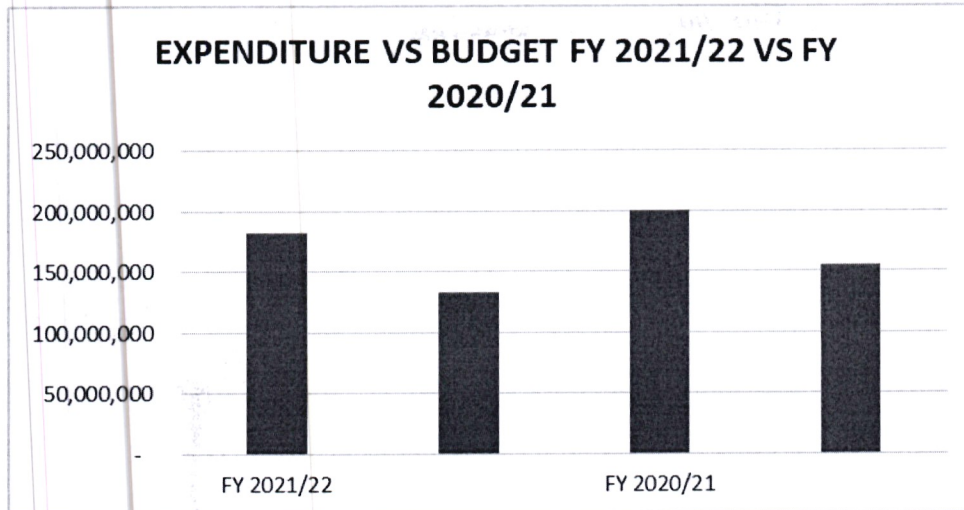
Out of the **Kshs 160,688,879** received, the constituency spent **Kshs 140,852,964**. This translates to a favourable absorption rate of over 88% despite operating with a unique environmental context of post Covid-19 pandemic. Further, the amounts spent was less than the current year allocation by Kshs 4,235,915.

Below we present a graphical presentation of the annual allocation and actual amounts spent in FY 2021/2022.

1. BUDGET FOR THE FY 2021/22 VS EXPENDITURE



2. COMPARISON BETWEEN FY 2021/22 & FY 2020/21



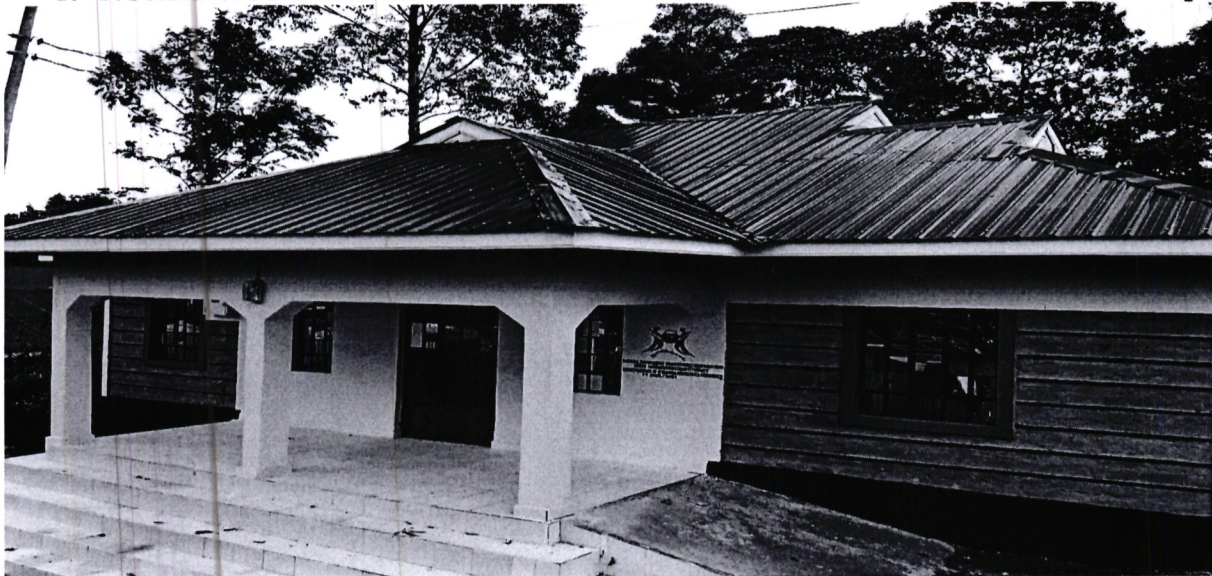
Key Achievements:

The greatest achievements are in project implementation which included improvement of learning structures in schools by construction of classrooms and administration blocks:

The management also constructed several classes during the financial year to create conducive environment for learning:

Sample of the classrooms constructed:

1. NORTH MUGIRANGO DCC'S RESIDENCE- Construction of DCC's residence complete



2. IKONGE BOYS- Cconstructio of boys dorm complete



Emerging issues:

Emerging issues include:

1. High demand for bursary due to high poverty index.
2. High cost of building materials due making the cost of building a classrooms higher and hence less number are allocated funds in the Financial Year

Challenges:

1. Some schools are inaccessible due to poor road networks

Recommendation

Boards timely disbursements of projects funds to the constituency

I finally wish to sincerely thank the area MP, FAM and my Committee that have been a great team in guiding us on financial regulations and constitutional expectations of the North Mugirango National Government Constituency development fund committee

.....
**Name: Yuvinalis Terah
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 *North Mugirango Constituency 2018-2022* plan are to:

- a) Agri-business Project.
- b) Environmental conservation.
- c) Promoting of Sporting activities
- d) Governance and Resource Mobilization
- e) Promotion of access to quality Education.
- f) Promotion of employment creation activities
- g) Enhance administration and Security infrastructure and facilities of Interior and Coordination of National Government

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In FY 2021/22 -we constructed 35 classrooms in primary, 20 in secondary, 5 access roads and drill 4 boreholes and 3 administration blocks
Security	To have conducive working environment for security agencies	Increased construction of chief's office	Improved security in the area	In FY 2021/22 there was construction of 3 chiefs offices, 2 ACCs offices and 1 DDC s residents
Environment	To improve environment by carrying	Increased planting of trees both	Improved environment	in the FY 2021/22, we have planted more than

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	out environmental activities	indigenous and fruit trees		2000 trees, and indigenous trees
Sports	To empower youth through sports activities	Increased sports activities through North Mugirango tournament	Improved youth empowerment	In the year 2021/22, management did carried out sports activities to create awareness and empower the youth
Disaster Management	To mitigate disasters through disaster management	Increased capacity building on disaster management	Improved awareness	Management has carried out CDFC capacity building to improve in the management of NG-CDF funds

IV. Environmental and Sustainability Reporting

North Mugirango 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 North Mugirango NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** North Mugirango 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 North Mugirango carried out environmental activities in the FY 2021/22 to a tune of Kshs 1,095,000. This was the cost of construction of toilets and hence improve sanitation

3. Employee welfare

We invest in providing the best working environment for our employees. North Mugirango 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. North Mugirango 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-

North Mugirango 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-

North Mugirango 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.

*North Mugirango Constituency
National Government Constituencies Development Fund (NGCDF)
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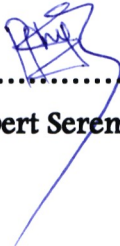
Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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

Public Awareness

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

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



.....

Name Robert Serem

FAM

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-North Mugirango 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.

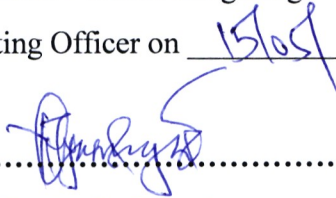
The Accounting Officer in charge of the NGCDF-North Mugirango Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *North Mugirango* 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- North Mugirango Constituency further confirms the completeness of the accounting records maintained for the *North Mugirango*, 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.

***North Mugirango 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 North Mugirango 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 *North Mugirango* '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- North Mugirango Constituency financial statements were approved and signed by the Accounting Officer on 15/05 2023.



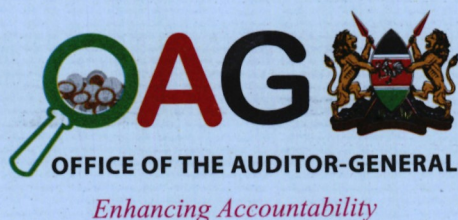
.....
Name: Yuvinalis Terah
Chairman – NGCDF Committee



.....
Name: Robert Serem
Finance Account Manager

REPUBLIC OF KENYA

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NAIROBI

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - North Mugirango Constituency set out on pages 1 to

38, which comprise of the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1. Unsupported Procurement of Access Roads Works

The statement of receipts and payments reflects transfers to other Government units amount of Kshs.83,411,200 which includes transfers to primary schools and secondary schools amounts of Kshs.36,060,000 and Kshs.40,176,200 respectively, as disclosed in Note 6 to the financial statements.

Review of records revealed that an amount of Kshs.26,500,000 was utilised towards bush clearing, ditch cleaning, boulder removing, cross culvert installation, grading and gravelling to stands in respect of different roads within the constituency. However, a list of the roads on which the works were carried out, requisition letters from the benefitting schools, evidence of the procurement procedures followed in identifying the contractor and awarding the contract, inspection and acceptance committee reports for completed works and payment vouchers were not provided for audit review.

Further, the National Constituency Development Fund Board had approved only Kshs.8,698,000 towards access roads, resulting in an unauthorized expenditure of Kshs.17,802,000. This is contrary to Section 6(1) of the National Government Constituency Development Fund Act 2015 which provides that once funds are allocated for a particular project, they shall remain allocated for that project and may only be re-allocated for any other purpose during the financial year with the approval of the Board

In the circumstances, the validity, accuracy and completeness of the expenditure of Kshs.26,500,000 on access roads could not be confirmed.

2. Unsupported Construction of Dormitory at Maangonga Secondary School

The transfers to other Government units balance of Kshs.83,411,200 includes an amount of transfers to secondary schools of Kshs.40,176,200 as disclosed in Note 6 to the financial statements. Included in the balance of Kshs.40,176,200 is an amount of

Kshs.1,000,000 which was disbursed to Maangonga Secondary School, being part of cumulative payments of Kshs.3,000,000 as at 30 June, 2022, which was for the construction of a 50-bed capacity dormitory. However, the project proposals, approved drawings and structural designs by the relevant Authorities, expenditure returns, and contract agreement with the contractor and procurement records were all not provided for the audit.

In the circumstances, the validity, accuracy and completeness of the transfers to secondary schools expenditure of Kshs.1,000,000 could not be confirmed.

3. Unsupported Purchase of School Bus for Ekerubo Gietai Technical Training Institute

The transfers to other Government units balance of Kshs.83,411,200 includes an amount of transfers to tertiary institutions of Kshs.7,175,000 as disclosed in Note 6 to the financial statements. The amount was in respect of the purchase of 51-seater college bus for Ekerubo Gietai Technical Training Institute at a purchase price of Kshs.9,700,000. However, management did not provide the procurement documents and the inspection and acceptance committee report for audit review.

In the circumstances, the validity, accuracy and completeness of the expenditure of Kshs.7,175,000 for the year ended 30 June, 2022 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - North Mugirango 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 reflects a final budget and actual receipts on comparable basis amounts of Kshs.182,472,771 and Kshs.160,688,879 respectively, resulting to underfunding of Kshs.21,783,892 or 12% of the budget. Similarly, the Fund spent a total amount of Kshs.140,852,964 against an approved budget of Kshs.182,767,784, resulting to an under-expenditure of Kshs.41,914,820 or 23% of the budget.

The underfunding and under-expenditure affected the Fund's planned activities and may have adversely affected service delivery to the residents of North Mugirango Constituency.

2. Projects Approved but not Implemented

An audit inspection and review of the projects implementation status report revealed that out of forty-five (45) approved projects in the Constituency code list for the year under review, fifteen (15) projects with a total budgetary allocation of Kshs.30,498,000 had not been started as analyzed in the table below.

S/No.	Name of the Project	Approved Activity	Amount allocated (Kshs.)
1.	Chisaria Primary School	Construction of two classrooms	2,000,000
2.	Ekerubo Day Primary School	Renovation of four classrooms	2,000,000
3.	Riosoya Primary School	Renovation of four classrooms	1,000,000
4.	Chisaria Primary School	Construction of two classrooms	2,000,000
5.	Riomego SDA Boarding Primary School	Renovation of one classroom to completion	500,000
6.	Gitwebe Primary School	Renovation of four classrooms	1,000,000
7.	Matongo Dip Junction Primary School Link Road	Road opening, grading, culvert installation, gravelling and compaction of 0.6km access road	2,300,000
8.	Magwa Junction - Ikamu Secondary School Link	Installation of Culverts and 50 score Checks, Heavy Grading and Gravelling 0.1 KM access Road	1,798,000
9.	Chisaria Junction - Chisaria Primary School Link Road	Grading, culvert cleaning, gravelling and compaction of 0.4km access road	1,500,000
10.	Monga Primary School	Renovation of one classroom to completion; flooring, fixing doors and windows, plastering and painting	500,000
11.	Kiabira Primary School	Renovation of one classroom to completion; flooring, fixing doors and windows, plastering and painting	500,000
12.	Omokirondo Primary School	Construction of one classroom	1,000,000
13.	Tombe Secondary School	Construction of two classrooms	1,700,000
14.	St Clare Gekendo Girls Secondary School	Purchase of 51-seater school bus	9,700,000
15.	Ekerubo Police Post	Construction of a 3 roomed Chief's Office in an existing police post.	3,000,000
	Total		30,498,000

No reason was provided for the delay in implementing the projects and it was observed that commencement dates for the projects were not indicated in the projects implementation status report. It was therefore not possible to determine whether or not project timelines were adhered to.

In the circumstances, residents of the Constituency were denied expected benefits of the planned projects.

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 the Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Transfers to Other Government Units

The statement of receipts and payments reflects transfers to other government units balance of Kshs.83,411,200 as disclosed in Note 6 to the financial statements. However, the following anomalies were observed:

1.1 Unbranded Primary Schools Projects

The transfers to other government units balance of Kshs.83,411,200 includes an amount of transfers to primary schools Kshs.36,060,000 which further includes Kshs.3,000,000 which was transferred to Nyamusi and Nyaututu Primary Schools. The amount was for the renovation of nine (9) classrooms at a cost of Kshs.1,000,000 and renovation of five (5) classrooms at a cost of Kshs.2,000,000 respectively. However, an audit inspection carried out on 13 March, 2023 revealed that even though the projects were undertaken, no branding was done with the Fund's logo and the year when the activity was budgeted for implementation, as required by Regulation 11(1)(cc) of the National Government Constituencies Development Fund Regulations, 2016. As a result, other Government agencies or donor organizations might take credit for projects funded by the Fund.

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

1.2 Delayed Construction of Classrooms and Purchase of Desks at Kenyoro Primary School

The transfers to primary schools amount of Kshs.36,060,000 further includes an amount of Kshs.2,000,000 transferred to Kenyoro Primary School for the construction of two classrooms and purchase of eighty (80) units of 3-seater wooden desks. However, an audit inspection carried out in March, 2023 revealed that the classrooms were incomplete, the desks had not been delivered and the contractor had not been on site since August, 2022.

In the circumstances, the delays may adversely affect learning in the school and value for money of the expenditure of Kshs.2,000,000 could not be confirmed.

1.3 Unapproved Re-allocation and Implementation of Projects

Further, included in the transfers to primary schools amount of Kshs.36,060,000 are disbursements totalling to Kshs.5,600,000 to four (4) primary schools which were not in the approved code list.

However, review of records and available information revealed various anomalies as detailed below:

- i. Included in the balance of Kshs.5,600,000 is an amount of Kshs.600,000 disbursed to Nyangina Primary School for construction of two (2) classrooms. However, the project could not be traced in the approved code list for the year under review.
- ii. Further, included in the balance is an amount of Kshs.1,000,000 disbursed to Nyamusi Primary School for renovation of six (6) classrooms. The scope of works entailed plastering of classrooms, replacement of windows and doors and painting. However, the project was not approved the National Government Constituencies Development Fund (NGCDF) Board.
- iii. In addition, included in the balance is an amount of Kshs.4,000,000 transferred to Iteresi and Nyaututu Primary Schools in equal amounts for constructions of two classrooms to completion and purchase of 80 units of 3-seater wooden desks for each school as per project activities contained in the code list. However, examination of records and documents provided for audit revealed that the amount of Kshs.2,000,000 for each school was not used for the intended purpose. Instead the amount was spent on renovation of classrooms re-roofing, plastering or carpeting of the floor, replacement of wooden doors with steel doors and painting of classrooms without approval from the NGCDF Board.

The implementation of the projects was therefore contrary to Section 6(2) of the National Government Constituency Development Fund Act, 2015, which states that once funds are allocated for a particular project, they shall remain allocated for that project and may only be re-allocated for any other purpose during the financial year with the approval of the Board:

In the circumstances, Management was in breach of the law

1.4 Stalled Construction of Dormitory at Maangonga Secondary School

The transfers to other government units balance of Kshs.83,411,200 includes an amount of transfers to secondary schools of Kshs.40,176,200 which further includes a balance of Kshs.1,000,000 disbursed to Maangonga Secondary School. The disbursement was part of cumulative payments of Kshs.3,000,000 as at 30 June, 2022, for the construction of fifty (50)

bed capacity dormitory. However, an audit inspection carried out in March, 2023 revealed that the project had stalled.

In the circumstances, the intended benefits of the project may not be realized as expected and value for money of the cumulative expenditure of Kshs.3,000,000 on the secondary school could not be confirmed.

2. Irregular Installation of Water Tank at Kenyoro Primary School

The statement of receipts and payments reflects other grants and transfers balance of Kshs.46,534,350 which, as disclosed in Note 7 to the financial statement. The amount includes expenditure on emergency projects of Kshs.6,965,000 out of which, an amount of Kshs.560,444 was transferred to Kenyoro Primary School for the purchase of a 10,000 litres plastic water tank and installation of accessories. However, an audit inspection revealed that a 5,000 litres plastic water tank was installed instead of the approved 10,000 litres tank.

In the circumstances, value for money of the emergency expenditure of Kshs.560,444 for the could not be confirmed.

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 Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing 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

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material

misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how 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 governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in

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


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by 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 controls 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

21 July, 2023

North Mugirango Constituency

National Government Constituencies Development Fund (NGCDF)


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

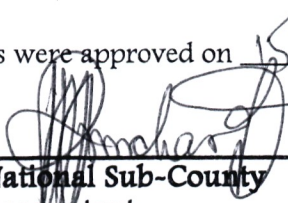
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE, 2022

	Note	2021-2022	2020-2021
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	160,688,879	130,767,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		160,688,879	130,767,724
PAYMENTS			
Compensation of employees	4	3,957,429	2,765,440
Use of goods and services	5	6,949,985	8,071,217
Transfers to Other Government Units	6	83,411,200	83,150,000
Other grants and transfers	7	46,534,350	61,297,235
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		140,852,964	155,283,892
SURPLUS/DEFICIT		19,835,915	(24,516,168)

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 15/07/2023 2023 and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: Robert Serem

Name: Richard Nyachoti
ICPAK M/No:

Name: Yuvinalis Terah


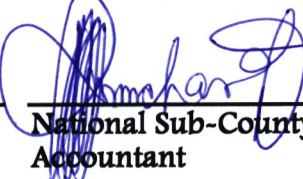
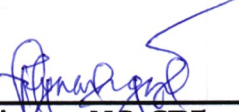
*North Mugirango Constituency
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VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE, 2022

	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	20,130,928	295,013
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		20,130,928	295,013
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		20,130,928	295,013
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL SSETS		20,130,928	295,013
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	295,013	24,811,181
Prior year adjustments	14	-	
Surplus/Defict for the year		19,835,915	(24,516,168)
NET FINANCIAL POSITION		20,130,928	295,013

notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved on 15/06/2023 2023 and signed by:

		
_____ Fund Account Manager	_____ National Sub-County Accountant	_____ Chairman NG-CDF Committee
Name: Robert Serem	Name: Richard Nyachoti ICPAK M/No:	Name: Yuvinalis Terah



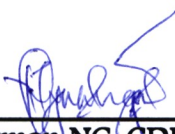
*North Mugirango Constituency
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IX. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE, 2022

		2021-2022	2020-2021
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	160,688,879	130,767,724
Other Receipts	3	-	-
		160,688,879	130,767,724
Payments for operating activities			
Compensation of Employees	4	3,957,429	2,765,440
Use of goods and services	5	6,949,985	8,071,217
Transfers to Other Government Units	6	83,411,200	83,150,000
Other grants and transfers	7	46,534,350	61,297,235
Other Payments	9	-	-
		140,852,964	155,283,892
Adjusted for:			
Decrease/ (Increase) in Accounts receivable	15	-	-
Increase/ (Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		19,835,915	(24,516,168)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		19,835,915	(24,516,168)
Cash and cash equivalent at BEGINNING of the year	10	295,013	24,811,181
Cash and cash equivalent at END of the year		20,130,928	295,013

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 15/05 2023 and signed by:

 _____ Fund Account Manager	 _____ National Sub-County Accountant	 _____ Chairman NG-CDF Committee
Name: Robert Serem	Name: Richard Nyachoti ICPAK M/No:	Name: Yuvinalis Terah

**North Mugirango 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

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA				
Transfers from NG-CDF Board	137,088,879	45,088,879	182,472,771	160,688,879	21,783,892	88.1%
Proceeds from Sale of Assets			0			
Other Receipts			0			0.0%
TOTAL RECEIPTS	137,088,879	45,088,879	182,472,771	160,688,879	21,783,892	88.1%
PAYMENTS						
Compensation of Employees	3,456,984	2,212,334	5,964,331	3,957,429	2,006,902	66.4%
Use of goods and services	7,330,016	43,400	7,373,416	6,949,985	423,431	94.3%
Transfers to Other Government Units	74,890,000	25,813,000	100,703,000	83,411,200	17,291,800	82.8%
Other grants and transfers	51,411,879	15,178,780	66,590,659	46,534,350	20,056,309	69.9%
Acquisition of Assets		2,136,378	2,136,378		2,136,378	
Other Payments	0		0			
TOTAL	137,088,879	45,383,892	182,767,784	140,852,964	41,914,820	77.1%

Explanation of underutilization (below 90%):

- i. Compensation of employee was utilized to 66.4% unutilized was gratuity provision which will be paid on the expiry of contract terms.
- ii. Transfers to Other Government Unit were disbursed up to 82.8% due to late funding by the board.
- iii. Other grants and transfer were disbursed up to 69.9%, this was growth from previous year as bursaries to needy students were disbursed.

*North Mugirango Constituency
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iv. No asset was purchased during the year.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	41,914,820
Less undisbursed funds receivable from the Board as at 30th June 2022	21,783,892
	20,130,928
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/2022	20,130,928

The Constituency financial statements were approved on 15/05 2023 and signed by:



Fund Account Manager

Name: Robert Serem



National Sub-County Accountant

**Name: Richard Nyachoti
ICPAK M/No:**



Chairman NGCDF Committee

Name: Yuvinalis Terah

*North Mugirango Constituency
National Government Constituencies Development Fund (NGCDF)
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X. BUDGET EXECUTION BY SECTORS AND PROJECTS FOR THE YEAR ENDED 30TH JUNE 2022

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
	Kshs		Kshs	Kshs		Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,456,984	295,013	485,479	4,237,476	3,957,429	280,047	93%
1.2 Committee allowances	1,007,156			1,007,156	1,007,156	0	100%
1.3 Use of goods and services	2,210,193		43,400	2,253,593	2,210,193	43,400.00	98%
Total	6,674,333	295,013	528,879	7,498,225	7,174,778	323,447	96%
2.0 Monitoring and evaluation							
2.1 Capacity building	1,200,000			1,200,000	1,200,000	-	100%
2.2 Committee allowances	1,460,000	-		1,460,000	1,460,000	-	100%
2.3 Use of goods and services	1,452,666		-	1,452,666	1,072,636	380,031	74%
Total	4,112,666	-	-	4,112,666	3,732,636	380,031	91%
3.0 Emergency							
	7,192,206			7,192,206	-	7,192,206	0%

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

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
CAMAURO ENTREPRISES LTD					1,100,000	(1,100,000)	
CAMAURO ENTREPRISES LTD					1,250,000	(1,250,000)	
ACHWADO GEN ENTR					850,000	(850,000)	
RATIRI AGRIC FARM					495,000	(495,000)	
CAMAURO ENTREPRISES LTD				-	550,000	(550,000)	
SIGADIK CONSTRUCTION LTD					570,000	(570,000)	
MOTUGUTWA CONST LTD				-	850,000	(850,000)	
MOTUGUTWA CONST LTD			-	-	1,150,000	(1,150,000)	
Iteresi Pry					150,000	(150,000)	
3.5 Unutilised				-	-	-	
Total	7,192,206	-	-	7,192,206	6,965,000	227,206	97%
4.0 Bursary and Social Security				-			

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

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference (e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
		Kshs	Kshs	Kshs	Kshs	Kshs	
4.1 Secondary Schools	13,000,000			13,000,000	6,350,350	6,649,650	49%
4.2 Tertiary Institutions	14,036,118		2,895,013.13	16,931,131	22,819,000	(5,887,869)	135%
4.3 Social Security				-	-	-	
4.4 Special Needs				-	-	-	
Total	27,036,118	-	2,895,013	29,931,131	29,169,350	761,781	97%
5.0 Sports							
5	2,741,778		0.00	2,741,778	1,805,000	936,778	66%
Total	2,741,778	-	-	2,741,778	1,805,000	936,778	66%
6.0 Environment							
Monga Primary School	560,444			560,444	-	560,444	0%
kenyoro primary school	560,444			560,444	-	560,444	0%
Maagonga primary school	560,444			560,444		560,444	0%
Kiabira Primary School	560,444			560,444	-	560,444	0%

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

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
MOTUGATWA CONSTRUCTION LTD	2020/2021			2021-2022	30/06/2022		
						(1,095,000)	
Total	2,241,778	-	-	2,241,778	1,095,000	1,146,778	49%
7.0 Primary Schools Projects							
Tombe primary school	2,000,000			2,000,000		2,000,000	0%
Riosoya primary school	1,000,000			1,000,000		1,000,000	0%
Chisaria primary school	2,000,000			2,000,000		2,000,000	0%
Ikonge primary school	4,000,000			4,000,000		4,000,000	0%
Matongo primary school	2,000,000			2,000,000		2,000,000	0%
Riomego SDA boarding primary school	1,000,000			1,000,000		1,000,000	0%
Gitwebe primary school	1,500,000			1,500,000		1,500,000	0%
Matongo primary school link road	1,500,000			1,500,000	1,500,000	-	100%

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

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference (e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
		Kshs	Kshs	Kshs	Kshs	Kshs	
Mwancha primary school	1,000,000			1,000,000		1,000,000	0%
chisaria primary school link road	1,500,000			1,500,000	1,500,000	-	100%
Ekerubo day primary school	2,000,000			2,000,000		2,000,000	0%
Monga School	500,000			500,000		500,000	0%
Kiemuma primary school	2,000,000			2,000,000	2,000,000	-	100%
Kiabira School	500,000			500,000		500,000	0%
Omokirondo Primary School	1,000,000			1,000,000		1,000,000	0%
Ekerubo boarding primary school	2,600,000			2,600,000	2,000,000	600,000	77%
NYAKENDOMISIA			500,000.00	500,000	500,000	-	100%
ITENYI PRY			2,000,000.00	2,000,000	2,000,000	-	100%
NYAUTUTU PRY			2,000,000.00	2,000,000	2,000,000	-	100%
KIAMAGOKE PRY			2,000,000.00	2,000,000	2,000,000	-	100%
NYANGINA PRY			600,000.00	600,000	600,000	-	100%

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
		Kshs	Kshs	Kshs	Kshs	Kshs	
TRIBO LOGISTICS			1,500,000.00	1,500,000	1,500,000	-	100%
RAFIRI HORTICULTURAL LAND			1,300,000.00	1,300,000	1,300,000	-	100%
RATIRI HORTICULTURE FARM			1,160,000.00	1,160,000	1,160,000	-	100%
KIEMUMA PRY			4,000,000.00	4,000,000	-	4,000,000	0%
KENYORO PRY			2,000,000.00	2,000,000	2,000,000	-	100%
KEREMA PRY			2,000,000.00	2,000,000	2,000,000	-	100%
NYANUSI PRY			1,000,000.00	1,000,000	1,000,000	-	100%
Total	26,100,000	-	20,060,000	46,160,000	23,060,000	23,100,000	50%
8.0 Secondary Schools Projects							
St Monica mageri girls Secondary School	2,000,000			2,000,000		2,000,000	0%
St Clare gekendo girls secondary school	6,530,000			6,530,000	4,000,000	2,530,000	61%
Kenyoro secondary school	8,530,000			8,530,000	7,276,200	1,253,800	85%

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
	Kshs		Kshs	Kshs	Kshs	Kshs	
Omorare secondary school	2,000,000			2,000,000	2,000,000	-	100%
Nyanchoka secondary school	2,000,000			2,000,000	2,000,000	-	100%
Ikonge boys secondary school	5,000,000			5,000,000	5,000,000	-	100%
Nyakenimo Sec. School	1,500,000			1,500,000	1,000,000	500,000	67%
Mogongo girls sec school Access road	2,000,000			2,000,000	2,000,000	-	100%
Nyasio girls sec school Access road	3,200,000			3,200,000	2,000,000	1,200,000	63%
Rionego PAG secondary	1,100,000			1,100,000	1,100,000	-	100%
Omorare secondary school link road	2,000,000			2,000,000	2,000,000	-	100%
Ikamu secondary link road	2,400,000			2,400,000	2,400,000	-	100%
Maagonga secondary school	2,000,000			2,000,000	2,000,000	-	100%
Access Roads			5,500,000	5,500,000	5,500,000	-	100%

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Access Roads			12,000,000	12,000,000	12,000,000	-	100%
NYAMWANCHANI SEC			900,000.00	900,000	900,000.00	-	100%
IKONGE BOYS			2,500,000.00	2,500,000	2,500,000.00	-	100%
ST. FRANCIS GEKENDO			1,000,000.00	1,000,000	1,000,000.00	-	100%
Total	40,260,000		21,900,000	62,160,000	54,676,200	7,483,800	88%
9.0 Tertiary institutions Projects				-		-	
Ekerubo gietai technical training institute	8,530,000			8,530,000	7,175,000	1,355,000	
Total	8,530,000		-	8,530,000	7,175,000	1,355,000	
10.0 Security Projects				-		-	
Ekerubo police post	3,000,000			3,000,000		3,000,000	0%
Ifibo chief office	1,500,000			1,500,000	1,300,000	200,000	87%
North Mugirango DCC's residential house	2,700,000			2,700,000	1,700,000	1,000,000	63%
Ifibo police post	3,000,000			3,000,000	3,000,000	-	100%

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Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2021-2022	30/06/2022		
	Kshs		Kshs	Kshs	Kshs	Kshs	
Kebobora Police Station	2,000,000			2,000,000		2,000,000	0%
Total	12,200,000	-	-	12,200,000	6,000,000	6,200,000	49%
11.0 Acquisition of assets				-		-	
Total	-	-	-	-	-	-	
12.0 Other payments				-		-	
Total	-	-	-	-	-	-	
13.0 unallocated fund							
Total	137,088,879	295,013	45,383,892	182,767,784	140,852,964	41,914,820	77%

(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-North Mugirango 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 28 June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

14. Errors

Material prior period errors are corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa.

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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description		2021-2022	2020 - 2021
		Kshs	Kshs
	B096907		5,000,000
Normal Allocation	B104665		19,000,000
	B124642		9,000,000
	B104963		6,367,724
	B119612		8,500,000
	B128002		12,000,000
	B128243		6,900,000
	B132005		6,000,000
	B132299		6,000,000
	B138968		12,000,000
	B126260		7,000,000
	B105055		11,000,000
	B105151		9,000,000
	B142950		13,000,000
	B105252	33,688,879	
	B105541	44,000,000	
	B105902	22,000,000	
	B128663	5,000,000	
	B128975	12,000,000	
	B164398	18,000,000	
	B154172	14,000,000	
	B089074	12,000,000	
Conditional Grants	AIE NO...		
Receipt from other Constituency			
TOTAL		160,688,879	130,767,724

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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

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Interest Received		-
Rents		-
Receipts Sale of Tender Documents	-	
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs		-
Other Receipts Not Classified Elsewhere (specify)		-
TOTAL		

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Notes to the Financial Statements (Continued)

4. Compensation of Employees

Description	2021-2022	2020 - 2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,755,829	2,576,560
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	-	-
Employer Contributions Compulsory national social security schemes	201,600	188,880
TOTAL	3,957,429	2,765,440

5. Use Of Goods and Services

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Utilities, supplies and services	0	1,130,000
Electricity	0	
Water & sewerage charges	-	
Office rent		
Communication, supplies and services	0	200,000
Domestic travel and subsistence	0	500,000
Printing, advertising and information supplies & services	0	230,000
Rentals of produced assets		
Training expenses	187,833	
Hospitality supplies and services	0	
Other committee expenses	2,196,000	1,010,000
Committee allowance	2,076,000	3,251,000
Insurance costs		331,970
Specialised materials and services		
Office and general supplies and services	285,000	350,000
Fuel , oil & lubricants	700,000	700,000
Other operating expenses	0	325,000
Bank service commission and charges	96,327	43,247
Other Operating Expenses	-	
Security operations		
Routine maintenance - vehicles and other transport equipment	364,825	
Routine maintenance- other assets	1,044,000	
TOTAL	6,949,985	8,071,217

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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	36,060,000	37,500,000
Transfers to Secondary Schools	40,176,200	45,650,000
Transfers to Tertiary Institutions	7,175,000	
TOTAL	83,411,200	83,150,000

7. Other Grants and Other transfers

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Bursary - Secondary (see attached list)	5,451,550	43,588,460
Bursary -Tertiary (see attached list)	25,217,800	
Bursary- Special Schools	-	
Mocks & CAT (see attached list)	-	
Social Security programmes (NHIF)		
Security Projects (see attached list)	6,000,000	6,000,000
Sports Projects (see attached list)	1,805,000	
Environment Projects (see attached list)	1,095,000	2,741,775
Emergency Projects (see attached list)	6,965,000	8,967,000
TOTAL	46,534,350	61,297,235

8. Acquisition of Assets

Non Financial Assets	2021-2022	2020 - 2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles Vehicles and Other Transport Equipment	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment		
Purchase of office furniture and and General Equipment	0	-
Purchase of computers ,printers and other IT equipments	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-

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Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets		
TOTAL	0	0

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	Account Number	2021-2022	2020 - 2021
		Kshs (30/6/2022)	Kshs (30/6/2021)
Equity Bank, Nyamira Branch, North Mugirango NG-CDF	A/C no.0520262112242	20,130,928	295,013
		-	-
		-	-
TOTAL		20,130,928	295,013

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	-	-	-
Name of Officer	dd/mm/yy	-	-	-
Name of Officer	dd/mm/yy	-	-	-
Total		-	-	-

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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

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

13. Balances Brought Forward

	2021-2022	2020- 2021
	Kshs (1/7/2021)	Kshs (1/7/2020)
Bank accounts	295,013	24,811,181
Cash in hand		
Imprest		
TOTAL	295,013	24,811,181

14. Prior Year Adjustments

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

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

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

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	280,047	2,212,334
Use of goods and services	423,431	43,400
Amounts due to other Government entities (see attached list)	31,938,800	25,813,000
Amounts due to other grants and other transfers (see attached list)	9,577,529	15,178,780
Acquisition of assets	-	2,136,378
Others (<i>specify</i>)	-	-
	41,914,820	45,383,892

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17.4: PMC account balances (See Annex 5)

PMC account balances (see attached list)	2,245,352	5,522,635
	2,245,352	5,522,635

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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

NG-CDFC Staff			
1.			
2.			
3.			
Sub-Total			
Grand Total			

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/2022	2020/2021	
1.0 Administration and Recurrent				
1.1 Compensation of employees	Employee salaries	280,047	2,212,334	Ongoing
1.3 Use of goods and services	Committee goods and services	43,400	43,400	ongoing
Total		323,447	2,255,734	
2.0 Monitoring and evaluation				
2.3 Use of goods and services	Committee goods and services	380,031	-	
Total		380,031	-	
3.0 Emergency				
Total	To cater for unforeseen circumstances	227,206		
4.0 Bursary and Social Security				
Total	Bursary for the needy	1,066,768		
5.0 Sports				
	5 Purchase of sport equipments	936,778	2,728,778	ongoing
Total		936,778	2,728,778	
6.0 Environment				
Total	Water harvestings	1,146,778		ongoing
7.0 Primary Schools Projects				
Tombe primary school	Grants to PMCs for development	2,000,000		ongoing
Riosoya primary school	Grants to PMCs for development	1,000,000		ongoing
Chisaria primary school	Grants to PMCs for development	2,000,000		ongoing
Ikonge primary school	Grants to PMCs for development	4,000,000		ongoing
Matongo primary school	Grants to PMCs for development	2,000,000		ongoing
Riomego SDA boarding primary school	Grants to PMCs for development	1,000,000		ongoing
Gitwebe primary school	Grants to PMCs for development	1,500,000		ongoing
Mwancha primary school	Grants to PMCs for development	1,000,000		ongoing

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Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/2022	2020/2021	
Ekerubo day primary school	Grants to PMCs for development	2,000,000		ongoing
Monga Primary School	Grants to PMCs for development	500,000		ongoing
Kiabira Primary School	Grants to PMCs for development	500,000		ongoing
Omokirondo Primary School	Grants to PMCs for development	1,000,000		ongoing
Ekerubo boarding primary school	Grants to PMCs for development	600,000		ongoing
Kiemuma Primary school	Grants to PMCs for development	4,000,000		
Kiomachingi Primary School	Grants to PMCs for development		500,000	ongoing
Munyara Primary School	Grants to PMCs for development		1,000,000	ongoing
Nyabweri Primary School	Grants to PMCs for development		500,000	ongoing
Nyasiororia primary school	Grants to PMCs for development		1,500,000	ongoing
Matongo Secondary School	Grants to PMCs for development		1,500,000	ongoing
Nyamwanchania Primary School	Grants to PMCs for development		1,000,000	ongoing
Riomoria primary school	Grants to PMCs for development		500,000	ongoing
Nyakeriyomisio primary school	Grants to PMCs for development		500,000	ongoing
Kebabe primary school	Grants to PMCs for development		1,500,000	ongoing
Nyamonuri primary school	Grants to PMCs for development		500,000	ongoing
Eronge primary school	Grants to PMCs for development		413,000	ongoing
Eaka primary school	Grants to PMCs for development		500,000	ongoing
Esanige primary school	Grants to PMCs for development		2,500,000	ongoing
Ekerubo boarding primary school	Grants to PMCs for development		2,000,000	ongoing
Total		23,100,000	14,413,000	
8.0 Secondary Schools Projects				
St Clare gekendo girls secondary school	Grants to PMCs for development	-		ongoing
Kenyo secondary school	Grants to PMCs for development	4,530,000		ongoing
Nyakenimo Sec. School	Grants to PMCs for development	1,253,800		ongoing
Maagonga Secondary School	Grants to PMCs for development	500,000		ongoing
Nyasio Girls Sec. School	Grants to PMCs for development	1,200,000	5,000,000	ongoing
			1,000,000	ongoing

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Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/2022	2020/2021	
Nyakenyomisa secondary school	Grants to PMCs for development		1,000,000	ongoing
Total	Grants to PMCs for development	7,483,800	7,000,000	
9.0 Tertiary institutions Projects	Grants to PMCs for development	-		
Ekerubo gietai technical training institute	Grants to PMCs for development	1,355,000		ongoing
Total	Grants to PMCs for development	1,355,000		
10.0 Security Projects	Grants to PMCs for development	-		
Ekerubo police post	Grants to PMCs for development	3,000,000		ongoing
Itibo chief office	Grants to PMCs for development	200,000		ongoing
North Mugirango DCC's residential house	Grants to PMCs for development	1,000,000		ongoing
Kebobora Police Station	Grants to PMCs for development	2,000,000		ongoing
Total	Grants to PMCs for development	6,200,000		
11.0 Acquisition of assets	Grants to PMCs for development	-		
Total	Grants to PMCs for development	-		
12.0 Other payments	Grants to PMCs for development	-		
Maagonga Secondary School	Grants to PMCs for development		2,400,000	ongoing
Kerema primary school	Grants to PMCs for development		2,000,000	ongoing
Matongo secondary school	Grants to PMCs for development		4,000,000	ongoing
Kiemuma secondary school	Grants to PMCs for development		150,000	ongoing
Ikonge Mixed Secondary School road	Grants to PMCs for development		300,000	ongoing
Eukinde-Nyaacha Road	Grants to PMCs for development		2,000,000	ongoing
Kibabo Primary School Road	Grants to PMCs for development		3,000,000	ongoing
North Mugirango DCC's residential house	Grants to PMCs for development		3,000,000	ongoing
Total		-	16,850,000	
13.0 unallocated fund				
Total		41,914,820	45,383,893	

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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	0	0
Buildings and structures	0	0	0	0
Transport equipment	12,920,000	0	6,500,000	6,420,000
Office equipment, furniture and fittings	478,660	0	0	478,660
ICT Equipment, Software and Other ICT Assets	879,748	0	0	879,748
Other Machinery and Equipment	230,760	0	0	230,760
Heritage and cultural assets	0	0	0	0
Intangible assets	0	0	0	0
Total	14,509,168	0	0	8,009,168

Note: The NG-CDF vehicle, GKB137T was disposed of but it was not reported in the financial statements FY 2018/19 as per the attached current asset register

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

PMC	Bank	Account number	DATE ACC OPENED	Bank Balance	
				2021/22	2020/21
Tombe Primary School	KCB Bank-Nyamira Branch	1286668786	15.11.2006	1,998,975.00	NIL
Gitwebe Primary School	KCB Bank-Nyamira Branch	1270898574	7.10.2003	8,855.00	NIL
Nyagokiani Primary School	KCB Bank-Nyamira Branch	1279823429	11.2.2015	3,000.00	NIL
Nyakaranga Primary School	KCB Bank-Nyamira Branch	1271174782	10.2.2010	199,375.00	NIL
Nyamauro Primary School	KCB Bank-Nyamira Branch	1285656903	02.11.2010	-	NIL
Enchoro Primary	KCB Bank-Nyamira Branch	1253603855	21.11.2011	17,095.00	NIL
Nyamwanchania Primary School	KCB Bank-Nyamira Branch	1258678330	14.11.2012	3,375.00	NIL
Matongo primary school	KCB Bank-Nyamira Branch	1286489164	17.03.2014	1,290.00	NIL
Mwancha primary school	KCB Bank-Nyamira Branch	1278315993	5.6.2014	10,975.00	NIL
Kiamogake primary school	KCB Bank-Nyamira Branch	1278314806	5.6.2014	487.00	NIL
Kiabora primary school	KCB Bank-Nyamira Branch	1277866732	2.3.2015	1,925.00	NIL
Kenguso primary school	KCB Bank-Nyamira Branch	1286587956	30.6.2014	-	NIL
Nyairanga primary school	KCB Bank-Nyamira Branch	1287086993	23.01.2015	-	NIL
Esanige primary school	KCB Bank-Nyamira Branch	1287087140	04.02.2015	-	NIL
Iteresi primary school	KCB Bank-Nyamira Branch	1287087566	22.12.2016	-	NIL
Kebabe primary school	KCB Bank-Nyamira Branch	1287464521	22.05.2017	-	NIL
Ikamu Secondary School	KCB Bank-Nyamira Branch	1177108984	18.07.2018	-	3,150,895
Maagonga Secondary School	KCB Bank-Nyamira Branch	1278055762	23.10.2020	-	784,023

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Matongo Secondary School	KCB Bank-Nyamira Branch	1258068494	14.01.2021	-	100,395
Nyasio Girls Sec. School	KCB Bank-Nyamira Branch	1273685547	06/05/2014	-	150,425
Enkinda secondary school	KCB Bank-Nyamira Branch	1286018668	25/01/2007	-	470
magwagwa primary school	KCB Bank-Nyamira Branch	1253576521	06/05/2014	-	20,395
Kea primary school	KCB Bank-Nyamira Branch	1255436867	29/06/2021	-	13,430
Kebobora police post	KCB Bank-Nyamira Branch	1285270886	26/01/2016	-	849,030
North Mugirango DCC's residential house	KCB Bank-Nyamira Branch	1285922271	31/05/2014	-	447,900
Getangwa Primary School-Kiabonyoru roads	KCB Bank-Nyamira Branch	1255436565	06/03/2014	-	5,017
Ikonge Mixed Secondary School road	KCB Bank-Nyamira Branch	1266279083	20/05/2016	-	655
				2,245,352.00	5,522,635

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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)
4.1	Inaccuracies in the Financial statement	Financial statement amended	Resolved	Resolved
4.2	Delay in Projects implementation	Projects Implemented	Resolved	Resolved



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Name: Robert Serem
Fund Account Manager.