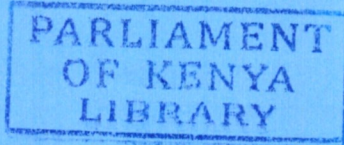


REPUBLIC OF KENYA



Enhancing Accountability

REPORT



OF

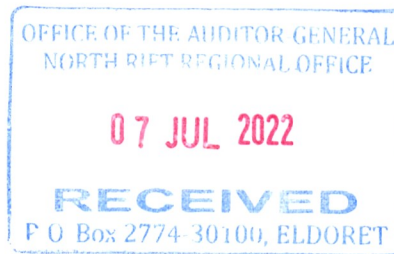
THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY	
ON DATE: 22 NOV 2022	
DAY: Tuesday	
TABLED BY:	Leif
CLERK AT THE TABLE:	hemun

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
NANDI HILLS CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2021**





NANDI HILLS CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

***NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	2
II. NG-CDFC CHAIRMAN’S REPORT	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY’S PREDETRMINED OBJECTIVES	9
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING.....	11
V. STATEMENT OF MANAGEMENT RESPONSIBILITIES	14
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- NANDI HILLS CONSTITUENCY FOR THE YEAR ENDED JUNE 30, 2021</i>	15
VII. STATEMENT OF RECEIPTS AND PAYMENTS	16
VIII. STATEMENT OF ASSETS AND LIABILITIES.....	17
IX. STATEMENT OF CASHFLOW.....	18
X. SUMMARY STATEMENT OF APPROPRIATION.....	19
X. BUDGET EXECUTION BY SECTORS AND PROJECTS	21
XI. SIGNIFICANT ACCOUNTING POLICIES.....	28
XII. NOTES TO THE FINANCIAL STATEMENTS	32

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

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Mr. Geoffrey Koech
2.	Sub-County Accountant	CPA. Joseph Rotich
3.	Chairman NGCDFC	Mr. Alfred Rotich
4.	Member NGCDFC	Mrs. Sarah Melly

(d) Fiduciary Oversight Arrangements

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

P.O. BOX 731-30100,
Nandi East Deputy County Commissioner Building,
Nandi Hills, Kenya.

(f) NANDI HILLS Constituency NGCDF Contacts

Nandi East District Headquarters
Nandi Hills Township
P.O Box 731-30100
Nandi Hills Kenya
Telephone: (254) 0712990222
E-mail: cdfnandihills@ngcdf.go.ke
Website: www.ngcdfnandihills.go.ke

(g) NANDI HILLS Constituency NGCDF Bankers

Equity Bank Kenya Limited
Nandi Hills Branch
ACC NO; 0920261628747
P O Box 2220-30100
Nandi Hills Kenya.

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDF CHAIRMAN'S REPORT



Mr. Alfred Rotich
Chairman NGCDFC

Introduction

On behalf of Nandi Hills NG-CDF Committee and staff, I am profoundly glad to present the FY 2020/2021 annual report and financial statements for the Nandi Hills National Government Constituencies Development Fund. During the FY 2020/2021, the Nandi Hills NG-CDF Committee continued to discharge its core mandate in prudent, transparent and accountable management of the Fund. In so doing, the Committee considered project proposals from the residents of Nandi Hills constituency and ensured that all approved projects meet the requirements of Sec 24 of the Act. To ensure effective management of the Fund, the Committee also ensured timely disbursement of funds to projects in addition to undertaking capacity building of all the Project Management Committees (PMCs) in the Constituency. During the period as well, there was close monitoring and evaluation of the funded projects to ensure delivery of planned project activities which achieving value for money.

I wish to reiterate that the Nandi Hills NG-CDF Committee registered exemplary performance in the year under review as demonstrated by successful implementation of projects, programmes and activities in the sectors of education, security, sports and environment which fall within the mandate of the Fund established by the NGCDF ACT 2015 (as amended in 2016). Indeed we can affirm that the Fund augmented the National Government's infrastructure development efforts in the education sector through construction, renovation and equipping of schools.

Project Funding

During the FY 2020/2021 NGCDF funded a total of 117 classrooms, 2 libraries, 2 laboratories, 3 school buses as well as the purchase of 4.2 acres of land for the expansion of schools, 2 dining halls and 13 toilet blocks. This funding allocation for various education infrastructure contributed immensely towards education infrastructure development across the Constituency while supporting the 100% Government policy on transition from primary to secondary schools. In the security sector, the Nandi Hills NG-CDF Committee supported the construction of 6 security facilities which includes chiefs' offices and police houses with a total allocation of Kshs 2, 700,000 during the period. The support has gone a long way in ensuring effective service delivery to the citizenry in the sector while further contributing to the overall enhanced security in the Constituency.

Bursary Management

During the FY 2020/2021, the Committee also allocated funds for bursary, mocks and CATs as provided for in the Act. A total of ksh.34, 272,220 was allocated as bursary to needy students in the Constituency during the year who were identified using the developed bursary award guidelines and criteria. The funding was allocated to bright but needy students from across the Constituency as vetted during public participation forums. The disbursement of bursary to identified needy students further helped in increasing transition, retention, completion and access to education in Nandi Hills Constituency.

Budget Performance

In the financial year 2020/2021 Nandi Hills NG-CDF budget performance against actual amounts for current year based on economic classification and programmes, was derailed by untimely and unpredictable disbursement of funds to the Constituency by the NG-CDF Board. In the financial year ended June 30th, 2021, Nandi Hills NG-CDF had a cumulative approved budget of Kshs 137,088,879 out of which Kshs 92,000,000 was received during the fiscal year and a balance of Kshs 45,088,879 remained outstanding with the NGCDF Board. Equally, during the period, a total

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

of Kshs 2, 100,000 remained as funds pending approval by the Board although the Committee had submitted the requisite documents to enable full approval of the same.

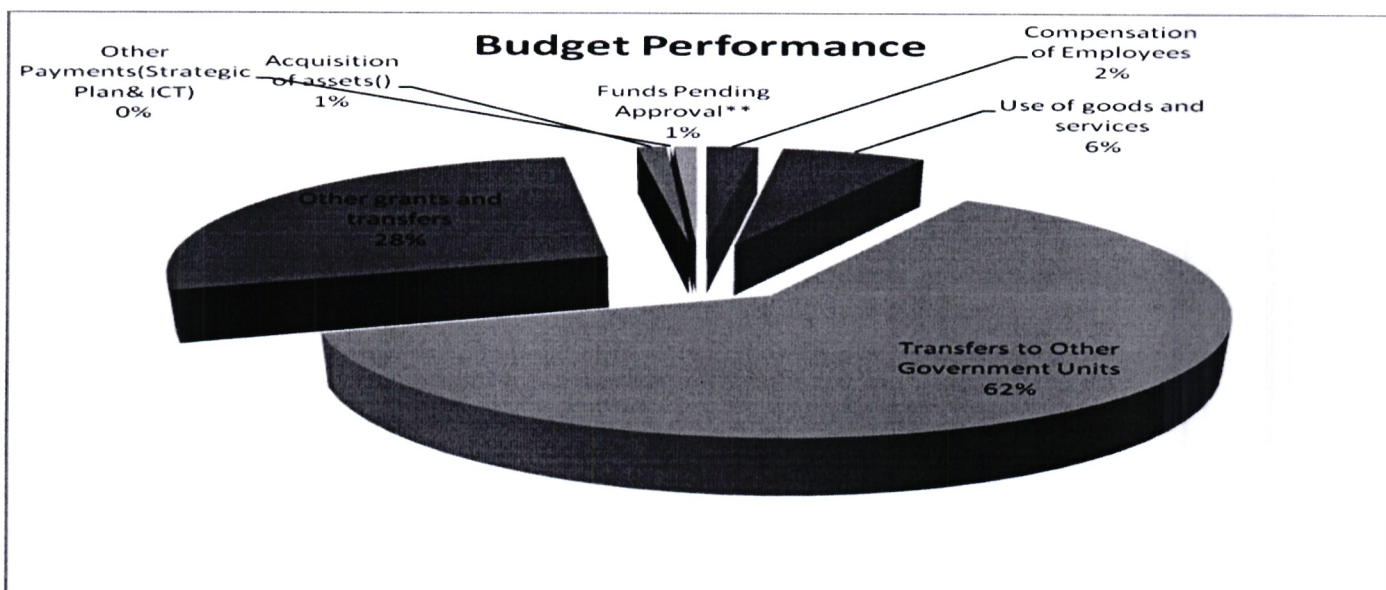
Funds Disbursements

I wish to report that during the FY 2020/2021, Kshs 80,206,388 was disbursed as transfers to other government units and Kshs 17,908,906 was disbursed as other grants and transfers for the implementation of the approved projects during the financial year. The Committee as well disbursed Kshs 4,100,000 to fund security projects in the constituency and spent another Kshs 11,651,915 in payment of NG-CDF committee allowances, capacity building, monitoring, evaluation, use of goods and services and other administration expenses as stipulated by the Act.

During the period under review as well, Kshs 6,092,216 was used to fund emergency occurrences in the Constituency while Kshs 4,867,000 was issued as bursaries to needy students in the Constituency. Other expenditures include Kshs 1,849,950 for environment projects, Kshs 1,000,000 for sports project to fund sporting activities and Kshs 1,490,000 was used in equipping the new NG-CDFC Office at the Deputy County Commissioner Premises.

The performance during the year is summarised as follows:-

PAYMENTS	Final Budget	Total Expenditure	Budget utilization difference	% of utilization
Compensation of Employees	4,645,517	2,706,937	1,938,580	58.3%
Use of goods and services	13,030,808	11,651,915	1,378,893	89.4%
Transfers to Other Government Units	131,740,390	80,206,388	51,534,002	60.9%
Other grants and transfers	58,877,498	17,908,906	40,968,592	30.4%
Acquisition of assets	2,693,628	1,490,000	1,203,628	55.3%
Other Payments(Strategic Plan& ICT)	12,147	-	12,147	0.0%
Funds Pending Approval**	2,100,000		2,100,000	0.0%
TOTAL	213,099,988	113,964,146	99,135,842	53.5%



Herein attached are pictorials to depict successful projects undertaken during the year.



Emerging Issues

I wish to indicate that the emergent issues are as follows:-

1. Education, security, sports, environment, water and roads sectors almost entirely depend on NG-CDF on infrastructure development.
2. Prioritization of projects to fund is becoming more difficult due to the numerous high impacts and deserving projects being proposed by the residents.
3. Increase in population is piling pressure on NG-CDF to allocate more funds to various development infrastructures to cater for the residents.
4. There's a growing need to compete with the county government in infrastructure development to justify the long existence of NG-CDF.

NG-CDF Implementation Challenges

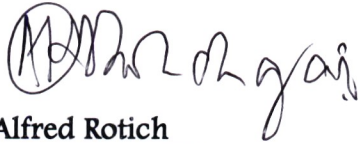
Overdependence of the fund by the public and National government functions on all development related needs. To address this, Nandi Hills NG-CDF Committee employs public participation at the ward level in identification of priority projects for funding and bursary beneficiaries within the constituency.

Funds disbursement from the board is untimely and unpredictable leading to delays in execution of budgets and implementation of approved projects. To address this, Nandi Hills NG-CDF Committee continues to work with the board to facilitate timely disbursement of funds and will endeavour to disburse funds to the project management committees (PMCs) as soon as it receives.

Many projects are allocated funds- leading to projects receiving insufficient funds. To address this challenge, Nandi Hills NG-CDF is focusing on allocating enough funds to complete the project within at most 2 years.

***NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

Moving forward Nandi Hills NG-CDF Committee remain steadfast in delivering on our mandate of transforming lives (maendeleo Kwa wote) thus creating a better society for all.



**Mr. Alfred Rotich
Chairman Nandi Hills NGCDF Committee**

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

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 *Nandi Hills Constituency 2018-2022* plan are to:-

- a) Improve education standards.
- b) Improve security.
- c) Conserve the environment.
- d) Nurture talent through sporting activities and art
- e) Increase youth, women and persons with disability participation in development objectives.
- f) Supplementing infrastructure development at the constituency level in matters falling within the functions of the national government in accordance with the Constitution.

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<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 20/21 -among others, we increased number of classrooms, dormitories, laboratories, school buses etc from 374 to 491 in the following schools/institutions -Kipsebwo Secondary school -Kapchumba primary school. -Cheptabach Sec School. - Bursary beneficiaries at all levels were approximately 11,000 across all levels of Education
Security	To have a safe and	-Decrease in the	-Numbers of	In FY 20/21

	secure environment for business, learning and where the residents go about their lives without fearing for their lives and property.	number of insecurity related incidents. -Improved security and a more secure business environment	usable physical infrastructure build in Police stations. Chief's offices, DCI and county Commissioners security facilities. -	We built (6) police stations in Sochoi, Kapkoros, Ollessos, Kipsebwo, Ainapngetuny and Kosoiywo. Among others.
Environment	To have a well Conserved and Conducive environment, this ensures a safe and habitable planet for the current and future generations.	Increased tree cover and sustainable waste management and disposal practices contributing to mitigation of negative effects of climate change.	Number of tree seedlings planted in public land. -sustainable environmental management activities.	In FY 20/21 -we increased number of trees planted where hundreds of tree seedlings were purchased, distributed and planted in various schools as per the attached code list.
Sports	To Nurture sporting talent, This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.	Increased engagement and persons earning a decent living from exploiting their sporting talent. -reduced unemployment rate among the youth.	Number of youth, women and persons living with disabilities taking up sporting activities. -Number of usable physical sporting infrastructure build.	In FY 20/21 -we organised the constituency sports tournament where trophies, games kits and balls were awarded to the winning teams in every ward in the constituency.
Emergency	To be able to urgently address Unforeseen occurrences in the constituency.	Immediate restoration of daily activities at minimum disruption of daily life occasioned by unforeseen Occurrences.	Numbers of usable physical infrastructure build and other emergency related activities addressed.	In FY 20/21 -we constructed Pit latrine blocks in various schools When the schools were facing immediate closure by the county department of health.

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Nandi Hills 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 Nandi Hills NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Nandi Hills 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 Nandi Hills has security as a priority area with intention to provide better working environment for the security providers within the constituency as well as 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 Nandi Hills 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 2020/2021 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

Environmental Performance

As climate issues intensify, NGCDF Nandi Hills operations and people are helping to create an environment friendly and sustainable future, based on a policy that reduces the organisations energy related carbon emissions on the environment.

This policy is evident in among others:-

- i. The successful distribution and planting of thousands of tree seedlings in schools and public areas coupled with holding annual environmental awareness and conservation meets in the community.

- ii. Reduction in energy and paper consumption in our offices, by limiting hardcopy document printouts, recycling paper, use of natural ventilation and lighting as well as reducing staff travel.

These efforts however continue to face a number of shortcomings, including among others,

- i. Lack of awareness in the community and society on the need to conserve the environment. To address this:-
 - a) NG-CDF supported students carry out environmental conservation activities example planting trees once in an academic calendar.
 - b) NG-CDF sponsored sporting activities/ tournament bringing communities together and sensitizing them on environmental conservation matters.
 - c) NG-CDF staff have at least one day in a financial year to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.
- ii. Long droughts and erratic rainfall patterns derailing the success of the tree planting exercise.
- iii. Limited resources directed to investment in renewable sources of energy.

Notable effort is particularly being dedicated to manage biodiversity and waste disposal where installation of bio digesters and incineration of waste is encouraged in all our practices.

2. Employee Welfare

We invest in providing the best working environment for our employees. Nandi Hills 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 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. Nandi Hills NGCDF 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.

3. Marketplace Practices

Nandi Hills 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 interests.

4. Community Engagements

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness 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. Nandi Hills NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

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.

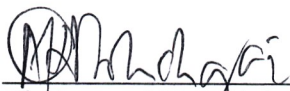
The Accounting Officer in charge of the NGCDF- Nandi Hills Constituency is responsible for the preparation and presentation of the NGCDF Nandi Hills's financial statements, which give a true and fair view of the state of affairs of the NGCDF Nandi Hills for and as at the end of the financial year ended on June 30, 2021. 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 NGCDF Nandi Hills; (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 NGCDF Nandi Hills; (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- Nandi Hills Constituency accepts responsibility for the NGCDF Nandi Hills'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 NGCDF Nandi Hills's financial statements give a true and fair view of the state of NGCDF Nandi Hills's transactions during the financial year ended June 30, 2021, and of the NGCDF Nandi Hills's financial position as at that date. The Accounting Officer in charge of the NGCDF- Nandi Hills Constituency further confirms the completeness of the accounting records maintained for the NGCDF Nandi Hills, which have been relied upon in the preparation of the NGCDF Nandi Hills's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Nandi Hills Constituency confirms that the NGCDF Nandi Hills has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NGCDF Nandi Hills'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 Nandi Hills 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- Nandi Hills Constituency financial statements were approved and signed by the Accounting Officer on _____ 2021.



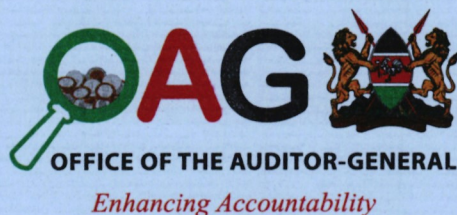
Chairman NGCDF Committee
Name: Mr Alfred Rotich



Fund Account Manager
Name: Mr Michael Odit

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 FUND - NANDI HILLS CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

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 intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment, and the internal controls developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Nandi Hills Constituency set out on pages 16 to 59,

which comprise of the statement of assets and liabilities as at 30 June, 2021, statement of receipts and payments, statement of cash flows and summary statement of appropriation, Budget Execution by Sectors and Projects 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 - Nandi Hills Constituency as at , and (of) its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1.0 Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects a cash and cash equivalents balance of Kshs.54,552,584 as disclosed in Note 10A to the financial statements. However, examination of the cashbook revealed a closing balance of Kshs.54,046,962, resulting in an unexplained variance of Kshs.505,622.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.54,552,584 could not be confirmed.

2.0 Unsupported Insurance Costs

The statement of receipts and payments reflects use of goods and services figure of kshs.11,651,915 as disclosed in Note 11 to the financial statements. Included in this figure were insurance costs of kshs.301,180. Examination of financial records revealed that an amount of Kshs.255,000 related to comprehensive insurance cover for three school buses belonging to Olessos Day Secondary School, Kaptien Secondary School and Sirwa Day Secondary school. However, insurance policies for the vehicles were not provided for verification.

In the circumstances, the accuracy and completeness of the insurance expense of Kshs.255,000 could not be confirmed.

3.0 Inaccuracies in the Project Management Committee (PMC) Balances

Note 17.4 of the financial statements and Annex 5 reflects Project Management Committee (PMC) balances of Kshs.25,770,590 held in 91 Bank accounts. However, the cashbooks, bank reconciliations, bank statements and certificate of bank balance supporting the PMC balances were not provided for audit review. Further, the note reflects an opening balance of Kshs.12,354,227 while the balance as per the audited financial statements was Kshs.935,316 resulting in unexplained variance of Kshs.11,418,911.

In the circumstances, the accuracy and completeness of the Project Management Committee (PMC) balances amount of Kshs.25,770,590 could not be confirmed.

4.0 Inaccuracies in Deposit and Retention Balance

The statement of assets and liabilities and Note 12A to the financial statements reflects nil opening balance for deposits and retentions. However, the audited financial statements for the 2019/2020 financial year reflects a closing deposits and retentions account balance of Kshs.652,261 resulting in unexplained variance of Kshs.652,261. In the circumstances, the accuracy and completeness of the nil Deposits and Retentions Account balance could not be confirmed.

In the circumstances, the accuracy and completeness of insurance expenses of Kshs.255,000 could not be confirmed.

5.0 Inaccuracies in the Summary of Fixed Assets Register

Annex 4 to the financial statement reflects a summary of fixed assets owned by the Fund valued at Kshs.7,683,924 .However, an examination of the asset register maintained revealed an assets balance of Kshs.6,237,636 resulting to unexplained variance of Kshs.1,446,288. In addition, the assets register was not updated since most assets shown in the asset register do not include the historical cost as required. Further, assets as detailed in the table below were received from NGCDF Board but there were no documentations to support the transfer.

Description	Asset No	Serial No	Acquisition Date	Amount (Kshs.)
HP Laser jet pro 400 M0Ld Printer	CDF/153/007	PHHGD12892	20/04/2014	Not Indicated
HP5590 SCANNER WITH ACCESSORIES	CDF/153/011	CN2BPVH03T	13/03/2014	Not Indicated
UPS APC 650VA	CDF/153/012	313304X12252	13/03/2014	Not Indicated
Scanner HP 5590 with Accessories	CDF/153/030	CN2BPVHO3T	13/02/2014	Not Indicated

In the circumstances, the accuracy and completeness of the total assets balance of Kshs.7,683,924, 2021 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 - Nandi Hills Constituency 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

1.0 Budgetary Control and Performance

The summary statement of appropriation reflects a final receipts budget and actual receipts on comparable basis of Kshs.213,099,988 and Kshs.168,011,108 respectively resulting to underfunding of Kshs.45,088,879 or 21%.

Further, the statement also reflects a final expenditure budget and actual expenditure incurred on comparable basis of Kshs.213,099,988 and Kshs.113,964,146 respectively resulting to an overall budget underutilization of Kshs.99,135,841 or 46%.

The underfunding and under absorption of funds affected the planned activities and may have impacted negatively on service delivery to the public.

2.0 Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management had not resolved the issues nor explained failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

3.0 Project Implementation Status

The project status report for the year ended provided for audit review indicates that the fund had an approved budget of Kshs.213,099,988 to finance one hundred and thirty-seven (137) projects out of which Kshs.99,202,676 was disbursed to eighty-two (82) projects with a total budget of Kshs.140,777,228, resulting in underfunding of Kshs.41,574,552. In addition, forty-one (41) projects with a total budget of Kshs.51,534,002 were not funded during the year.

In the circumstances, lack of funding for approved projects indicates that planned programmes/activities were not implemented thus not achieving the intended objective of improving service delivery to the residents of Nandi Hills Constituency.

4.0 Project Verification

During the year under review, ten (10) projects with disbursements of Kshs.45,815,789 were physically verified during the audit in May 2022. Five (5) projects with funding of Kshs.25,815,789 were found to be complete, while five (5) projects with funding of Kshs.20,000,000 are delayed or stalled. Further ownership of land purchased for Kapchumba Primary School for Kshs 1,500,000 for expansion could not be ascertained as the land title deeds were not provided for audit verification.

In the circumstances, delay in fund disbursement and non-implementation of approved projects denies residents of Nandi Hills Constituency benefits that would have accrued from the approved 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 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

1.0 Delay in Disbursements of Funds

The statement of receipts and payments reflects transfers from National Government Constituencies Development Fund Board amount of Ksh.161,367,724. The amount includes Kshs.69,367,724 or 43% of total receipts which were late disbursements for the year 2019/2020. In addition, during 2020/2021 financial year, the Fund received Kshs.92,000,000 out of the original budgeted funds of Kshs.137,088,879 or approximately 67% of budgeted funds resulting to budget underfunding of Kshs.45,088,879 or approximately 33% of the budgeted funds.

In the circumstances, the delays in fund disbursements results in delayed implementation of approved programmes which further denies the residents of Nandi Hills Constituency the services and benefits accruing from completed projects.

2.0 Failure to Comply with NGCDF Board Circular

The statement of receipts and payments reflects other grants and transfers amount of Kshs.17,908,906 which includes bursary to Tertiary Institutions amount of Kshs.4,670,000 as disclosed in Note 7 to the financial statements. Examination of expenditure records relating to the bursary payments to tertiary school revealed that a payment of Kshs.2,191,200 was made to a driving school for training of motor cycle riders. However, minutes of the bursary subcommittee indicating how the beneficiaries were identified and confirming two co-opted members one from the area education office seconded by the Ministry of Education as required by Constituency Development Fund circular reference No. Voll 1/111 dated 13 September, 2010, were not provided for audit. In addition, documentary evidence of the trainees having received their driving/ rider's licenses upon successful training was not provided for audit verification.

In the circumstances, Management was in breach of the CDF Board circular.

3.0 Failure to Vet Bursary Applicants

The statement of receipts and payments reflects other grants and payments amount of Kshs. 17,908,906 which includes bursary to tertiary Institutions amounting to Kshs 4,670,000. However, there was no evidence provided to confirm that the bursary applicants were vetted as required by Regulation 21(2) of the National Government Constituencies Development Fund Regulations, 2016 which states that a Constituency Committee shall vet all applicants for bursary consideration in accordance with guidelines issued by the Board.

Further, examination of a sample of bursary application forms revealed that there was no evidence of vetting by the NG-CDF Bursary Committee, the chairman or the secretary of the vetting committee did not sign the application form as prove of approval or rejection, recommendation on the application or official rubber stamp as evidence of vetting. Further, the minutes of the vetting committee and the details of the successful applicants were not provided.

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

4.0 Failure to Comply with Law on Emergency Expenditure.

The statement of receipts and payments and Note 7 to the financial statements reflects other grants and other payments amount of Kshs.17,908,906, which includes emergency projects payments amounting to Kshs.6,092,216. However, an examination of records provided for audit revealed expenditure amounting to Kshs.2,392,206 could not be classified as emergency expenses contrary to Section 8(3) of the National Government Constituencies Development Act, No.30 of 2015, which stipulates that emergency shall be construed to mean an urgent unforeseen need for expenditure for which it is the opinion of the committee that it cannot be delegated until the next financial year without harming the public interest of the constituents'.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, 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 governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain 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 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 controls 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 controls 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 noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Fund 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 Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

05 September, 2022

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Not e	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	125,577,085
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		161,367,724	125,577,085
PAYMENTS			
Compensation of employees	4	2,706,937	1,992,975
Use of goods and services	5	11,651,915	8,402,589
Transfers to Other Government Units	6	80,206,388	64,210,000
Other grants and transfers	7	17,908,906	47,394,467
Acquisition of Assets	8	1,490,000	387,000
Other Payments	9	-	-
TOTAL PAYMENTS		113,964,146	122,387,031
SURPLUS/(DEFICIT)		47,403,578	3,190,054

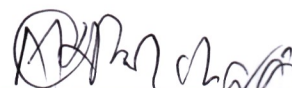
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Nandi Hills Constituency financial statements were approved on _____ 2021 and signed by:-



Fund Account Manager
Name: Michael Odit



Sub-County Accountant
Name: Stanley Kiptoo



Chairman NG-CDF Committee
Name: Mr. Alfred Rotich

*NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	54,552,584	6,643,384
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		54,552,584	6,643,384
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		54,552,584	6,643,384
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	505,622	-
TOTAL FINANCIAL LIABILITES		505,622	-
NET FINANCIAL ASSETS		54,046,962	6,643,384
REPRESENTED BY			
Fund balance b/fwd	13	6,643,384	3,453,330
Prior year adjustments	14	-	-
Surplus/Deficit for the year		47,403,578	3,190,054
NET FINANCIAL POSITION		54,046,962	6,643,384

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NANDI HILLS Constituency financial statements were approved on _____ 2021 and signed by:-



Fund Account Manager
Name: Mr. Michael Odit



Sub-County Accountant
Name: Stanley Kiptoo



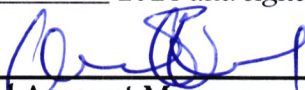
Chairman NG-CDF Committee
Name: Mr. Alfred Rotich

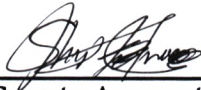
NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

IX. STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	125,577,085
Other Receipts	3	-	-
Total receipts		161,367,724	125,577,085
Payments for operating activities			
Compensation of Employees	4	2,706,937	1,992,975
Use of goods and services	5	11,651,915	8,402,589
Transfers to Other Government Units	6	80,206,388	64,210,000
Other grants and transfers	7	17,908,906	47,394,467
Other Payments	9	-	-
Total Payments		112,474,146	122,000,031
Total Receipts Less Total Payments		48,893,578	3,577,054
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	505,622	-
Prior year adjustments	14	-	-
Net Adjustments		505,622	
Net cash flow from operating activities		49,399,200	3,577,054
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	1,490,000	387,000
Net cash flows from Investing Activities		(1,490,000)	(387,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		47,909,200	3,190,054
Cash and cash equivalent at BEGINNING of the year	10	6,643,384	3,453,330
Cash and cash equivalent at END of the year		54,552,584	6,643,384

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NANDI HILLS Constituency financial statements were approved on _____ 2021 and signed by:-


 Fund Account Manager
 Name: Mr. Michael Odit


 Sub-County Accountant
 Name: Stanley Kiptoo


 Chairman NG-CDF Committee
 Name: Mr. Alfred Rotich

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

X. SUMMARY STATEMENT OF APPROPRIATION

Receipts/Payments	Original Budget		Adjustments		Final Budget		Actual on comparable basis		Budget utilization difference		% of Utilization	
	a		b		c=a+b		d		e=c-d		f=d/c %	
RECEIPTS												
	2020/2021		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021						
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs		
Transfers from NGCDF Board	137,088,879		6,643,384	69,367,724	213,099,988	168,011,108	45,088,879				79%	
Proceeds from Sale of Assets												
Other Receipts												
TOTALS	137,088,879		6,643,384	69,367,724	213,099,988	168,011,108	45,088,879				79%	
PAYMENTS												
Compensation of Employees	2,839,823		849,294	956,400	4,645,517	2,706,937	1,938,580				58%	
Use of goods and services	9,098,176		639,600	3,293,032	13,030,808	11,651,915	1,378,893				89%	
Transfers to Other Government Units	75,200,000		2,520,339	54,020,051	131,740,390	80,206,388	51,534,002				61%	
Other grants and transfers	45,650,880		2,128,377	11,098,241	58,877,498	17,908,906	40,968,592				30%	
Acquisition of Assets	2,200,000		493,628	-	2,693,628	1,490,000	1,203,628				55%	
Other Payments(ICT, SP)	-		12,147	-	12,147	-	12,147				0%	
Funds pending approval**	2,100,000		-	-	2,100,000	-	2,100,000				0%	
TOTALS	137,088,879		6,643,384	69,367,724	213,099,988	113,964,146	99,135,841				54%	

- i. Compensation of Employees is underutilized due to non payment of Accumulated staff gratuity as at the end of the financial year.
- ii. Transfers to other government units are underutilized due to delay in Approval and disbursement of funds by the NG-CDF Board.
- iii. Other grants and transfers are underutilized due to delay in Approval and disbursement of funds by the NG-CDF Board.
- iv. Acquisition of Assets is underutilised due to delay in disbursement of funds by the NG-CDF Board.

Explanation on the changes between the original and final budget as per IPSAS 1.9.23.:

- Kshs 6,643,384. Is the unutilized funds brought forward from FY 2019/2020 (refer to cashbook/bank closing balance as at 30th June 2020).
- Kshs 69,367,724. Is the unutilized fund for FY 2019/2020 which was disbursed to the Constituency by the NGCDF Board in FY 2020/2021 and reallocations within the budget.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	99,135,842
Less undisbursed funds receivable from the Board as at 30 th June 2021	(45,088,879)
	54,046,963
Add Accounts payable	505,622
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	54,552,584

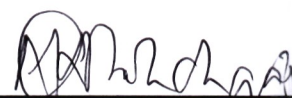
The NGCDF-Nandi Hills Constituency financial statements were approved on _____ 2021 and signed by:-



Fund Account Manager
Name: Mr. Michael Odit



Sub-County Accountant
Name: Stanley Kiptoo



Chairman NG-CDF Committee
Name: Mr. Alfred Rotich

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,839,823	849,294	956,400	4,645,517	2,706,937	1,938,580
1.2 Committee allowances	2,055,000		1,000,000	3,055,000	2,185,669	869,331
1.3 Use of goods and services	2,930,510	639,600	872,000	4,442,110	5,175,970	(733,861)
2.0 Monitoring and evaluation						
2.1 Capacity building	1,397,400		800,000	2,197,400	796,992	1,400,408
2.2 Committee allowances	1,472,800		421,032	1,893,832	1,918,731	(24,899)
2.3 Use of goods and services	1,242,466		200,000	1,442,466	1,574,553	(132,087)
3.0 Emergency	7,192,207	400,000	3,998,241	11,590,448	6,092,216	5,498,232
3.4 Security projects		837,870		837,870		837,870
4.0 Bursary and Social Security						
4.1 Primary Schools						
4.2 Secondary Schools	14,434,720			14,434,720	197,000	14,237,720
4.3 Tertiary Institutions	19,837,500	520,622	850,000	21,208,122	4,670,000	16,538,122
4.4 Universities						
4.5 Social Security(NHIF)						
5.0 Sports						
Constituency sports	1,486,453		1,000,000	2,486,453	999,740	1,486,713

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
6.0 Environment						
		369,886		369,886	-	369,886
FY 2019/2020 Allocation			1,850,000	1,850,000	1,849,950	50
7.0 Primary Schools Projects (List all the Projects)						
Kipkimba Primary School	400,000			400,000		400,000
Township Primary school	100,000			100,000	100,000	-
Keteng primary school	200,000			200,000	200,000	-
Kosoiywo Primary School	900,000			900,000	900,000	-
Mosine Primary school	900,000			900,000		900,000
Cheptilik Primary School	400,000			400,000	400,000	-
Soiyet Primary school	700,000			700,000		700,000
Sinendet Primary School	400,000			400,000		400,000
St. Pauls ACK Kaptien Primary sch	600,000			600,000	600,000	-
Ogirgir Primary School	700,000			700,000		700,000
Kapchumba Primary school	1,500,000			1,500,000	1,500,000	-
Cheptingting Primary School	700,000			700,000		700,000
Lolduga Primary school	400,000			400,000	400,000	-
Chemalal View Academy	700,000			700,000		700,000
Kimugul Primary School	200,000			200,000	200,000	-
Lengon Primary School	200,000			200,000	200,000	-
Tereno primary school	200,000			200,000	200,000	-
Kapkoros primary school	200,000			200,000		200,000

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Mogobich Primary school	600,000			600,000	600,000	-
Timobo Primary school	300,000			300,000	300,000	-
Kisoga Primary school	750,000			750,000		750,000
Ainapnetuny primary school	400,000			400,000	400,000	-
Kimwogi Primary school	600,000			600,000		600,000
Kipkorom Primary school	700,000			700,000		700,000
Cherobon Primary school	500,000			500,000	500,000	-
Kapchanga Primary school	800,000			800,000	800,000	-
Kitechgaa Primary school	900,000			900,000		900,000
Kapsokio Primary School	300,000			300,000		300,000
Lengubei Primary School	100,000			100,000		100,000
Nukiat Primary school	700,000			700,000		700,000
Nduroto Primary school	1,000,000			1,000,000		1,000,000
Koimur Primary school	700,000			700,000		700,000
Choimim Primary School	200,000			200,000	200,000	-
Sile Primary school	200,000			200,000	200,000	-
Kaputi Primary School	200,000			200,000		200,000
Taboiyat primary school	400,000			400,000	400,000	-
Chebinyiny Primary School	200,000			200,000		200,000
Kapkembur Primary School	200,000			200,000		200,000
Kapchuriai Primary school	300,000			300,000		300,000
Ndubusat Primary School	700,000			700,000		700,000
Tigityo Primary school	700,000			700,000		700,000
Kogamei Primary school	200,000			200,000		200,000
Kaptuma Primary School	200,000			200,000		200,000

**National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Keben Primary School			500,000	500,000	500,000	-
Ainapnetuny Primary School			700,000	700,000	700,000	-
Kitechgaa Primary School			750,000	750,000	750,000	-
Kapsokio Primary School			750,000	750,000	750,000	-
St Marks Lolkireny Pri School			500,000	500,000	500,000	-
Koimur Primary School		756,388		756,388	756,388	-
Kisoga Primary School		400,000		400,000	400,000	-
Tigityo Primary School		400,000		400,000	400,000	-
Kapnyemis Primary School		400,000		400,000	400,000	-
Kapchuriai Primary School		12,495	187,505	200,000	200,000	-
Kimwogi Primary School			700,000	700,000	700,000	-
Ndubusat Primary School			250,000	250,000	250,000	-
Nduroto Primary School			700,000	700,000	700,000	-
St Ludovic Oldoldol Pri Sch			700,000	700,000	700,000	-
Kapchanga Primary School			700,000	700,000	700,000	-
St Paul S Kaptien Pri School			700,000	700,000	700,000	-
Kaptuma Primary School			700,000	700,000	700,000	-
Cheptililik Primary School			700,000	700,000	700,000	-
Soyiet Primary School			700,000	700,000	700,000	-
Kogamei Primary School			700,000	700,000	700,000	-
Nglame Primary School			700,000	700,000	700,000	-
Cherobon Primary School			400,000	400,000	400,000	-
St Mathias Kapkwang Pri Sch			400,000	400,000	400,000	-
Kaplelmet Primary School			450,000	450,000	450,000	-
Kabikwen Primary School			700,000	700,000	700,000	-

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Ollessos Primary School			700,000	700,000	700,000	-
Tururo Primary School			1,500,000	1,500,000		1,500,000
8.0 Secondary Schools Projects (List all the Projects)						
Cheplelachbei Day Secondary School	850,000			850,000		850,000
Koilot Day Secondary School	7,350,000			7,350,000	5,000,000	2,350,000
Keteng Secondary School	400,000			400,000		400,000
Kosoywo Secondary School	300,000			300,000		300,000
St.Mary'S High School Soiyet	400,000			400,000		400,000
Jean Marie Day Secondary School	14,500,000			14,500,000		14,500,000
Kipsebwo Day Secondary School	5,000,000			5,000,000	5,000,000	-
Kaplelemet Day Secondary School	12,150,000			12,150,000		12,150,000
Tereno Girls Secondary School	400,000			400,000		400,000
Kimugul Day Secondary School	400,000			400,000		400,000
Lelwak Boys Secondary School	1,000,000			1,000,000		1,000,000
Kaputi Day Secondary School	150,000			150,000		150,000
Cheptabach Day Secondary School	7,350,000			7,350,000	5,000,000	2,350,000
Taboiyat Day Secondary School	1,000,000			1,000,000	1,000,000	-
Simbi Secondary School	1,700,000			1,700,000	1,700,000	-
Sochoi Boys Secondary School	700,000			700,000		700,000
Kipkoror Day Secondary School	300,000			300,000		300,000
Lelwak Boys Secondary School			2,000,000	2,000,000	2,000,000	-

NANDI HILES Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Taito Kitga Secondary School			1,400,000	1,400,000	1,400,000	-
Kenya Coach Ind (Sch Buses)			10,315,789	10,315,789	10,315,789	-
Commissioner Of Vat			184,211	184,211	184,211	-
Kimugul Day Sec School			750,000	750,000	750,000	-
Kapleimet Secondary School			4,500,000	4,500,000	4,500,000	-
Sochoi Aic Girls Sec School			950,000	950,000	950,000	-
Keteng Day Secondary School			750,000	750,000	750,000	-
Kipkimba Secondary School			350,000	350,000	350,000	-
Ainapnetuny Sec School			4,000,000	4,000,000	4,000,000	-
Jean Marie Day Sec School			4,500,000	4,500,000	4,500,000	-
Our Lady Of Peace Girls Sec Sch			1,500,000	1,500,000	1,500,000	-
Keben Day Secondary School			2,000,000	2,000,000	2,000,000	-
Koilot Day Secondary School			350,000	350,000	350,000.00	-
Kipsebwo Day Secondary Sch			4,000,000	4,000,000	4,000,000.00	-
St Mary's High School Soiyet			1,600,000	1,600,000	1,600,000.00	-
Prior Years transfers to other Govt Units.		551,456	82,546	634,002	-	634,002
9.0 Tertiary institutions Projects (List all the Projects)						
10.0 Security Projects						
Sochoi Chiefs Office	500,000			500,000	500,000	-
Mogoon Ap Staff Quarters	500,000			500,000		500,000

**NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kosoiywo Chiefs Office	400,000			400,000	400,000	-
Kipsebwo Chiefs Office	400,000			400,000	400,000	-
Ainapnetuny Chiefs Office	400,000			400,000	400,000	-
Kapkoros Chiefs Office	500,000			500,000	500,000	-
Ollessos Police Station			1,900,000	1,900,000	1,900,000	-
Himaki Police Station			1,500,000	1,500,000		1,500,000
Prior Years Other Grants and transfers						
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)	400,000			400,000	-	400,000
11.2 Construction of CDF office	-			-	-	-
11.3 Purchase of furniture and equipment	1,400,000	493,628		1,893,628	1,490,000	403,628
11.4 Purchase of computers	400,000			400,000	-	400,000
11.5 Purchase of land				-	-	-
12.0 Others						
12.1 Strategic Plan		12,147		12,147		12,147
12.2 Innovation Hub				-	-	-
Funds pending approval**	2,100,000			2,100,000	-	2,100,000
Total	137,088,879	6,643,385	69,367,724	213,099,989	113,964,146	99,135,842

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-Nandi Hills 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 NGCDF Nandi Hills for all the years presented.

a) Recognition of Receipts

The NGCDF Nandi Hills recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the NGCDF Nandi Hills.

Transfers from the National Government Constituency Development Fund (NG-CDF)

Transfers from the NG-CDF BOARD 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 NGCDF Nandi Hills recognises all payments when the event occurs and the related cash has actually been paid out by the NGCDF Nandi Hills.

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.

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

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 NGCDF Nandi Hills 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 30 June 2020 for the period 1st July 2020 to 30th June 2021 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 2021.

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.

***NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

15. Related Party Transactions

The NGCDF Nandi Hills 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 NGCDF Nandi Hills, or vice versa.

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO A724493	1		55,040,875.50
AIE NO A	2		2,036,209.90
AIE NO B041164	3		4,000,000.00
AIE NO B041327	4		18,000,000.00
AIE NO B047744	5		5,000,000.00
AIE NO B047993	6		6,000,000.00
AIE NO B104055	7		14,000,000.00
AIE NO B104434	8		21,000,000.00
AIE NO B096819	9		500,000.00
AIE NO. B104744	1	20,000,000	
AIE NO. A823697	2	35,000,000	
AIE NO. B104831	3	14,367,724	
AIE NO. B124631	4	9,000,000	
AIE NO. B119600	5	8,500,000	
AIE NO. B119990	6	13,000,000	
AIE NO. B128231	7	6,900,000	
AIE NO. B129193	8	7,000,000	
AIE NO. B132287	9	6,000,000	
AIE NO. B138956	10	13,000,000	
AIE NO. B105043	11	10,600,000	
AIE NO. B126248	12	6,000,000	
AIE NO. B140686	13	12,000,000	
TOTAL		161,367,724	125,577,085

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	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	-	-
Total	-	-

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,092,040	1,299,674
Basic Wages Casual Labour	44,475	-
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	505,622	652,261
Employer Contributions Compulsory national social security schemes	64,800	41,040
Total	2,706,937	1,992,975

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	4,104,400	3,190,000
Utilities, supplies and services	1,970,813	2,608,567
Communication, supplies and services	1,186,646	9,950
Domestic travel and subsistence	265,400	512,200
Printing, advertising and information supplies & services	202,400	454,522
Rentals of produced assets	-	-
Training expenses	796,992	11,500
Hospitality supplies and services	757,000	-
Insurance costs	301,180	-
Specialized materials and services	-	-
Office and general supplies and services	296,000	329,000
Fuel , oil & lubricants	800,000	-
Other operating expenses	513,184	518,750
Routine maintenance – vehicles and other transport equipment	420,100	713,100
Routine maintenance – other assets	37,800	55,000
Total	11,651,915	8,402,589

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	23,356,388	25,870,000
Transfers to secondary schools (see attached list)	56,850,000	38,340,000
Transfers to tertiary institutions (see attached list)	-	-
TOTAL	80,206,388	64,210,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	197,000	14,310,000
Bursary – tertiary institutions (see attached list)	4,670,000	16,259,700
Bursary – special schools (see attached list)	-	770,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)		
Security projects (see attached list)	4,100,000	4,000,000
Sports projects (see attached list)	999,740	1,605,643
Environment projects (see attached list)	1,849,950	3,656,000
Emergency projects (see attached list)	6,092,216	6,793,124
Total	17,908,906	47,394,467

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	690,000.00	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	387,000.00
Purchase of ICT Equipment, Software and Other ICT Assets	800,000.00	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	1,490,000	387,000

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>EQUITY BANK NANDI HILLS BRANCH-NANDI HILLS NGCDF-AC No.0920261628747</i>	54,046,962	6,643,384
Total	54,046,962	6,643,384
10B: CASH IN HAND		
Location 1	-	-
Total	-	-
<i>[certificate of bank balance attached]</i>		

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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>
Total		-	-	-

12A. RETENTION

	2020-2021	2019-2020
	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

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	505,622	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	505,622	-

[Closing Gratuity as at 30th June 2021 is Gratuity held for staff whose contracts are yet to expire and accruals during the year.]

13. BALANCES BROUGHT FORWARD

	2020-2021	2019-2020
	(1st July 2020)	(1st July 2019)
	Kshs	Kshs
Bank accounts	6,643,384	3,453,330
Cash in hand	-	-
Imprest	-	-
Total	6,643,384	3,453,330

[This relates to funds allocated to approved projects in the FY 2019/20 that had been received from the Board but remained unspent as at the close of the financial year.]

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
TOTAL	-	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST*

	2020-2021	2019-2020
	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	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2021	2019 - 2020
	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	-	-

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
Peter Kipchumba Keter	107,768.40	-
Kenneth Kimurgor	103,564.80	-
Dorcas Saina	99,435.60	-
Regina Terer	99,435.60	-
Julius Kili Bungey	95,418.00	-
Total Gratuity Payable (Kshs)	505,622.40	-

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	1,938,580	2,102,066
Use of goods and services	1,378,893	1,379,235
Amounts due to other Government entities (see attached list)	51,534,002	56,540,390
Amounts due to other grants and other transfers (see attached list)	40,968,592	15,483,643
Acquisition of assets	1,203,628	493,628
Others (Strategic Plan)	12,147	12,147
Funds pending approval	2,100,000	-
	99,135,841	76,011,108

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	25,770,590	12,354,227

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To-Date c	Outstanding Balance 2020 d=a-c	Comments
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					

***NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1.				
2.				
3.				
	Sub-Total			
	Grand Total			

**NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees	Employee salaries and gratuity	1,938,580	2,102,066	
Use of goods & services	Purchase of goods and services	1,378,893	1,379,235	
Amounts due to other Government entities				
Kipkimba Primary School	Renovation of 4 classrooms	400,000		Awaiting Funding from the NGCDF Board
Mosine Primary school	Renovation of 4 classrooms	900,000		Awaiting Funding from the NGCDF Board
Soiyet Primary school	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Sinendet Primary School	Renovation of 4 classrooms	400,000		Awaiting Funding from the NGCDF Board
Ogirgir Primary School	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Cheptingting Primary School	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Chemalal View Academy	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Kapkoros primary school	Completion of 1 classroom	200,000		Awaiting Funding from the NGCDF Board
Kisoga Primary school	Construction of 1 classroom	750,000		Awaiting Funding from the NGCDF Board
Kimwogi Primary school	Completion of 3 classrooms	600,000		Awaiting Funding from the NGCDF Board
Kipkorom Primary school	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Kitechga Primary school	Construction of 1 classroom and renovation of 2 classrooms	900,000		Awaiting Funding from the NGCDF Board
Kapsokio Primary School	Completion of 1 classroom and renovation of two classrooms	300,000		Awaiting Funding from the NGCDF Board

**NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Lengubei Primary School	Completion of 1 classroom	100,000		Awaiting Funding from the NGCDF Board
Nukiat Primary school	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Nduroto Primary school	Completion of library	1,000,000		Awaiting Funding from the NGCDF Board
Koimur Primary school	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Kaputi Primary school	Completion of 1 classroom	200,000		Awaiting Funding from the NGCDF Board
Chebinyiny Primary School	Completion of 1 classroom	200,000		Awaiting Funding from the NGCDF Board
Kapkembur Primary School	Renovations of 4 classrooms	200,000		Awaiting Funding from the NGCDF Board
Kapchuriai Primary school	Renovation of 4 classrooms	300,000		Awaiting Funding from the NGCDF Board
Ndubusat Primary School	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Tigityo Primary school	Construction of 1 classroom	700,000		Awaiting Funding from the NGCDF Board
Kogamei Primary school	Completion of 1 classroom	200,000		Awaiting Funding from the NGCDF Board
Kaptuma Primary School	Completion of 1 classroom	200,000		Awaiting Funding from the NGCDF Board
Tururo Primary School	Purchase of land	1,500,000	1,500,000	Land Acquisition Disputed
Keben Primary School			500,000	Project now complete and in use
Ainapnggetuny Primary School			700,000	Project now complete and in use
Kitechgaa Primary School			750,000	Project now complete and in use
Kapsokio Primary School			750,000	Project now complete and in use
St Marks Lolkireny Primary School			500,000	Project now complete and in use
Koimur Primary School			756,388	Project now complete and in use
Kisoga Primary School			400,000	Project now complete and in use
Tigityo Primary School			400,000	Project now complete and in use
Kapnyemis Primary School			400,000	Project now complete and in use
Kapchuriai Primary School			200,000	Project now complete and in use
Kimwogi Primary School			700,000	Project now complete and in use
Ndubusat Primary School			250,000	Project now complete and in use

NANDI HILLS Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Nduroto Primary School			700,000	Project now complete and in use
St Ludovic Oldoldol Pri School			700,000	Project now complete and in use
Kapchanga Primary School			700,000	Project now complete and in use
St Paul S Kaptien Pri School			700,000	Project now complete and in use
Kaptuma Primary School			700,000	Project now complete and in use
Cheptililik Primary School			700,000	Project now complete and in use
Soyiet Primary School			700,000	Project now complete and in use
Kogamei Primary School			700,000	Project now complete and in use
Ng'ame Primary School			700,000	Project now complete and in use
Cherobon Primary School			400,000	Project now complete and in use
St Mathias Kapkwang Pri School			400,000	Project now complete and in use
Kaplelmet Primary School			450,000	Project now complete and in use
Kabikwen Primary School			700,000	Project now complete and in use
Ollessos Primary School			700,000	Project now complete and in use
Cheplelachbei Day secondary school	Completion of 30 student science lab	850,000		Awaiting Funding from the NGCDF Board
Koilot Day secondary school	Purchase of 51 seater school bus	2,350,000		Awaiting Funding from the NGCDF Board
Keteng Secondary school	Completion of two classrooms	400,000		Awaiting Funding from the NGCDF Board
Kosoiyo Secondary School	Completion of science lab-gas and water system	300,000		Awaiting Funding from the NGCDF Board
St.Mary's High School Soyiet	Renovation of two classrooms	400,000		Awaiting Funding from the NGCDF Board
Jean Marie Day secondary school	Construction of tuition block	14,500,000		Awaiting Funding from the NGCDF Board
Kaplelmet Day secondary school	Construction of tuition block	12,150,000		Awaiting Funding from the NGCDF Board
Tereno Girls Secondary School	Completion of two classrooms	400,000		Awaiting Funding from the NGCDF Board
Kimugul Day secondary school	Completion of two classrooms	400,000		Awaiting Funding from the NGCDF Board
Lelwak Boys Secondary school	Completion of dining hall	1,000,000		Awaiting Funding from the NGCDF Board

**NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Kaputi Day secondary school	Completion of classroom	150,000		Awaiting Funding from the NGCDF Board
Cheptabach Day secondary school	Purchase of 51 seater school bus	2,350,000		Awaiting Funding from the NGCDF Board
Sochoi Boys Secondary School	Extension of dining hall	700,000		Awaiting Funding from the NGCDF Board
Kipkoror Day Secondary School	Completion of two classrooms	300,000		Awaiting Funding from the NGCDF Board
Lelwak Boys Secondary School			2,000,000	Project now complete and in use
Taito KTGA Secondary School			1,400,000	Project now complete and in use
Kenya Coach Industries (School Buses)			10,315,789	Project now complete and in use
Commissioner Of Vat			184,211	Project now complete and in use
Kimugul Day Sec School			750,000	Project now complete and in use
Kaplelmet Secondary School			4,500,000	Project now complete and in use
Sochoi Aic Girls Sec School			950,000	Project now complete and in use
Keteng Day Secondary School			750,000	Project now complete and in use
Kipkimba Secondary School			350,000	Project now complete and in use
Ainapngetuny Sec School			4,000,000	Project now complete and in use
Jean Marie Day Sec School			4,500,000	Project now complete and in use
Our Lady Of Peace Girls Sec School			1,500,000	Project now complete and in use
Kebeen Day Secondary School			2,000,000	Project now complete and in use
Koilot Day Secondary School			350,000	Project now complete and in use
Kipsebwo Day Secondary School			4,000,000	Awaiting Funding from the NGCDF Board
St Mary's High School Soiyeit			1,600,000	Awaiting Funding from the NGCDF Board
Prior Years transfers to other Govt Units		634,002		
Sub-Total		54,851,475	60,021,691	
Amounts due to other grants and other transfers				
Bursary Secondary School	Bursary for secondary schools	14,237,720		Awaiting Funding from the NGCDF Board
Bursary Tertiary Institutions	Bursary for tertiary institutions	16,538,122	2,951,719	Awaiting Funding from the NGCDF Board
Social Security(NHIF)				
Emergency	Emergency interventions	6,336,102	3,998,241	Project on-going

**NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Constituency Sports Project	Supporting sporting activities	1,486,713	1,000,000	Project on-going
Constituency Environment Project	Supporting environmental activities	369,936	2,219,886	Project on-going
Security Projects				
Mogoon AP Staff Quarters	Construction of staff houses	500,000		Awaiting Funding from the NGCDF Board
Ollessos Police Station		-	1,900,000	Project now complete and in use
Himaki Police Station	Purchase of land	1,500,000	1,500,000	Awaiting Funding from the NGCDF Board
Sub-Total		40,968,593	13,569,846	
Acquisition of assets				
Motor Vehicles (including motorbikes)	Purchase of motorcycle	400,000		Savings
Purchase of furniture and equipment	Purchase of office furniture and equipment	403,628	493,629	Project on-going
Purchase of computers	Purchase of computers	400,000		Project on-going
Others (specify)				
Strategic Plan	Strategic development plan balance	12,147	12,147	Project now complete and in use
Innovation Hub				
Sub-Total		1,215,776	505,776	
Funds pending approval		2,100,000	-	
Grand Total		99,135,842	76,011,108	

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land	-	-	-	-
Buildings and structures	-	690,000	-	690,000
Transport equipment	4,117,536	-	-	4,117,536
Office equipment, furniture and fittings	1,503,088	-	-	1,503,088
ICT Equipment, Software and Other ICT Assets	573,300	800,000	-	1,373,300
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	6,193,924	1,490,000	-	7,683,924

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2021

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Aic Chesirigan Primary	Equity	0920262554614	1,385	1,385
Ack Cheptingting Primary School	Equity	0920261809151	883	1,063
Ainapng'etuny Chief's Office-PMC Account	Equity	0920279896508	358,515	-
Ainapng'etuny Primary School	Equity	0920262195099	65,948	401,563
Ainapng'etuny Secondary School	Equity	0920264495589	2,390,742	2,002,638
Chebinyiny Primary School	Equity	0920262239686	51	51
Ollessos Township Primary Scholl	Equity	0920262783777	2,225	2,225
Chemalal Viewpoint Primary School	Equity	0920262563786	34,783	143,788
Chepkunyuk Primary School	Equity	0920264342184	645	645
Cheplelachbei Primary School	Equity	0920264421695	4,655	4,655
Cheptabach Mixed Day Secondary School	Equity	0920262486330	1,839	159
Cheptililik Primary School-Development A/C	Equity	0920271172410	380,835	357,165
Cheptuingeny Primary School	Equity	0920270480427	5,155	5,155
Cherobon Primary School	Equity	0920262206701	502,061	2,421
Emitiot Primary School	Equity	0920271245310	345	11,405
Great Highlands Intergrated Primary School	Equity	0920262711352	44	40,224
Jean-Marie Seroney Secondary School	Equity	0920263509617	5,445,564	4,057,256
Kabikwen Primary School	Equity	0920262335859	155,810	24,170
Kabote Adventist Secondary School	Equity	0920262544408	4,474	4,474
Kapchanga Primary School	Equity	0920262193085	1,308,422	250,912
Kapchumba Primary School	Equity	0920271101522	117,355	54,535
Kapchuriai Primary School	Equity	0920262447405	2,442	112
Kapkoros Chiefs Office	Equity	0920279311002	83,610	40
Kapkoros Primary School	Equity	0920262193039	15,620	15,620
Kaplelmet Primary School	Equity	0920261650447	46,765	49,953

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Kaplelmet Secondary School	Equity	0920268451579	4,412,257	5,246
Kapnyemis Primary School	Equity	0920268299333	528	6,973
Kapsean Primary School	Equity	0920262510724	2,285	2,285
Kapsokio A.I.C Primary School	Equity	0920262578782	152,199	1,485
Kaptien Secondary School	Equity	0920262581103	1,195	1,195
Kaptuma Primary School	Equity	0920266841655	575	38,155
Kaputi Primary School	Equity	0920262489385	3,718	3,718
Keben Primary School	Equity	0920262758083	1,049,975	789
Keteng Primary School	Equity	0920264349490	270,632	24,420
Kimolonik Primary School	Equity	0920262195918	29,056	29,416
Kimugul Secondary School	Equity	0920262580416	8,959	(15)
Kimwogi Primary School	Equity	0920262238124	5,443	95,698
Kipkimba Primary School	Equity	0920270255542	102,430	714,955
Kipkorom Primary School	Equity	0920262606162	9,504	9,504
Kipkoror Mixed Day Secondary School	Equity	0920262430184	7,911	8,091
Kipsamo Primary School	Equity	0920262198292	200,869	869
Kipsebwo Chief's Office-Pmc Account	Equity	0920279884703	11,750	700,000
Kipsebwo Primary School	Equity	0920262246974	974,302	209
Kisoga Primary School	Equity	0920261663877	93,600	56,615
Kitechgaa Primary School	Equity	0920261816470	264,448	7,988
Kogamei Primary School	Equity	0920262195724	1,498	278
Koilot Secondary School	Equity	0920295277620	27,184	6,984
Koimur Primary School	Equity	0920262403702	5,932	5,315.00
Kosoiywo Chiefs Office	Equity	0920179457230	-	700,000
Kosoiywo Mixed Secondary School	Equity	0920261666976	1,369	1,369
Lelwak Primary School	Equity	0920266785712	905	75,965

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Lelwak Secondary School	Equity	0920264466602	14,670	33,260
Lengon Primary School	Equity	0920261699227	200,580	210,700
Lessos Police Station	Equity	0920278741026	844,276	95,927
Lolduga Primary School	Equity	0920270484232	400,625	625
Mogobich Primary School	Equity	0920270486700	226,834	44,624
Mosine Primary School	Equity	0920271062449	17,414	51,254
Nandi Hills Township Primary School	Equity	0920299914220	100,486	38,546
Ndubusat Primary School	Equity	0920299835462	88,106	586
Nduroto Primary School	Equity	0920265208755	233,274	434
Ndururo Primary School	Equity	0920262247905	555	735
Nga'mei Primary School	Equity	0920264788144	194,946	101,200
Nukiat Primary School	Equity	0920262551391	203	41,703
Ogirgir Primary School	Equity	0920262193677	1,178	1,178
Ollessos Mixed Day Sec School	Equity	0920263641708	1,529	1,709
Ollessos Primary School	Equity	0920262246711	699,693	(307)
Ollessos Stima School	Equity	0920266755443	135,655	139,755
Our Lady of Peace Girls Secondary School	Equity	0920270480118	1,618,925	118,925
Serengonik Primary School	Equity	0920270078993	28,820	523,285
Sile Primary School	Equity	0920262563208	63,904	254
Simbi Primary School	Equity	0920262198366	63,782	20,822
Sirwa Primary School	Equity	0920262518123	75,590	75,590
Sirwa Secondary School	Equity	0920262546040	2,811	122,611
Siwo Secondary School	Equity	0920262484083	12,949	12,949
Sochoi Chiefs Office	Equity	0920279336705	8,605	1,305
Sochoi Secondary School	Equity	0920262238895	6,973	5,153
Soiyet Primary School	Equity	0920262167766	420	16,160

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
St Mathias Primary School Kapkwang	Equity	0920294173389	4,602	2,908
St Pauls Ack Kaptien Primary School	Equity	0920278605717	3,845	3,295
St Johns Chepkunyuk Secondary School	Equity	0920262388848	2,326	2,326
St Ludovico Primary School	Equity	0920271083150	3,030	505
St Marks Lolkireny Primary School	Equity	0920262510977	171,805	203,745
St Marys High School Soiyet	Equity	0920263517148	1,009,847	324,531
St Stephens Chebilat Primary School	Equity	0920271261951	1,640	1,640
Taboiyat Mixed Day Secondary School	Equity	0920262415703	2,215	2,335
Taito Ktga Secondary School	Equity	0920296992361	647,304	221,074
Tereno Girls Secondary School	Equity	0920269217735	1,812	1,812
Tereno Primary School	Equity	0920261685049	5,145	1,695
Tigityo Primary School	Equity	0920272192713	3,495	3,550
Timobo Primary School	Equity	0920262446845	301,560	1,560
Tururo Primary School	Equity	0920267450809	470	470
Total (Kshs)			25,770,590	12,354,227

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.1	<p>Financial Statements Presentation, Completeness and Accuracy Criteria</p> <p>The National Treasury through circular ref. AG. 4/16/3 vol. 1 (9) dated 24 June 2020 on revised annual financial reporting templates for National and County Government Entities, provided revised reporting templates for the annual financial statements as prescribed by the Public Sector Accounting Standards Board (PSASB) to enable entities comply with the statutory requirements for end of year reporting.</p> <p>Section 101 (3) of the Public Finance Management (National Government) regulations 2015 states that the National Treasury shall issue instructions and guidelines on application of accounting policies, bases, standards and classification to be applied in financial reporting in line with standards set out by the Public Sector Accounting Standards Board. International Public Sector Accounting Standards (IPSAS) 1 - Presentation of Financial Statements, paragraph 25 stipulates that financial statements shall present fairly the financial position, financial</p>	<p>Nandi Hills NG-CDF appreciates the audit observation and responds as follows;</p> <p>The reporting template used in the preparation and the presentation of the financial report and financial statements is in accordance with the reporting template issued by the Public Sector Accounting Standards Board, the national treasury and the national government constituency development fund board, as at 30.06.2020.</p> <p>However the national government constituency development fund board occasionally customizes the template to meet the entity's reporting and disclosure</p>	Resolved	30.06.2020

**NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

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)
	<p>performance and cash flows of an entity. Fair presentation requires faithful presentation of effects of transactions, other events and conditions in accordance with definitions of recognition criteria for assets, liabilities, income and expenses in the framework. The application of IPSAS with additional disclosures, when necessary is presumed to result in financial statements that achieve fair presentation.</p> <p>Observation The presentation of the financial report and financial statements is not in accordance with the reporting template issued by the International Public Sector Accounting Standards Board;</p> <ul style="list-style-type: none"> ✓ Table of contents should be in line with the approved format including indexing and page numbering appropriately. ✓ Table of contents require reorganization to capture missing information; - Summary Statement of individual appropriations for both Recurrent and Development are missing. ✓ Annexure should also form part of the table of contents as they follow in the report 	<p>needs where necessary thus the few inconsistencies noted. The ng-cdf board is constantly working to align its reporting template to the standard formats as recommended by IPSAS and PSASB. Table of contents is now aligned with the approved format including indexing, page numbering and all missing information included as recommended.</p>		

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

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)
	<p>✓ Surplus/Deficit is not provided under the statement of appropriation: Recurrent and Development combined as required by the template</p> <p>Risk(s)/Effect(s)/Implications The annual financial report and financial statements do not conform to the reporting template as provided.</p> <p>Recommendation The management should revise the financial statements to correct the errors and omissions in the presentation.</p>			
1.2	<p>Inaccuracy in Cash and Bank balances</p> <p>Criteria International Public Sector Accounting Standards (IPSAS) 1 - Presentation of Financial Statements, paragraph 25 stipulates that financial statements shall present fairly the financial position, financial performance and cash flows of an entity. Fair presentation requires faithful presentation of effects of transactions, other events and conditions in accordance with definitions of recognition criteria for assets, liabilities, income and expenses in the framework. The application of IPSAS with additional</p>	<p>The cash book balance was overstated as at 30.06.2020 and has since been adjusted to conform to the financial statements bank balances of kshs.6,643,384 Relevant cashbook page extract is provided for audit verification.</p>	Resolved	30.06.2020

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

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)
	<p>disclosures, when necessary is presumed to result in financial statements that achieve fair presentation. Section 38 of the Constituency Development Act, 2015 requires the officer of the Board in every constituency to compile and maintain record of all receipts, disbursement and actual expenditures on monthly basis in respect of every project and subproject.</p> <p>Section 100 of the Public Financial Management regulation 2015 requires accounting officers receiving cash or making payments to keep cash books showing the receipts and payments and maintain such other books and registers as may be necessary for proper maintenance and production of accounts for the vote for which he or she is responsible.</p> <p>Observation</p> <p>The statement of assets and liabilities as at 30 June 2020 reflects bank balances of Kshs 6,643,384. An audit examination of the cash book however revealed a cash book balance of 7,072,090.40 as at 30 June 2020 thereby leading to an understatement of cash and bank balances by Kshs 428,706.</p> <p>Risk(s)/Effect(s)/Implications</p> <p>Consequently, the accuracy, validity and completeness of the cash and cash equivalents could not be confirmed.</p>			

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.3	<p>Recommendation The Management should revise the financial statement to fairly state cash and bank balances.</p> <p>Unsupported PMC Bank Balances</p> <p>Criteria International Public Sector Accounting Standards (IPSAS) 1 - Presentation of Financial Statements, paragraph 25 stipulates that financial statements shall present fairly the financial position, financial performance and cash flows of an entity. Fair presentation requires faithful presentation of effects of transactions, other events and conditions in accordance with definitions of recognition criteria for assets, liabilities, income and expenses in the framework. The application of IPSAS with additional disclosures, when necessary is presumed to result in financial statements that achieve fair presentation.</p> <p>Observation Annex 5 of the financial statements reflect Project Management Committee (PMC) bank balances totalling Kshs 935,315.60 as at 30 June 2020. However, cash books, closing bank balance certificates, bank statements and bank reconciliation statements were not provided for audit review.</p>	<p>All Project Management Committee (PMC) closing bank balance certificates, bank statements and bank reconciliation statement were misfiled at the time of audit and has been availed for audit review.</p>	Resolved	30.06.2020

NANDI HILLS Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

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)
	<p>Risk Consequently, the existence, accuracy, validity and completeness of the Project Management Committee bank balance for the year ended 30 June 2020 could not be confirmed. Recommendation The management should ensure that the financial statement figures and the additional disclosures are fairly stated and that cash books, closing bank balance certificates, bank statements and bank reconciliation statements are availed for audit review.</p>			