

REPUBLIC OF KENYA



Enhancing Accountability



REPORT	
THE NATIONAL ASSEMBLY OF KENYA	
DATE: 16 NOV 2021	DAY: _____
TABLED BY:	MAY WAHAP
CLERK-AT THE-TABLE:	FINLEY

THE AUDITOR-GENERAL

PARLIAMENT
OF KENYA
LIBRARY

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2019**



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND -SABATIA CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019**

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

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF)
SABATIA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1
II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE.....	4
<i>Sign</i>	5
CHAIRMAN NGCDF COMMITTEE.....	5
III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES	6
IV. STATEMENT OF RECEIPTS AND PAYMENTS	7
V. STATEMENT OF ASSETS.....	8
VI. STATEMENT OF CASHFLOW	9
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED	10
IX. SIGNIFICANT ACCOUNTING POLICIES	16
X. NOTES TO THE FINANCIAL STATEMENTS.....	18

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, 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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) -
SABATIA CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

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.

(b) Key Management

The NG-CDF Sabatia Constituency day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2019 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	Mr. Tom M. Gimonge
2.	Sub-County Accountant	Mr. Claytone O. Okego
3.	Chairman NGCDFC	Mr. Philemon P. Gimode
4.	Member NGCDFC	Mr. Ephraim Galo

(d) Fiduciary Oversight Arrangements

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

Sabatia DCC's Office Grounds,
P.O. Box 260-50311,
Chavakali – Kapsabet Highway
Wodanga, KENYA

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) -
SABATIA CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

(f) NGCDF Sabatia Constituency Contacts

Telephone: (254) 0722358998

E-mail: cdfsabatia@ngcdf.go.ke

Website: www.cdfsabatia.go.ke

(g) NGCDF Sabatia Constituency Bankers

1. Kenya Commercial Bank
KCB MBale Branch
Account No. 1102377678
P.O. Box 1123
Maragoli.

(h) Independent Auditors

Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GOP 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.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

Sabatia Constituency Geographic and Climatic Background

Sabatia is one of the five constituencies in Vihiga County. It borders Vihiga constituency to the South, Emuhaya and Luanda, constituencies to the West, Hamisi to the East, and Ikolomani to the north.

The constituency has an equatorial climate with fairly distributed rainfall throughout the year. It has an average precipitation of 1900mm. Temperatures range between 14°C to 32°C with a mean of 23°C. The climate supports a variety of cash crops mainly tea, coffee and horticultural crops. Dairy farming is also practiced in the constituency.

Sabatia Constituency Population and Density Projections

According to the 2009 National Population and Housing census, Sabatia Constituency had a population of 129,678. Currently, the constituency has a Population of 149,079(2018),and is projected to increase to 162,767 by 2022.Further,this population density is 1,344 per sq/km, and is projected to increase to 1,468per sq/km by 2028.

Administrative Units

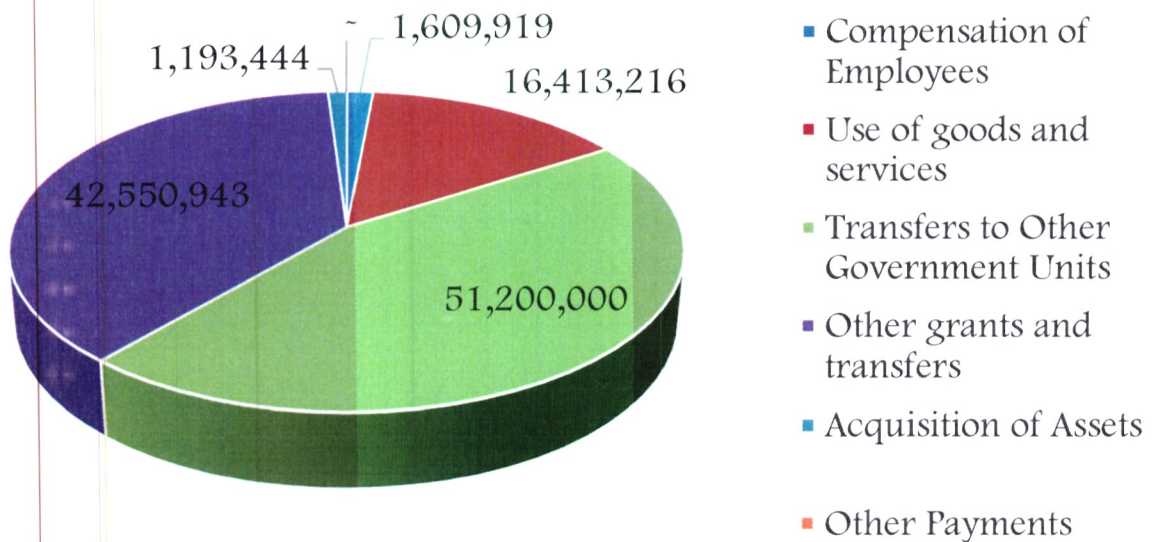
CONSTITUENCY	DIVISION	NOs. LOCATION	NOs. SUB- LOCATION
SABATIA	Sabatia	3	15
	Chavakali	5	16

The constituency received Ksh. 112,784,483.15 during the year under review. Kshs. 206,216.85 was carried forward from the financial year 2017/2018 totalling to Kshs. 112,990,700.00 where we disbursed ksh. 112,967,521.80 to the respective projects according to the workplan.

The bulk of the funds received during the financial year under review, was utilised in the Education sector to the tune of 85%.

The pie chart below shows the funds disbursed during the year under review: -

**FUNDS DISBURSED BY SABATIA NG-CDFC
 FINANCIAL YEAR 2018-2019**



The pie chart above shows the disbursement of funds by the NGCDF Sabatia Constituency in the financial year 2018-2019.

Sign 

Mr. Philemon P. Gimode
 Chairman NGCDF Committee
SABATIA CONSTITUENCY

NATIONAL GOVERNMENT
 CONSTITUENCY
 DEVELOPMENT FUND
 FUND ACCOUNT MANAGER
22 AUG 2019
 SABATIA CONSTITUENCY
 P. O. Box 260 - 50311,
 WODANGA.

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) -
SABATIA CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

III. STATEMENT OF ENTITY 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-Sabatia 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, 2019. 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-Sabatia 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 SABATIA Constituency financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-Sabatia Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF-Sabatia Constituency confirms that the entity 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 NGCDF-Sabatia Constituency 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-Sabatia Constituency financial statements were approved and signed by the Accounting Officer on 22nd August, 2019.

Fund Account Manager

Name: Mr. Tom M. Gimonge

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND
FUND ACCOUNT MANAGER
22 AUG 2019
SABATIA CONSTITUENCY
P. O. Box 250 - 503 6,
WODANGA.

Sub-County Accountant

**Name: Mr. Clayton O. Okego
ICPAK Member Number: 13741**

SUB-COUNTY ACCOUNTANT
SABATIA SUB-COUNTY
P. O. Box 78 - 503 6,
WODANGA

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – SABATIA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Sabatia Constituency set out on pages 7 to 37, which comprise of the statement of assets as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined 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, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund – Sabatia Constituency as at 30 June, 2019, and of its financial performance and its cash flows for the year then ended, in accordance with the 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 Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund – Sabatia 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 opinion.

Report of the Auditor-General on National Government Constituencies Development Fund – Sabatia Constituency for the year ended 30 June, 2019

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: recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.170,031,576 and Kshs.112,967,522 respectively, resulting to an under-funding of Kshs.57,040,876 or 33% of the budget. The receipts included Kshs.52,784,483 relating to the financial year 2017/2018 and Kshs.6,000,000 relating to 2016/2017. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.170,031,576 and Kshs.112,967,522 respectively, resulting to an under expenditure of Kshs.57,064,054 or 34% of the budget.

The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury's Circular Ref: PSASB/1/12 Vol.1(44) of 25 June, 2019.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Delay in Project Implementation

According to the Project Implementation Status (PIS) report the Management had an approved development budget totalling to Kshs.75,893,444 to implement a total of

seventy-eight (78) new and ongoing projects. However, as at 30 June, 2019, twenty-two (22) projects valued at Kshs.22,093,444 had been completed, sixteen (16) projects valued at Kshs.32,500,000 were ongoing and forty (40) projects valued at Kshs.21,300,000 had not started.

In the circumstances, the public did not get the value for money on the expenditure incurred on the incomplete projects.

2. Transfers to Other Government Entities

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects transfers to other Government Entities balance of Kshs.51,200,000. The balance includes transfers to secondary schools amount of Kshs.45,400,000. The following observations were made:

2.1. Unsatisfactory Construction of Dinning Hall

Included in the balance, is transfer to Bugina Secondary School amount of Kshs.1,500,000 for the construction of a dining hall. The contract cost amounted to Kshs.8,000,000 as per the budget for the year 2016/2017 allocation. However, the Management did not provide the Project Management Committee (PMC) returns and the 2018/2019 approved code list did not provide for the project.

Review of records revealed that the project had received Kshs.3,200,000 as at 30 June, 2019 out of the contract sum of Kshs.8,000,000. However, physical verification of the project during the month of February, 2020 revealed poor workmanship with bent pillars and no evidence of supervision by technical personnel.

In the circumstances, I am unable to confirm whether the public obtained value for money for the expenditure to date totalling to Kshs.3,200,000.

2.2. Delay in Disbursement to Chavakali High School

Included in the balance is transfer to Chavakali High School on 30 August, 2018 allocated in 2016/2017. However, as at the time of audit in February, 2020, the funds had not been utilized and were still in the Project Management Committee (PMC) bank account and no reason was given for not utilizing the funds.

2.3. Disbursement to Gahumbwa Secondary School

Included in balance is an amount of Kshs.1,500,000 transferred to Gahumbwa Secondary School for ongoing construction of a dormitory up to second floor, walling and roofing. A labour-based contract was used and materials costing Kshs.1,298,800 were purchased. However, according to the PMC returns provided, there was no evidence on how the suppliers of building materials were identified and the prices determined, no inspection and acceptance report in respect of the materials purchased together with the stores' records.

In the circumstances, I am unable to confirm whether the public will obtain value for money for the expenditure during the year ended 30 June, 2019.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed. I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

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

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



Nancy Gathungu
AUDITOR-GENERAL

Nairobi

01 October, 2021


**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) -
SABATIA CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**


IV. STATEMENT OF RECEIPTS AND PAYMENTS

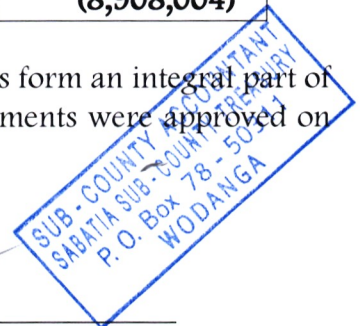
	Note	2018-2019	2017-2018
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board	1	112,784,483	68,353,447
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		112,784,483	68,353,447
PAYMENTS			
Compensation of employees	4	1,609,919	1,108,867
Use of goods and services	5	16,413,216	4,119,884
Transfers to Other Government Units	6	51,200,000	47,150,000
Other grants and transfers	7	42,550,943	24,882,700
Acquisition of Assets	8	1,193,444	-
Other Payments	9	-	-
TOTAL PAYMENTS		112,967,522	77,261,451
SURPLUS/DEFICIT		(183,039)	(8,908,004)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Sabatia Constituency financial statements were approved on 22nd August, 2019 and signed by:


Fund Account Manager
Name: Mr. Tom M. Gimonge




Sub-County Accountant
Name: Mr. Clayton O. Okego
ICPAK Member Number: 13741

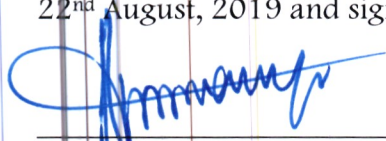


**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) -
SABATIA CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2019


V. STATEMENT OF ASSETS

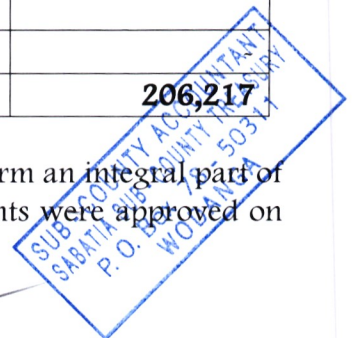
	Note	2018-2019 Kshs	2017-2018 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	23,178	206,217
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		23,178	206,217
Current Receivables			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		23,178	206,217
FINANCIAL LIABILITES			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		-	-
NET FINANCIAL ASSETS		23,178	206,217
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	206,217	9,114,221
Surplus/Deficit for the year		(183,039)	(8,908,004)
Prior year adjustments	14	-	-
NET LIABILITIES		23,178	206,217

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Sabatia Constituency financial statements were approved on 22nd August, 2019 and signed by:


Fund Account Manager
Name: Mr. Tom M. Gimonge




Sub-County Accountant
Name: Mr. Clayton O. Okego
ICPAK Member Number: 13741



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) -
SABATIA CONSTITUENCY**


Reports and Financial Statements

For the year ended June 30, 2019


VI. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
Receipts			
Transfers from CDF Board	1	112,784,483	68,353,447
Other Receipts	3	-	-
Total Receipts		112,784,483	68,353,447
Payments			
Compensation of Employees	4	1,609,919	1,108,867
Use of goods and services	5	16,413,216	4,119,884
Transfers to Other Government Units	6	51,200,000	47,150,000
Other grants and transfers	7	42,550,943	24,882,700
Acquisition of Assets	9	1,193,444	-
Other Payments	10	-	-
Total Payments		112,967,522	77,261,451
Total Receipts Less Total Payments		(183,039)	(8,908,004)
Adjusted for:			
Outstanding Imprest	11	-	-
Retention	12A	-	-
Gratuity Payable	12B	-	-
Prior Year adjustment	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		(183,039)	(8,908,004)
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		(183,039)	(8,908,004)
Cash and cash equivalent at BEGINNING of the year	13	206,217	9,114,221
Cash and cash equivalent at END of the year		23,178	206,217

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Sabatia Constituency financial statements were approved on 22nd August, 2019 and signed by:


Fund Account Manager
Name: Mr. Tom M. Gimonge

NATIONAL GOVERNMENT
CONSTITUENCY
DEVELOPMENT FUND
FUND ACCOUNT MANAGER
22 AUG 2019
SABATIA CONSTITUENCY
P. O. Box 260 - 50311,
WODAN 9A


Sub-County Accountant
Name: Mr. Clayton O. Okego
ICPAK Member Number: 13741

SABATIA COUNTY ACCOUNTANT
SABATIA COUNTY TREASURY
P. O. Box 748-50311
WODAN 9A

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

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						
Transfers from CDF Board	109,040,876	60,990,700	170,031,576	112,990,700	57,040,876	66.5%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
TOTAL RECEIPTS	109,040,876	60,990,700	170,031,576	112,990,700	57,040,876	66.5%
PAYMENTS						
Compensation of Employees	2,835,599	603,217	3,438,816	1,609,919	1,828,897	46.8%
Use of goods and services	7,066,283	11,287,483	18,353,767	16,413,216	1,940,551	89.4%
Transfers to Other Government Units	57,100,000	29,600,000	86,700,000	51,200,000	35,500,000	59.1%
Other grants and transfers	33,538,993	17,000,000	50,538,993	42,550,943	7,988,050	84.2%
Acquisition of Assets	7,500,000	2,500,000	10,000,000	1,193,444	8,806,556	11.9%
Other Payments	1,000,000	-	1,000,000	-	1,000,000	-
TOTAL	109,040,876	60,990,700	170,031,576	112,967,522	57,064,054	66.4%

The underutilization was generally caused by the late disbursement of funds. The budget utilization difference of Kshs. 57,040,876 is the amount owing to the Constituency. The column (b) for adjustments is the Cashbook balance carried forward from the financial year 2017/2018 of Kshs. 206,217 plus the amount owing the board as at 30th June 2018 of Kshs. 60,784,483 totalling to Kshs. 60,990,700.

The NGCDF-Sabatia Constituency financial statements were approved on 22nd August, 2019 and signed by:

SUB-COUNTY ACCOUNTANT
SABATIA COUNTY TREASURY
P.O. Box 78-50311
WODANGA



Fund Account Manager
Name: Mr. Tom M. Gimonge

Sub-County Accountant
Name: Mr. Claytone O. Okego
ICPAK Member Number 13741

WODANGA DISTRICT GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND
FUND ACCOUNT MANAGER
22 AUG 2019
SABATIA CONSTITUENCY
P.O. Box 260 - 50311,
WODANGA

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2018/2019 Kshs	Adjustments Kshs	Final Budget 2018/2019 Kshs	Actual on comparable basis 30/06/2019 Kshs	Budget utilization difference Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	2,835,599	603,217	3,438,816	1,609,919	1,828,897
1.2 Committee allowances	2,263,655	3,300,000	5,563,655	5,527,580	36,075
1.3 Use of goods and services	1,331,402	-	1,331,402	1,209,092	122,310
2.0 Monitoring and evaluation					
2.1 Capacity building	1,028,404	1,700,000	2,728,404	2,666,700	61,704.28
2.2 Committee allowances	1,100,000	3,300,000	4,400,000	4,366,350	33,650.00
2.3 Use of goods and services	542,822	2,292,442	2,835,264	1,400,000	1,435,263.99
3.0 Emergency	5,738,993	201,504	5,940,497	3,557,200	2,383,297
4.0 Bursary and Social Security					
4.1 Primary Schools	-	-	-	-	-
4.2 Secondary Schools	9,000,000	7,610,496	16,610,496	16,327,235	283,261
4.3 Tertiary Institutions	10,000,000	4,030,000	14,030,000	13,875,972	154,028
4.4 Special Schools	1,000,000	980,000	1,980,000	1,976,820	3,180
4.5 Social Security	-	-	-	-	-
5.0 Sports					
5.1	1,200,000	848,000	2,048,000	2,047,000	1,000

6.0 Environment						
Mudete Primary School	50,000	-	50,000	-	50,000	50,000
Kivagala Primary School	50,000	-	50,000	-	50,000	50,000
Sabatia Primary School	50,000	-	50,000	-	50,000	50,000
Kilagiru Primary School	50,000	-	50,000	-	50,000	50,000
7.0 Primary Schools Projects						
Evojo Primary School	600,000	-	600,000	-	600,000	600,000
Halombove Primary School	600,000	-	600,000	-	600,000	600,000
Wanondi Primary School	500,000	-	500,000	-	500,000	500,000
Wagevi Primary School	600,000	-	600,000	-	600,000	600,000
Mambai Primary School	600,000	-	600,000	-	600,000	600,000
Lososi Primary School	500,000	-	500,000	-	500,000	500,000
Gahumbwa Primary School	600,000	-	600,000	-	600,000	600,000
Nabwani Primary School	600,000	-	600,000	-	600,000	600,000
Davanga Primary School	600,000	-	600,000	-	600,000	600,000
Isitsi Primary School	600,000	-	600,000	-	600,000	600,000
Lyadyuwa Primary School	500,000	-	500,000	-	500,000	500,000
Ondeyo Primary School	600,000	-	600,000	-	600,000	600,000
Endeli Primary School	500,000	-	500,000	-	500,000	500,000
Chamasilili Primary School	600,000	-	600,000	-	600,000	600,000
Kibaala Primary School	600,000	-	600,000	-	600,000	600,000
BO Yusuf Primary School	600,000	-	600,000	-	600,000	600,000
Homunoywa Primary School	600,000	-	600,000	-	600,000	600,000
Budaywa Primary School	600,000	-	600,000	-	600,000	600,000
Kilagiru Primary School	500,000	-	500,000	-	500,000	500,000
Wandega Primary School	600,000	-	600,000	-	600,000	600,000
Kivuye Primary School	600,000	-	600,000	-	600,000	600,000



Reports and Financial Statements

For the year ended June 30, 2019

Hakerongo Primary School	600,000	-	600,000	-	600,000	-	600,000
Selelwa Primary School	600,000	-	600,000	-	600,000	-	600,000
Hombala Primary School	600,000	-	600,000	-	600,000	-	600,000
Madegwa Special School	600,000	-	600,000	-	600,000	-	600,000
Vihindi Primary School	600,000	-	600,000	-	600,000	-	600,000
Kigama Primary School	600,000	-	600,000	-	600,000	-	600,000
Vohovole Primary School	600,000	-	600,000	-	600,000	-	600,000
Igunga Primary School	700,000	-	700,000	-	700,000	-	700,000
Gavudia Primary School	-	800,000	800,000	-	800,000	800,000	-
Vokoli Primary School	-	500,000	500,000	-	500,000	500,000	-
Kilagiru Primary School	-	500,000	500,000	-	500,000	500,000	-
Selelwe Primary School	-	500,000	500,000	-	500,000	500,000	-
Davanga Primary School	-	500,000	500,000	-	500,000	500,000	-
Ikuvu Primary School	-	500,000	500,000	-	500,000	500,000	-
Isitsi Primary School	-	500,000	500,000	-	500,000	500,000	-
Munoywa Primary School	-	500,000	500,000	-	500,000	500,000	-
Bukulunya Primary School	-	500,000	500,000	-	500,000	500,000	-
Wanondi Primary School	-	500,000	500,000	-	500,000	500,000	-
Munugi Primary School	-	500,000	500,000	-	500,000	500,000	-
8.0 Secondary Schools Projects							
Moi Girls High School – Vokoli	14,000,000	-	14,000,000	-	14,000,000	-	14,000,000
Moi Girls High School – Vokoli	6,800,000	-	6,800,000	-	6,800,000	6,800,000	-
Evojo PAG Secondary School	700,000	-	700,000	-	700,000	700,000	-
Jemovo Secondary School	1,500,000	-	1,500,000	-	1,500,000	1,500,000	-
Gahumbwa Secondary School	1,500,000	-	1,500,000	-	1,500,000	1,500,000	-
Gaigedi Secondary School	800,000	-	800,000	-	800,000	800,000	-
Mukingi Secondary School	1,500,000	-	1,500,000	-	1,500,000	1,500,000	-
Ellongo Secondary School	600,000	-	600,000	-	600,000	600,000	-
Chamakanga Secondary School	1,000,000	-	1,000,000	-	1,000,000	1,000,000	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – SARATIA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

Busali Union Secondary School	1,500,000	-	1,500,000	1,500,000	-
Ikobero Secondary School	1,500,000	-	1,500,000	1,500,000	-
Wangulu Secondary School	1,500,000	-	1,500,000	1,500,000	-
Chandumba Secondary School	600,000	-	600,000	600,000	-
Digula Secondary School	600,000	-	600,000	600,000	-
Kigama Secondary School	2,500,000	-	2,500,000	-	2,500,000
Kisangula Secondary School	1,500,000	-	1,500,000	1,500,000	-
Kivagala Secondary School	1,000,000	-	1,000,000	1,000,000	-
Kegondi Secondary School	1,000,000	-	1,000,000	1,000,000	-
Chavakali High School (KCB)	0	2,000,000	2,000,000	2,000,000	-
Kegondi Secondary School	0	2,800,000	2,800,000	2,800,000	-
Viyalo Secondary School	0	2,500,000	2,500,000	2,500,000	-
KCB (Wangulu Secondary School)	0	1,000,000	1,000,000	1,000,000	-
Moi Girls High School Vokoli	0	12,000,000	12,000,000	12,000,000	-
Bugina Secondary School	0	1,500,000	1,500,000	1,500,000	-
9.0 Tertiary institutions Projects					
9.1	0	-	-	-	-
10.0 Security Projects					
Maganyi AP Line	800,000	-	800,000	-	800,000.00
Bugina AP Line	500,000	-	500,000	-	500,000.00
Kichutu AP Line	800,000	-	800,000	-	800,000.00
Nadanya AP Line	800,000	-	800,000	-	800,000.00
Chavakali Market High mast security lights	1,500,000	-	1,500,000	-	1,500,000.00
Kivagala Ass. Chief's office	500,000	-	500,000	-	500,000.00
Evojo Ass. Chief's office	500,000	-	500,000	-	500,000.00
Lusengeli Ass. Chief's office	500,000	-	500,000	-	500,000.00
Solongo Ass. Chief's office	500,000	-	500,000	-	500,000.00
Izava South AP Camp	-	1,000,000	1,000,000	1,000,000	-
Lunyere AP Camp	-	1,350,000	1,350,000	1,336,716	13,284.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – SABATIA CONSTITUENCY
Reports and Financial Statements

For the year ended June 30, 2019

Kichutu AP Line	-	500,000	500,000	500,000	-
West Maragoli AP houses	-	500,000	500,000	500,000	-
Chavogere CDC (Chiefs Office)	-	1,000,000	1,000,000	1,000,000	-
11.0 Acquisition of assets					
11.1 Motor Vehicles	7,000,000	2,000,000	9,000,000	-	9,000,000
11.2 Construction of NGCDF office			-	-	-
11.3 Purchase of furniture and equipment	500,000		500,000	-	500,000
11.4 Purchase of computers	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-
12.0 Others					
12.1 Strategic Plan	800,000	1,245,041	2,045,041	1,243,494	801,547
12.2 Innovation Hub	-	-	-	-	-
12.3 Sabatia CDF Office	1,000,000	500,000	1,500,000	1,193,444	306,556
12.4 Health	-	430,000	430,000	430,000	-
	109,040,876	60,990,700	170,031,576	112,967,522	57,064,054

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the Entity's budgets which are programme based.)

IX. 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 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-Sabatia 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.

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30th June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is 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.

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 public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

In-kind contributions are donations that are made to the Entity 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 Entity 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.

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 the Central Bank of Kenya and at various commercial banks at the end of the financial year.

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, deposits 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. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

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 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 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.

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are 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 June 2018 for the period 1st July 2018 to 30th June 2019 as required by Law. Included in the adjustments are the unutilized funds.

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 2019.

14. Errors

Material prior period errors shall be 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

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017 - 2018
		Kshs	Kshs
Normal Allocation	AIE NO...		
	B005014	41,405,173	
	B005083	10,579,310	
	B005250	800,000	
	B005321	6,000,000	
	B030297	10,000,000	
	B005463	12,000,000	
	B007462	8,000,000	
	B042834	12,000,000	
	B042969	12,000,000	
	A855995		5,500,000
	A892718		24,948,275
	A896778		37,905,172
Conditional grants	AIE NO...	-	-
		-	-
Receipt from other Constituency		-	-
TOTAL		112,784,483	68,353,447

2. PROCEEDS FROM SALE OF ASSETS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from the Sale of Office and General Equipment	-	-
TOTAL	-	-

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY

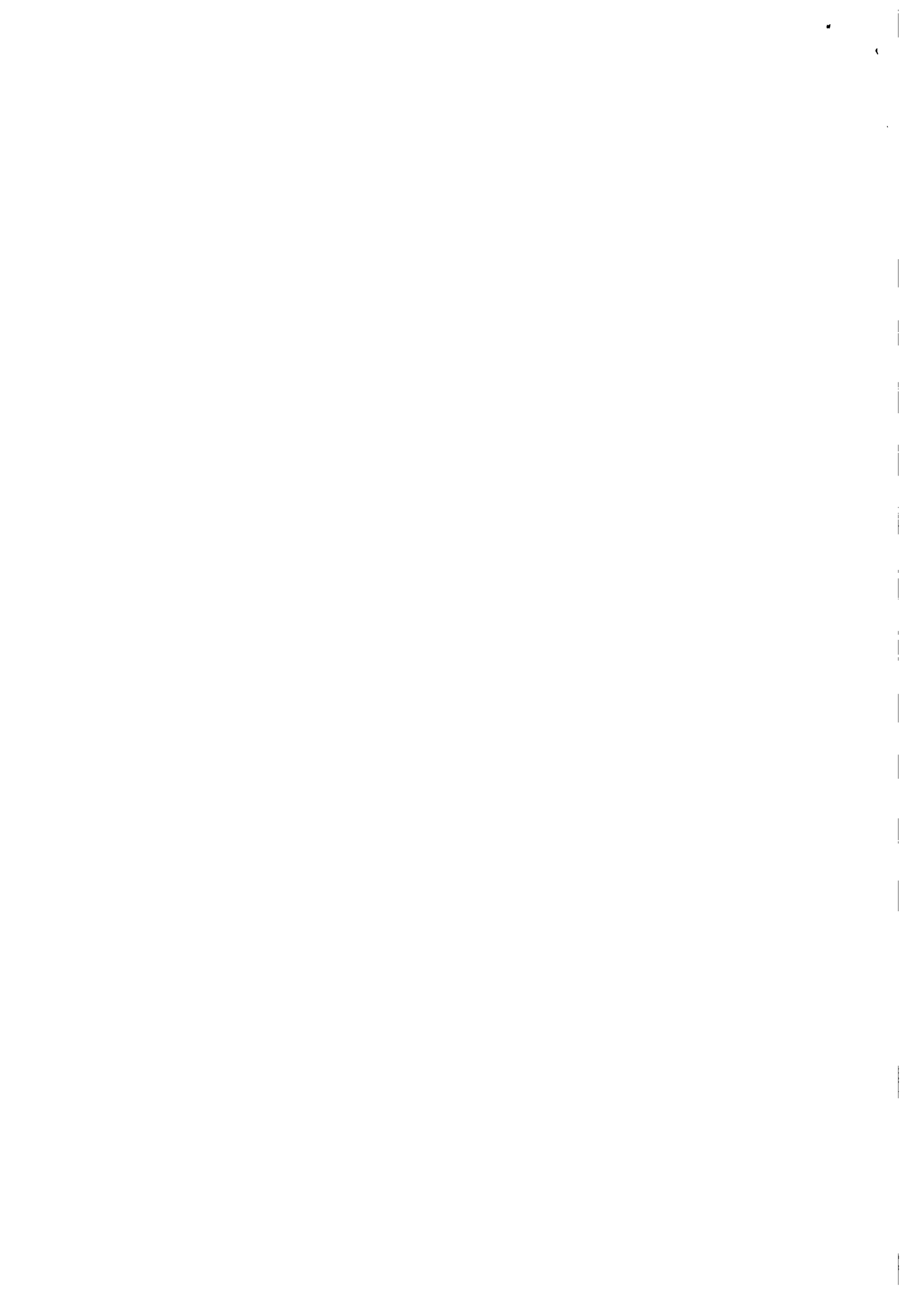
Reports and Financial Statements
For the year ended June 30, 2019

3. OTHER RECEIPTS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Sale of Tender Documents	-	-
Other Receipts Not Classified Elsewhere	-	-
TOTAL	-	-

4. COMPENSATION OF EMPLOYEES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Basic wages of contractual employees	1,470,551	1,001,755
Basic wages of casual labour		-
Personal allowances paid as part of salary		-
House allowance	-	-
Transport allowance	-	
Leave allowance		-
Other personnel payments	-	-
Employer contribution to NSSF	139,368	107,112
Gratuity-Paid	-	-
TOTAL	1,609,919	1,108,867



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2019

5. USE OF GOODS AND SERVICES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Utilities, supplies and services	-	-
Electricity	-	-
Water & sewerage charges	-	-
Office rent	-	-
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	2,666,700	-
Hospitality supplies and services	-	-
Other committee expenses	4,366,350	2,314,450
Committee allowance	5,527,580	1,441,900
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	2,609,092	16,703
Fuel , oil & lubricants	-	200,000
Other operating expenses	-	-
Bank service commission and charges	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	146,831
Routine maintenance- other assets	-	-
Strategic Plan	1,243,494	-
TOTAL	16,413,216	4,119,884

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Transfers to Primary schools	5,800,000	13,000,000
Transfers to Secondary schools	45,400,000	34,150,000
Transfers to Tertiary institutions	-	-
TOTAL	51,200,000	47,150,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Bursary –Secondary	16,327,235	14,282,500
Bursary –Tertiary	13,875,972	6,470,000
Bursary-Special schools	1,976,820	180,200
Mocks & CAT	-	-
Security	4,336,716	600,000
Sports	2,047,000	250,000
Environment	-	-
Emergency Projects	3,557,200	3,100,000
Health	430,000	-
TOTAL	42,550,943	24,882,700

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

8. ACQUISITION OF ASSETS

	2018-2019	2017 - 2018
<u>Non Financial Assets</u>	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	1,193,444	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of office furniture and fittings	-	-
Purchase of computers ,printers and other IT equipments	-	-
Purchase of photocopier	-	-
Purchase of other office equipments	-	-
Purchase of soft ware	-	-
Acquisition of Land	-	-
TOTAL	1,193,444	-

9. OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
	-	-
TOTAL	-	-

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	Account Number	2018-2019	2017 - 2018
		Kshs (30/6/2019)	Kshs (30/6/2018)
<i>Kenya Commercial Bank, Mbale Branch. Sabatia NG-CDF</i>	<i>A/C no.1102377678</i>	23,178	206,217
10B: CASH IN HAND)			
		2018-2019	2017 - 2018
		Kshs (30/6/2019)	Kshs (30/6/2018)
Location 1		-	-
Other receipts		-	-
TOTAL		-	-

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2019

11: OUTSTANDING IMPRESTS

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

12A. RETENTION

	2018 - 2019	2017-2018
	Kshs	Kshs
Supplier 1		
Total		

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019	2017-2018
	Kshs	Kshs
Name 1	-	-
Total	-	-

13. BALANCES BROUGHT FORWARD

	2018-2019	2017 - 2018
	(1/7/2018)	(1/7/2017)
	Kshs	Kshs
Bank accounts	206,217	9,114,221
Cash in hand	-	-
Imprest	-	-
TOTAL	206,217	9,114,221

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

14. PRIOR YEAR ADJUSTMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
	-	-
Total	-	-

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2018-2019	2017-2018
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

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

15.3: UNUTILIZED FUND (See Annex 3)

	2018-2019	2017 - 2018
	Kshs	Kshs
Compensation of employees	1,828,897	1,730,885
Use of goods and services	1,940,551	5,391,304
Amounts due to other Government entities	35,500,000	28,550,000
Amounts due to other grants and other transfers	7,988,050	17,318,512
Acquisition of assets	8,806,556	8,000,000
Others	1,000,000	-
Total	57,064,054	60,990,700

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA
CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2019

15.4: PMC account balances (See Annex 5)

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	846,699	493,892
	846,699	493,892

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG-CDF) - SABATIA CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2019

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	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.					
11.					
12.					
Sub-Total					
Grand Total					

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) – SABATIA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs')

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
		a	b	C	d=a-c	
Senior Management						
1.						
2.						
3.						
	Sub-Total					
Middle Management						
4.						
5.						
6.						
	Sub-Total					
Unionisable Employees						
7.						
8.						
9.						
	Sub-Total					
Others (specify)						
10.						
11.						
12.						
	Sub-Total					
	Grand Total					

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) - SABATIA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs)

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Compensation of employees		1,828,897	1,730,885	
Use of goods & services		1,940,551	5,391,304	
Amounts due to other Government entities		35,500,000	28,550,000	
Sub-Total		39,269,447	35,672,188	
Amounts due to other grants and other transfers		7,988,050	17,318,512	
Sub-Total		7,988,050	17,318,512	
Acquisition of assets		8,806,556	8,000,000	
Others		1,000,000	-	
Sub-Total		9,806,556	8,000,000	
Grand Total		57,064,054	60,990,700	

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) - SABATIA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land	-	-	-	-
Buildings and structures	21,500,000	-	-	21,500,000
Transport equipment	5,457,448	-	-	5,457,448
Office equipment, furniture and fittings	99,300	-	-	99,300
ICT Equipment, Software and Other ICT Assets	1,904,976	-	-	1,904,976
Other Machinery and Equipment	20,849	-	-	20,849
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	28,982,573	-	-	28,982,573

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) - SABATIA
CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs)**

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2019

FMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
ACK Hombala Primary School	KCB	1236542134	-	435
Boyusuf Primary School	KCB	1146538386	-	702
Budaywa Secondary School	KCB	1161156836	-	862
Bugina Primary School	KCB	1126680389	1,649	-
Bugina Secondary School	KCB	1141483777	54,200	2,456
Bukulunya Primary School	KCB	1117791130	-	-
Bukulunya Secondary School	KCB	1117791130	928	-
Busali Union Secondary School	KCB	1134180527	-	52,140
Chamakanga Girls High School	KCB	1177871513	-	731
Chandumba Primary School	KCB	1173372288	-	3,386
Chavakali Primary School	KCB	1117742709	-	1,194
Chavogere Primary School	KCB	1111145938	8,107	-
Demesi Primary School	KCB	1109729820	-	268
Demesi Secondary School	KCB	1102322075	1,343	2,534
Ellongo Secondary School	KCB	1208410539	-	22,255
Evojo PAG Secondary School	KCB	1183510535	(73)	69,739
Gahumbwa Secondary School	CO-OPERATIVE	01141472095400	15,700	15,700
Gavudia Primary School	KCB	1113884460	-	239
Hakedohi Primary School	KCB	1136688285	-	4,284
Hamadira Primary School	KCB	1236856082	-	2,109
Igunga Primary School	BARCLAYS	0351131225	-	4,917
Ikobero Girls High School	KCB	1109452160	-	5,245
Isitsi Primary School	KCB	1236598458	-	1,149
Ivona Secondary School	KCB	1102323810	-	543
Jemovo Primary School	KCB	1126678503	-	955
Jemovo Secondary School	KCB	1109376344	21,000	-
Kilagiru Primary School	KCB	1127095773	-	1,598
Kisangula Secondary School	KCB	1234002493	-	924
Kivagala Secondary School	EQUITY	0960299862686	-	1,970
Logemo Primary School	BARCLAYS	0351106654	2,914	-
Lososi Primary School	KCB	1109408080	-	2,986
Madegwa Special School	KCB	1236885384	-	320
Mago Primary School	KCB	1121428436	815	10,480
Mambai Primary School	CO-OPERATIVE	0113969811900	-	3,970

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) - SABATIA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

Moi Girls High School Vokoli	KCB	1156902509	679,024	250,569
Mudete Primary School	BARCLAYS	2026428524	1,095	-
Mudungu Primary School	KCB	1121459374	-	1,375
Mukingi Secondary School	EQUITY	0960295093631	49,585	1,100
Mukomba Primary School	KCB	1235833119	744	-
Munoywa Primary School	KCB	1236825608	-	2,019
Munoywa Secondary School	KCB	1122304390	-	5,592
Mutsulyu Primary School	KCB	1201462525	1,175	-
Nadanya Primary School	KCB	1135433488	-	460
Selelwe Primary School	KCB	1236592182	-	15,909
Vihindi Primary School	KCB	1135340854	-	320
Viyalo Primary School	KCB	1152498940	-	90
Viyalo Secondary School	KCB	1202846912	-	320
Vohovole Primary School	KCB	1114887552	-	247
Vokoli Primary School	BARCLAYS	0351128372	-	1,800
Wagevi Primary School	KCB	1146649460	615	-
Wangulu Secondary School	EQUITY	0960295120315	7,878	-
			846,699	493,892

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) - SABATIA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

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. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
KSM/S ABATIA /NGCD F/2017 /18(2)	The cashbook and cash equivalent balance of Kshs. 206,216 as analysed in the bank reconciliation statement had unrepresented cheques amounting to Kshs. 6,568,969 which included stale cheques amounting to kshs. 1,501,969 which at the time of the audit, had not been written back in the cashbook. Consequently, it was not possible to confirm the accuracy of cash and cash equivalents balance of Kshs. 206,216 as at 30 th June 2018	By the close of the financial year 2017/2018, the unrepresented stale cheques amount to Kshs. 1,501,969.00. It is true by the closure of the financial year 2017/18, the cheques had not been reversed. All the outstanding stale cheques were reserved in the month of January 2019, new deserving and needy cases identified by the bursary sub-committee to benefit from the stale cheques balance.	Fund Account Manager	Resolved	
KSM/S ABATIA /NGCD F/2017 /18(2)	Included in transfers to other government entities of Kshs. 47,650,000.00 is transfers to secondary schools of Kshs. 35,150,000. However, the schedule made available to support the	The management noted the error on the annual expenditure status where the special primary school i.e. Chekombero and Chamakanga Special School each benefiting	Fund Account Manager	Resolved	

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NGCDF) - SABATIA
 CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	transfers amounted to Kshs. 34,150,000 leading to unexplained difference of Kshs. 1,000,000	Kshs. 500,000 were recorded under the Secondary school projects leading to unreconciled difference of Kshs. 1,000,000. The annual expenditure statement and the financial statement have been amended to reflect the correct balance			
KSM/S ABATIA /NGCDF/2017 /18(2)	Examination of the budget of Sabatia NGCDF showed that 4 projects in the approved budget were not implemented during the financial year under review	The four projects in the approved budget but not implemented during the financial year under review resulted from the delay in disbursement of the funds from the Board. So far the funds have been received and utilized	Fund Account Manager	Resolved	

