

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

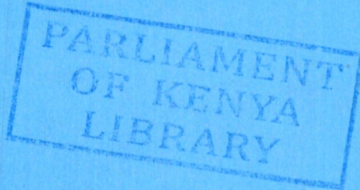
OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
NAKURU TOWN WEST CONSTITUENCY**

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



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 15 FEB 2023	DAY: Wed
TABLED BY: Deputy Majority leader	
CLERICAL THE TABLE: P. MURUKI	





**NAKURU TOWN WEST 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)

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

To provide leadership and policy direction for effective and efficient management of the Fund

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Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund
3. **Timeliness** – we adhere to prompt delivery of service
4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

Functions of NG-CDF Committee

The Functions of the NG-CDF Committee is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

The Nakuru Town West 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	Faith Kathambi
2.	Sub-County Accountant	Beatrice Ndege
3.	Chairman NGCDFC	Wilfred Nyakundi
4.	Member NGCDFC	Douglas Sengera

(d) Fiduciary Oversight Arrangements

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

P.O. Box 16051
NAKURU.
GILANI STREET
HOLLYCROSS KOLEN ROAD

(f) Nakuru Town West Constituency NGCDF Contacts

Telephone: (254) 722606424
E-mail: cdnakurutownwest@ngcdf.go.ke

(g) Nakuru Town West Constituency NGCDF Bankers

Family Bank
Nakuru finance branch
P.O Box 519-20100
Nakuru.

(h) Independent Auditors

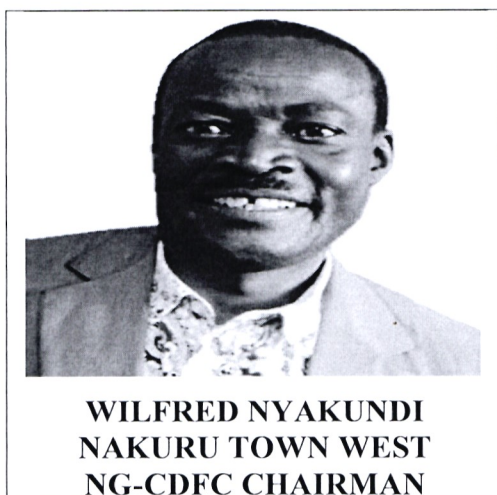
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT

Include among others the following:



On behalf of the Nakuru Town West NG-CDFC, I would like to give an overview on the operations of our constituency under the financial year 2020/2021

The Nakuru Town West National Government Constituencies development fund in the Financial Year 2020/2021 had a total receipt of Kshs. 129,367,724. During the financial Year 2020/2021 Kshs.126,105,296. The undisbursed funds from the Board for Financial Year 2020/2021 were Kshs 45,088,879.

The budget performance for this financial year was comparatively achieved as targeted. This was achieved even though disbursement of funds from NG-CDF board was done late and at the close of the financial year, not all funds had been received from NG-CDF Board. At the close of the Financial Year, not all of the projects allocated funds were complete due to the delay in funds receipt from NG-CDF Board.

NG-CDF has become the backbone in education and Security sector in our constituency. To improve security, we have built and furnished Sub County Police Headquarters, New Police Station, Deputy County Commissioner (DCC) Sub-county headquarters and chiefs/ assistant chief's offices across the constituency.

NG-CDF has also aided in providing a conducive learning environment by assisting in the construction and renovation of classrooms.

Several roads under National Government were also rehabilitated to help ease movement of people and goods and Services.

All the projects funded in the FY 2020/2021 were allocated funds to full completion however funds disbursement delay has delayed implementation of some funded projects.

Table of budget performance against actual amounts

NO.	SECTOR	AMOUNT ALLOCATED	ACTUAL PAYMENT
1.	EDUCATION	34,410,898	27,010,898
2.	SECURITY	38,769,748	22,712,853
3.	ROADS	16,192,000	16,192,000
4	BURSARY	38,584,871	30,584,608
5.	ENVIRONMENT	5,489,132	2,747,354
6	SPORT	5,489,132	5,489,132

During the financial year under review, NG-CDF took the issue of Deputy County Commissioner (DCC) Sub-county Headquarter offices construction as an important project within the constituency. Upon completion, it will enable all departments under Deputy County Commissioner to be housed in one building hence easy access to government services and efficiency in service delivery.

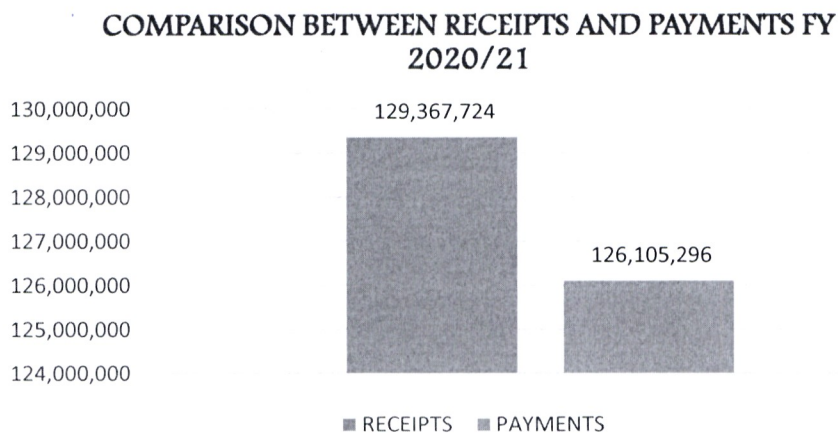
Other areas of key achievements are construction and renovation of classrooms to improve students learning environment which has a bigger impact in learning due to pandemic through creating more learning spaces, helping the government meet the required health standard in line with Covid Social Distant requirement in schools.

At the time of the close of the financial year, not all the projects allocated funds had received funds due to delay in disbursement of funds from NG-CDF Board. However on-going projects were being implemented well at a good pace.

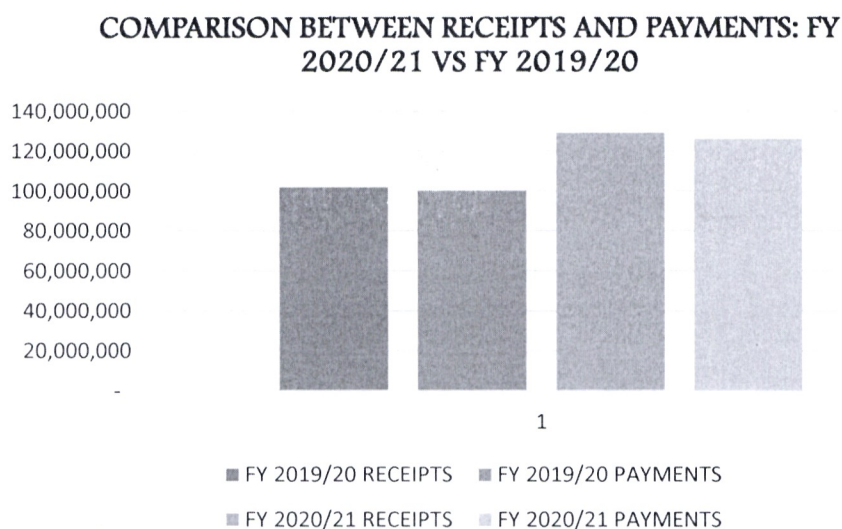
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GRAPHICAL REPRESENTATION

COMPARISON BETWEEN RECEIPTS AND PAYMENTS IN THE FY 2020/21



COMPARISON BETWEEN RECEIPTS AND PAYMENTS: FY 2020/21 VS FY 2019/20



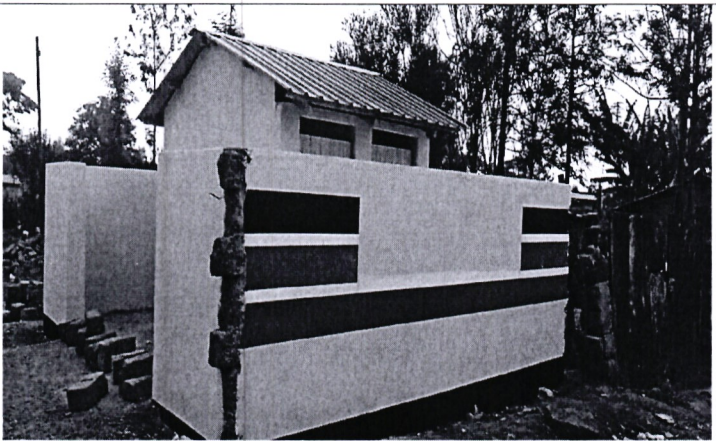
SAMPLE OF THE PROJECTS IMPLEMENTED



ON-GOING CONSTRUCTION OF D.C.C HEAQUARTERS OFFICES AT KAPKURES



ON-GOING CONSTRUCTION OF PARKVIEW CHIEF/ASSISTANT CHIEF OFFICE



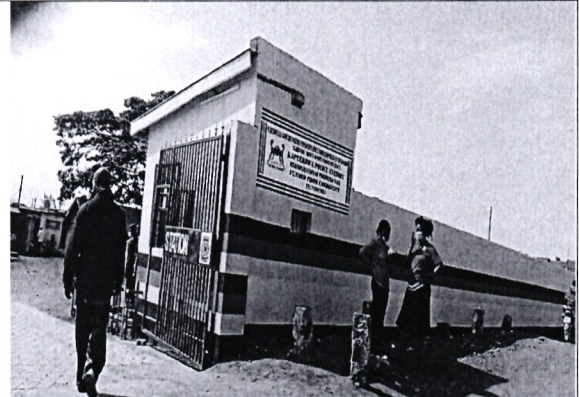
ON-GOING CONSTRUCTION OF 4 DOOR SEPTICT TOILET BLOCK AT PARKVIEW CHIEF/ASSISTANT CHIEF OFFICE



COMPLETE- RENOVATION OF 5 CLASSROOMS AT KIPTENDEN PRIMARY SCHOOL



COMPLETE- REHABILITATION OF 5 CLASSROOMS AT KIPTENDEN PRIMARY



COMPLETE- REHABILITATION OF PERIMETER WALL AT KAPTEMBWO POLICE STATION

NG-CDF has been an important resource to the members of the community. Needy students have benefitted a lot from the bursaries, classrooms renovated and new ones built to help accommodate students meet COVID requirements.

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The challenges realised were mostly related to the project implementation specifically construction of perimeter walls. It was realised that most of the school did not have title deeds which could be used during land demarcation.

There are various challenges associated with the implementation of projects.

This relates with project prioritisation considering the amount of funds disbursed by the board in a given time. Since the funds are disbursed in tranches, there may be more projects which have agency comparing the funds disbursed. This usually leads to the delay of the projects implementation hence affecting the time when projects will be put into use.

The major challenge is delay and piecemeal disbursement of funds which makes some funded projects implementation not to be started within a financial year. The committee therefore recommends that full funds disbursement if possible to be done early in the financial year to enable the projects be implemented to completion within the financial year.

Signature



CHAIRMAN NGCDF COMMITTEE

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 *Nakuru Town West Constituency 2018-2022* plan are to:

- a) Upgrade infrastructure in educational institutions in order to create a conducive learning environment.
- b) Enhance academic performance of educational institutions in Nakuru Town West Constituency.
- c) Ensure access to education by all in order to avoid leaving anyone behind.
- d) Decongest available health facilities.
- e) Enhance access to health care by all constituents.
- f) Improve and enhance the state of existing road, NG-CDF and ICT infrastructure.
- g) Enhance security in each and every part of the constituency.
- h) Empower women to participate in economic development of the constituency.
- i) Empower youth and prepare them for better life and access to employment opportunities.
- j) Empower people with special needs eliminate dependency and abuse.
- k) To nature talent and promote social integration in the constituency.
- l) Ensure access to clean water and sanitation facilities.
- m) To ensure better use and management of the environment to serve current and future generation.
- n) Promote innovation decision making based on statistical facts

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions	In FY 2020/21 - We increased schools infrastructures through constructing 13 classrooms with 40 lockers each class, 12 doors toilets and renovation of 56

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			- number of bursary's beneficiaries at all levels	classrooms in the following schools/institutions;- Eileen Ngochoch Primary, Kibowen Komen Primary, Ingobor Primary, Kiptenden Primary, Lalwet Primary, Uhuru Primary, Mama Ngina Primary and Kelelwet Secondary School. - Bursary beneficiaries at all levels were as per the attached schedules
Security	Enhance security in each and every part of the constituency.	Improvement of security in the constituency. Quick insecurity response by the Police. Reduction of crime rates.	Construction of Police Posts/ Stations Construction of Sub-County Headquarters. Furnishing of Police Stations. Construction of Assistant Chiefs/chiefs offices.	In the FY 2020/21. We have increased security through Furnishing of Sub-County Police (SCPC) office, Furnishing of Barut/Mwariki Police Station, Completion of Parkview Chief/Assistant chiefs Office, Construction of 2 storey Deputy county commissioner (DCC) Sub-County Headquarters and construction of Kaptembwo and Mwariki chief's/Assistant chiefs offices
Environment	To ensure better use and management of the environment to serve current and future generation.	Increased tree cover and better climate.	Number of Tree seedling planted in schools. Number of Toilets constructed within the financial year.	In the FY 2020/21. Nakuru Town West Ng-CDF had budgeted to construct 2 doors Toilet blocks in Kaptembwo chief/assistant chief office, 12 doors Toilet blocks in

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				Muslim Primary School and 2 doors Toilet blocks in Parkview chief/assistant chief office
Sports	To nature talent and promote social integration in the constituency.	Increase in social integration. Reduction of crime. Improved Cohesion among communities	Number of Tournaments organized and done. Number of sports uniforms distributed to Clubs, Trophies awarded to winning teams.	In the FY 2020/21. We have improved communities integration through clubs participation from preliminary stage to finals, 106 games 30 teams and distributing 3 trophies, 2 golden boots, 1 golden glove, 40 balls and 528 pairs of sports uniforms to participating and winning teams
Emergency	To cater for any unforeseen occurrence in the constituency during the Financial Year	Prevent, protect against, mitigate, respond to, and recover from the threats and hazards that pose the greatest risk	Number of projects and activities responded to.	In the FY 2020/21. We responded to emergency occurrences through renovation of dilapidated 5 classrooms in Kiptenden Primary School to prevent closure of the school by Public Health Office. We constructed perimeter wall that collapsed in Kaptembwo Police Station to help restore security.

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Nakuru Town West 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 Nakuru Town West NG CDF, the committee funds the following key sectors with the following sustainable priorities.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

The NG-CDFCs through environment project has funded and engaged the school in planting of tree seedling to help in sustaining the environment. The committee through Capacity Building, Monitoring and evaluation, sensitizes the PMCs and the Students during school visits to adopt a tree during their Primary School Years.

During Ward meetings, Project meetings and school visits, CDFCs have sensitized and trained the youths and community of the dangers of Drugs and sentences associated with drugs when one is caught.

The NG-CDFCs through sports project in partnership with Constituency Sports committee, organises and funds sports tournaments during the Financial Year from preliminaries to finals awarding teams. During the tournament, teams are sensitized on the importance of environmental conservation and need for communities to help in sustaining the environment through engagement in environmental conservation activities.

3. Employee welfare

We invest in providing the best working environment for our employees. Nakuru Town West NGCDF constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Nakuru Town West constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices

Nakuru Town West 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

5. Community Engagements-

Nakuru Town West 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

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

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision. The NG CDFC during bursary programme engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

Nakuru Town West 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 Nakuru Town West 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.

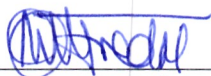
The Accounting Officer in charge of the NGCDF- Nakuru Town West Constituency is responsible for the preparation and presentation of the NGCDF- Nakuru Town West Constituency's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 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 entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF- Nakuru Town West Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NGCDF- Nakuru Town West Constituency 's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the NGCDF- Nakuru Town West Constituency's financial position as at that date. The Accounting Officer charge of the NGCDF- Nakuru Town West Constituency further confirms the completeness of the accounting records maintained for the NGCDF- Nakuru Town West Constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

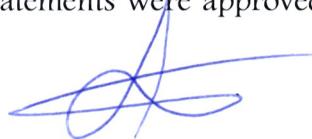
The Accounting Officer in charge of the NGCDF Nakuru Town West Constituency confirms that the NGCDF- Nakuru Town West Constituency has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the NGCDF- Nakuru Town West constituency's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Nakuru Town West Constituency financial statements were approved and signed by the Accounting Officer on 25th May 2022.



Chairman NGCDF Committee
Name:



Fund Account Manager
Name:

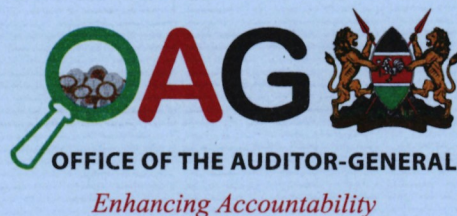
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VI. REPORT OF THE INDEPENDENT AUDITORS ON THE NGCDF- NAKURU TOWN WEST CONSTITUENCY.

In my opinion, except for the effects of the matter described in the basis for Qualified opinion section of the report, the financial statements present fairly, in all material respects, the financial position of the National Government constituency Development Fund-Nakuru town West Constituency as at 30Th June 2020, and of its financial performance and its cash flows for the year ended ,in accordance with the international Public sector accounting standards(Cash Basis) and comply with the national Government constituency Development Fund Act, 2015 and the Financial Finance Management act, 2012.

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NAKURU TOWN WEST 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 National Government Constituencies Development Fund - Nakuru Town West Constituency set out on pages

18 to 51, which comprise of the statement of assets and liabilities as at 30 June, 2021 and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Nakuru Town West Constituency as at 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Unsupported Project Management Committee (PMC) Bank Balances

Annex 5 to the financial statements reflects thirty-three (33) PMC bank balances totalling to Kshs.12,307,257. However, the balances were not supported with expenditure returns, cash books and bank reconciliation statements.

In the circumstances the accuracy and completeness of the PMC bank balances totalling to Kshs.12,307,257 could not be confirmed.

2.0 Unacknowledged Bursary Payments

The statement of receipts and payments reflects other grants and transfers amount of Kshs.85,894,188 which, as disclosed in Note 7 to the financial statements, includes bursary disbursements to secondary schools amount of Kshs.24,040,100. However, the bursary listing indicated that some beneficiary students from some institutions had unusual registration numbers for amounts totaling to Kshs.1,349,000. Further, out of the total bursary disbursements amount of Kshs.24,040,100, only bursaries amounting to Kshs.7,525,000 were acknowledged by the receiving institutions leaving an amount of Kshs.16,515,100 as unacknowledged.

In the circumstances, the accuracy and regularity of the bursary payments to secondary schools amount of Kshs.24,040,100 could not be confirmed.

3.0 Unsupported Expenditure

The statement of receipts and payments reflects transfers to other Government entities amount of Kshs.27,010,898 relating to funds disbursed to various PMCs. However, actual expenditure returns and acknowledgement letters from institutions that received the funds were not provided for audit verification. This is contrary to Regulation 15(1)(d) of the National Government Constituencies Development Fund Regulations, 2016, which states

that the Project Management Committees shall prepare returns and file them with a Constituency Committee.

In the circumstances, it was not possible to confirm whether the funds totalling to Kshs.27,010,898 were received and utilized for the budgeted projects in the year under review.

4.0 Transfer to Primary Schools

The statement of receipts and payments reflects transfers to other Government units amounting to Kshs.27,010,898 which, as disclosed in Note 6 to the financial statements, includes transfers to primary schools amounting to Kshs.20,410,898. Out of this balance, an amount of Kshs.2,400,000 was transferred to Muslim Primary School for the construction of two (2) classrooms, labeling and furnishing with 80 lockers. However, audit verification revealed that no construction of classrooms was carried out. Instead the amount was utilized for the construction of twelve (12) door toilets. No contract documents for the construction of either the classrooms or toilets was provided for audit verification.

In the circumstances, the validity and value for money for transfer to primary schools amount of Kshs.2,400,00 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 – Nakuru Town West Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.177,919,093 and Kshs.132,830,214 respectively resulting to an under-funding of Kshs.45,088,879 (or 25%) of the budget. The underfunding affected the planned activities and projects worth Kshs.45,088,879 and may have impacted negatively on service delivery for the constituents.

No satisfactory explanations have been rendered contrary to the values and principles of public service as provided for under Article 232(1)(c) of the Constitution which requires responsive, prompt, effective, impartial and equitable provision of services.

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 Project Implementation Status

During the year under review, the Constituency had an approved budget of Kshs.177,919,093 to be spent on forty-two (42) projects out of which an amount of Kshs.16,503,984 was disbursed to six (6) projects which were completed, twelve projects with a budget of Kshs.72,527,617 were ongoing while twenty-four (24) projects with a budget of Kshs.52,627,277 had not started as at 30 June, 2021.

Due to non-completion of a total of the thirty-six (36) projects, the residents of Nakuru Town West Constituency failed to receive the benefits accruing from planned programs and activities for the year ended 30 June, 2021.

2.0 Stalled Projects

The project implementation report revealed three devolved projects with total funding amount of Kshs.14,482,759 were still ongoing since the financial year 2013/2014 and 2014/2015. The projects were never funded to completion or handed over to the County Government. The three incomplete projects are attributed to non-prioritizing of ongoing projects by National Government Constituencies Development Fund Board. This is contrary to Section 46(2) of the National Government Constituencies Development Fund Act, 2015 that requires ongoing projects to be given priority.

In addition, the following anomalies were noted:

- i. The Project implementation status report indicated that Full Gospel Church-Merissa Academy-Lalwet Borehole Access Roads which was allocated Kshs.3,837,500 for heavy grading and compact of 4km access road had not started. However, Annex 5 on PMC bank balances indicated that the Project had a bank balance of Kshs.1,885,812 as at 30 June, 2021. This therefore means an amount of Kshs.1,951,688 had already been spent on the Project.
- ii. Kaptembwo chief/assistant chief's office project for the construction of 2 door male and female public septic toilet block at a budget of Kshs.500,000 was indicated as not started. However, Annex 5 to the financial statements on PMC bank balances

indicated the project had a balance of Kshs.1,138,836. It could not be established the reason for not starting and completing the project yet the funds were available.

- iii. Kapkures Health Centre Soymet Access Road project for the rehabilitation of the road with an allocation of Kshs.1,500,000 was indicated as complete. However, Annex 5 to financial statements on PMC bank balances indicated the project had a balance of Kshs.3,748,348 which is a clear indication that the project was over budgeted.

In addition, delay in project implementation may lead to loss of public funds due to cost escalation of materials which also delays service delivery to residents of Nakuru Town West Constituency.

In the circumstances, the accuracy, validity, completeness and value for money for the projects implemented could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by 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 controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that

might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

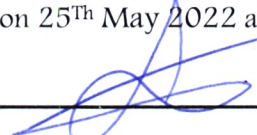
27 July, 2022

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


VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	129,367,724	102,000,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		129,367,724	102,000,000
PAYMENTS			
Compensation of employees	4	2,825,220	3,854,854
Use of goods and services	5	9,974,990	7,321,159
Transfers to Other Government Units	6	27,010,898	27,540,000
Other grants and transfers	7	85,894,188	60,928,530
Acquisition of Assets	8	400,000	566,160
Other Payments	9	-	-
TOTAL PAYMENTS		126,105,296	100,210,703
SURPLUS/DEFICIT		3,262,428	1,789,297


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Nakuru Town West Constituency financial statements were approved on 25th May 2022 and signed by:



Fund Account Manager
Name:



**National Sub-County
Accountant**
Name:
ICPAK M/No: 22302



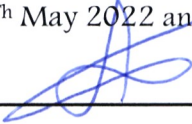
Chairman NG-CDF Committee
Name:

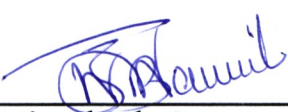
*Nakuru Town West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

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	15,064,588	3,462,490
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		15,064,588	3,462,490
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		15,064,588	3,462,490
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL SSETS		15,064,588	3,462,490
REPRESENTED BY			
Fund balance b/fwd 1st July...		3,462,490	1,673,193
Prior year adjustments	14	8,339,670	
Surplus/Defict for the year		3,262,428	1,789,297
NET FINANCIAL POSITION		15,064,588	3,462,490

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Nakuru Town West Constituency financial statements were approved on 25th May 2022 and signed by:


Fund Account Manager
Name:


National Sub-County
Accountant

Name:
ICPAK M/No: 2322

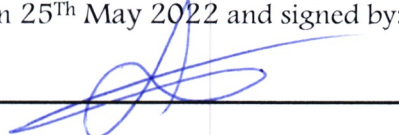

Chairman NG-CDF Committee

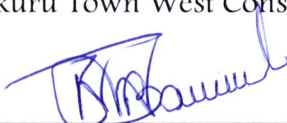
Name:

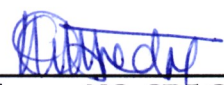
IX. STATEMENT OF CASHFLOW

		2020-2021	2019-2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	129,367,724	102,000,000
Other Receipts	3		-
		129,367,724	102,000,000
Payments for operating activities			
Compensation of Employees	4	2,825,220	3,854,854
Use of goods and services	5	9,974,990	7,321,159
Transfers to Other Government Units	6	27,010,898	27,540,000
Other grants and transfers	7	85,894,188	60,928,530
Other Payments	9	-	-
		125,705,296	99,644,543
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	8,339,670	-
Net Adjustments		8,339,670	-
Net cash flow from operating activities		12,002,098	2,355,457
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	400,000.00	566,160.00
Net cash flows from Investing Activities		(400,000.00)	(566,160.00)
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	10	3,462,490	1,673,193
Cash and cash equivalent at END of the year		15,064,588	3,462,490

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Nakuru Town West Constituency financial statements were approved on 25th May 2022 and signed by:


Fund Account Manager
Name:


National Sub-County Accountant
Name:
 ICPAK M/No: 22322


Chairman NG-CDF Committee
Name:

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

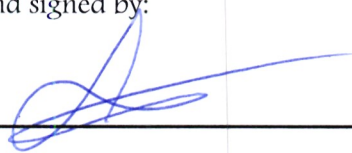
X. SUMMARY STATEMENT OF APPROPRIATION

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	37,367,724	177,919,093	132,830,214	45,088,879	74.7%
Proceeds from Sale of Assets	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	0.0%
TOTAL RECEIPTS	137,088,879	37,367,724	177,919,093	132,830,214	45,088,879	74.7%
PAYMENTS						
Compensation of Employees	3,240,000	259,984	3,499,984	2,825,220	674,764	80.7%
Use of goods and services	9,097,999	1,594,882	10,692,881	9,974,990	717,891	93.3%
Transfers to Other Government Units	50,602,898	10,000,000	74,202,898	27,010,898	47,192,000	36.4%
Other grants and transfers	74,147,982	21,707,394	97,463,000	85,894,188	11,568,812	88.1%
Acquisition of Assets	-	400,000	400,000	400,000	-	100.0%
Other Payments	-	-	-	-	-	0.0%
TOTAL	137,088,879	35,707,394	186,258,763	126,105,296	60,153,467	67.7%

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

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	60,153,467
Less undisbursed funds receivable from the Board as at 30th June 2021	45,088,879
	15,064,588
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments(cashbook reversal)	-
Cash and Cash Equivalents at the end of the FY 202021	15,064,588

The NGCDF- Nakuru Town West Constituency financial statements were approved on 25th May 2022 and signed by:



Fund Account Manager
Name:



National Sub-County Accountant
Name:

ICPAK M/No: 22392



Chairman NG-CDF Committee

Name:

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

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme /Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation (f=d / c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021	Kshs	Kshs	2020/2021	30/06/2021	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,240,000	259,984	-	3,499,984	2,825,220	674,764	81%
1.2 Committee allowances	1,456,000	846,758	-	2,302,758	2,239,000	63,758	97%
1.3 Use of goods and services	3,529,333	23,953	-	3,553,286	3,529,790	23,496	99%
Total	8,225,333	1,130,695	-	9,356,028	8,594,010	762,018	92%
2.0 Monitoring and evaluation							
2.1 Capacity building	1,500,000			1,500,000	1,500,000	-	100%
2.2 Committee allowances	1,352,000	722,000	-	2,074,000	1,459,000	615,000	70%
2.3 Use of goods and services	1,260,666	2,171	-	1,262,837	1,247,200	15,637	99%
Total	4,112,666	724,171	-	4,836,837	4,206,200	630,637	87%
3.0 Emergency							
3.1 Primary Schools	7,192,207	1,345,595	2,252,646	10,790,448	-	10,790,448	0%
KOINANGE PRIMARY SCHOOL					947,000	(947,000)	
KOINANGE PRIMARY SCHOOL					1,550,000	(1,550,000)	
KAPKURES MERISA ROAD					1,101,241	(1,101,241)	
KIPTENDEN PRY SCH					2,200,000	(2,200,000)	
KIPTENDEN PRY SCHOOL					590,000	(590,000)	
3.2 Secondary schools					-	-	
3.3 Tertiary institutions					-	-	
3.4 Security projects					-	-	
KAPTEMBWO POLICE STATION					1,780,000	(1,780,000)	
3.5 Unutilised					-	-	

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

Total	7,192,207	1,345,595	2,252,646	10,790,448	8,168,241	2,622,207	76%
4.0 Bursary and Social Security							
4.1 Secondary Schools	25,274,220	-	102,363	25,376,583	24,040,100	1,336,483	95%
4.2 Tertiary Institutions	4,000,000	262,029	2,287,929	6,549,958	6,544,508	5,450	100%
4.3 Social Security	4,998,000	-	-	4,998,000	-	4,998,000	0%
4.4 Special Needs	-	-	-	-	-	-	-
Total	34,272,220	262,029	2,390,292	36,924,541	30,584,608	6,339,933	83%
5.0 Sports							
5.1	2,741,778	-	2,747,354	5,489,132	5,489,132	(0)	100%
Total	2,741,778	-	2,747,354	5,489,132	5,489,132	(0)	100%
6.0 Environment							
Kaptembwo Chief/ assistant Chief Office	500,000	-	-	500,000	-	500,000	0%
Muslim Primary School	1,200,000	-	-	1,200,000	-	1,200,000	0%
Mwariki Chief/ Assistant chief Office	500,000	-	-	500,000	-	500,000	0%
Parkview assistant chief office	541,777	-	-	541,777	-	541,777	0%
Milimani Primary School	-	-	100,000	100,000	100,000	-	100%
Nakuru Hills Special School	-	-	100,000	100,000	100,000	-	100%
Prison primary School	-	-	100,000	100,000	100,000	-	100%
Kibowen Komen Primary School	-	-	100,000	100,000	100,000	-	100%
Mogoon Primary school	-	-	100,000	100,000	100,000	-	100%
Mogoon Secondary School Mwariki Secondary School	-	-	100,000	100,000	100,000	-	100%
Mwariki Secondary School	-	-	100,000	100,000	100,000	-	100%
Prison Fry School	-	-	1,023,677	1,023,677	1,023,677	(0)	100%
Prison Fry School	-	-	1,023,677	1,023,677	1,023,677	(0)	100%
Total	2,741,777	-	2,747,354	5,489,131	2,747,354	2,741,777	50%
7.0 Primary Schools Projects							
Eileen Ngochoch Primary school	2,400,000	-	-	2,400,000	0	2,400,000	0%
Eileen Ngochoch Primary school	-	-	1,500,000.00	1,500,000	1,500,000	-	100%
Ingobor Primary School	2,400,000	-	-	2,400,000	-	2,400,000	0%

***Nakuru Town West Constituency
National Government Constituencies Development Fund (NGCCDF)
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Kibowen Komen Primary School	1,200,000	-	1,500,000.00	2,700,000	1,500,000	1,200,000	56%
Kiptenden primary School	2,400,000	-	-	2,400,000	-	2,400,000	0%
Kiptenden primary School	1,010,898	-	-	1,010,898	1,010,898	0	100%
Koinange primary school	-	400,000	-	400,000	400,000	-	0%
Koinange primary school	2,000,000	-	-	2,000,000	-	2,000,000	0%
laiwet primary School	2,400,000	-	-	2,400,000	-	2,400,000	0%
Mama ngina primary			1,800,000.00	1,800,000	1,800,000	-	100%
Mama ngina primary	2,400,000	-	-	2,400,000	2,400,000	-	100%
Milimani primary School	3,700,000	-	-	3,700,000	-	3,700,000	0%
Mogoon Primary School	2,400,000			2,400,000		2,400,000	0%
Mogoon Primary School		2,400,000	-	2,400,000	2,400,000	-	0%
Muslim Primary School		2,400,000		2,400,000	2,400,000	-	0%
Muslim Primary School	2,400,000	-	-	2,400,000	-	2,400,000	0%
Mwariki primary School	2,400,000		1,000,000.00	1,000,000	1,000,000	-	100%
Mwariki primary School				2,400,000		2,400,000	0%
Mwariki primary School		2,400,000	-	2,400,000	2,400,000	-	0%
kilelwet primary school		-	1,200,000.00	1,200,000	1,200,000	-	100%
Uhuru Primary School	2,400,000	-	-	2,400,000	-	2,400,000	0%
Uhuru Primary School			2,400,000.00	2,400,000	2,400,000	-	100%
Total	29,510,898	7,600,000	9,400,000	46,510,898	20,410,898	26,100,000	44%
8.0 Secondary Schools Projects							
Kenyatta secondary school	2,500,000	-	-	2,500,000	-	2,500,000	0%
Kenyatta secondary school		-	3,000,000	3,000,000	3,000,000	-	100%
Mwariki Secondary school	2,400,000			2,400,000		2,400,000	0%
Mwariki Secondary school		2,400,000	-	2,400,000	2,400,000	-	0%
kilelwet Secondary school	-	-	1,200,000	1,200,000	1,200,000	-	100%
Total	4,900,000	2,400,000	4,200,000	9,100,000	6,600,000	4,900,000	73%
9.0 Tertiary institutions Projects							
Total	-	-	-	-	-	-	
10.0 Security Projects							
Total	-	-	-	-	-	-	

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DCC Sub- County Headquarter Offices at kapkures ward	21,800,000		11,000,000	32,800,000	17,943,105	14,856,895	55%
kaptembwo Chief/ Assistant Chief Office	1,200,000		-	1,200,000	1,200,000	-	100%
Mwariki chief/ assistant Chief Office	1,200,000		-	1,200,000	-	1,200,000	0%
parkview Assissatatnt Chief Office	1,000,000		569,748	1,569,748	1,569,748	0	100%
St. Luke Mwariki police Post	500,000		-	500,000	500,000	-	100%
Sub- County Police Commander office kaptembwo	1,500,000		-	1,500,000	1,500,000	-	100%
Total	27,200,000	-	11,569,748	38,769,748	22,712,853	16,056,895	59%
11.0 Acquisition of assets							
Purchase of Furniture and Equipment			400,000	400,000	400,000	-	100%
Total	-		400,000	400,000	400,000	-	100%
12.0 Other payments							
Roads							
Full gospel Church- Merissa academy- Lalwet Borehole Access Roads	3,837,500		-	3,837,500	3,837,500	-	100%
Kapkules- keben Hill Academy Access Roads	4,374,500		-	4,374,500	4,374,500	-	100%
Kapkules helath centre Soimet Access Roads	3,750,000		-	3,750,000	3,750,000	-	100%
Mogoon secondary Scholl- Ingobor police post access Roads	4,230,000		-	4,230,000	4,230,000	-	100%
Total	16,192,000	-	-	16,192,000	16,192,000	-	100%
13.0 unallocated fund							
Unapproved projects							
AIA							
PMC savings							
Total	-	-	-	-	-	-	
	137,088,879	13,462,490	35,707,394	183,858,763	126,105,296	60,153,467	69%

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

**Nakuru Town West Constituency
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Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
		Opening Balance (C/Bk) and AIA				
PAYMENTS						
Compensation of Employees	3,240,000	259,984	3,499,984	2,825,220	674,764	76%
Use of goods and services	9,097,999	1,594,882	10,692,881	9,974,990	717,891	101%
Transfers to Other Government Units	34,410,898	10,000,000	55,610,898	27,010,898	31,000,000	74%
Other grants and transfers	74,147,981	1,607,624	97,462,999	69,702,188	27,760,811	57%
Acquisition of Assets	-	-	400,000	400,000	-	0%
Other payments	16,192,000	-	16,192,000	16,192,000	-	26%
UNALLOCATED FUND	-	-	-	-	-	
TOTAL	137,088,879	13,462,490	183,858,763	126,105,296	60,153,467	70%

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- Nakuru Town West Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012.

3. Reporting Currency

The financial statements are presented in Kenya Shillings (Kshs), which is the functional and reporting currency of the Government and all values are rounded to the nearest Kenya Shilling.

4. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the entity for all the years presented.

a) Recognition of Receipts

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

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

Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

Proceeds from Sale of Assets

Proceeds from disposal of assets are recognized as and when cash is received in the constituency account.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from sale of tender documents, rent receipts, interest earned on bank balances, hire of Plant/Equipment/Facilities, Unutilized funds from PMCs among others.

Unutilized Funds from PMCs.

All unutilized funds of the Project Management Committee (PMC) are returned to the constituency account. Unutilized funds from PMCs are recognised as other receipts upon return to the constituency account.

External Assistance

External assistance refers to grants and loans received from local, multilateral and bilateral development partners. In the year under review there was no external assistance received.

b) Recognition of payments

The Entity recognises all payments when the event occurs and the related cash has actually been paid out by the entity.

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 NG-CDF Nakuru Town West 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 11 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.

15. Related Party Transactions

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

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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

	2020 - 2021	2019 - 2020
	Kshs	Kshs
B047119		2,000,000
B047475		4,000,000
B047810		20,000,000
B049322		6,000,000
B104346		14,000,000
B112536		24,000,000
B126536		32,000,000
BO96906	5,000,000	
B104653	19,000,000	
B104899	13,367,724	
B124629	9,000,000	
B119598	10,000,000	
B128229	6,900,000	
B119988	13,000,000	
B129191	6,000,000	
B138954	6,000,000	
B132285	13,000,000	
B126246	6,100,000	
B105041	10,000,000	
B140684	12,000,000	
AIE NO...		
	-	
	129,367,724	102,000,000.00

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	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEPTS

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts Sale of Tender Documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere (specify)	-	-
TOTAL	-	-

4. COMPENSATION OF EMPLOYEES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,843,467	1,665,935
Personal allowances paid as part of salary		
House allowance	320,084	241,975
Transport allowance	294,810	261,952
Leave allowance	-	-
Other personal allowances	278,639	306,537
Gratuity-contractual employees		1,361,655
Employer Contributions Compulsory national social security schemes	88,220	16,800
TOTAL	2,825,220	3,854,854

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Utilities, supplies and services	390,960	620,000
Electricity	20,000	20,000
Water & sewerage charges	20,000	-
Office rent	450,000	600,000
Communication, supplies and services	295,150	233,600
Domestic travel and subsistence	75,000	-
Printing, advertising and information supplies & services	165,250	-
Rentals of produced assets	-	-
Training expenses	1,500,000	1,500,000
Hospitality supplies and services	200,223	86,190
Other committee expenses	455,000	437,600
Committee allowance	3,203,000	1,672,000
Insurance costs	17,807	17,807
Specialised materials and services	-	-
Office and general supplies and services	1,457,287	1,744,247
Fuel , oil & lubricants	-	-
Other operating expenses	800,000	20,700
Bank service commission and charges	53,213	21,055
Security operations	132,000	156,000
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	248,100	191,960
Car Hire services	492,000	
TOTAL	9,974,990	7,321,159

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Transfers to Primary Schools	20,410,898	23,670,000
Transfers to Secondary Schools	6,600,000	3,870,000
Transfers to Tertiary Institutions		
TOTAL	27,010,898	27,540,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Bursary - Secondary (see attached list)	24,040,100	29,694,740
Bursary -Tertiary (see attached list)	6,544,508	1,833,790
Bursary- Special Schools	-	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)		
Security Projects (see attached list)	22,712,853	12,800,000
Sports Projects (see attached list)	5,489,132	-
Environment Projects (see attached list)	2,747,354	-
Emergency Projects (see attached list)	8,168,241	3,600,000
ROADS	16,192,000	13,000,000
TOTAL	85,894,188	60,928,530

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non-Financial Assets	2020 - 2021	2019 - 2020
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of office furniture and General Equipment	400,000	-
Purchase of computers ,printers and other IT equipment	-	566,160
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
TOTAL	400,000	566,160

9. OTHER PAYMENTS

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

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

Name of Bank, Account No. & currency	Account Number	2020 - 2021	2019 - 2020
Closing cash book bank balance		Kshs (30/6/2021)	Kshs (30/6/2020)
<i>Nakuru West NG-CDF, Family Bank</i>	<i>A/C no.</i>	15,064,588	3,462,490
Equity Bank		-	-
		-	-
TOTAL		15,064,588	3,462,490

**Nakuru Town West Constituency
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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>
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Name of Officer</i>	<i>dd/mm/yy</i>	-	-	-
<i>Total</i>				-

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)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2020- 2021	2019- 2020
	Kshs (1/7/2020)	Kshs (1/7/2019)
Opening cash book bank balance		
Bank accounts	3,462,490	1,673,193
Cash in hand	-	
Imprest	-	
TOTAL	3,462,490	1,673,193

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	3,462,490	8,339,670	11,802,160
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
TOTAL	3,462,490	8,339,670	11,802,160

The adjustment of Kshs. 8,339,670 is the amount which had been Paid in the Fy2019/2020 and was reversed in the FY2020/2021 and then reallocated to different projects.

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	0	0
Imprest issued during the year (B)	1,871,150	1,714,600
Imprest surrendered during the Year (C)	1,871,150	1,714,600
closing accounts in account receivables D= A+B-C	0	0

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	-	-

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

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of Employees	674,764	259,984
Use of goods and services	717,891	1,594,882
Transfers to Other Government Units	37,192,000	13,600,000
Other grants and transfers	13,229,142	24,975,348
Acquisition of Assets	-	400,000
Other Payments	-	-
	51,813,797	40,830,214

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)	12,307,257	24,537,316
	12,307,257	24,537,316

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
11.					
12.					
Sub-Total					
Grand Total					

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			

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
1.1 Compensation of employees	NGCDF staff salaries	674,764	259,984	Ongoing
1.2 Committee allowances	NGCDFC allowances	63,758	365,686	Ongoing
1.3 Use of goods and services	NGCDFC use of goods and services	23,496	546,823	Ongoing
Total		762,018	1,172,493	
2.0 Monitoring and evaluation				o
2.2 Committee allowances	M&E allowances	615,000	352,686	Ongoing
2.3 Use of goods and services	M&E use of goods and services	15,637	329,688	Ongoing
Total		630,637	682,374	
3.0 Emergency				
Total	To cater for unforeseen occurrences	2,622,207		Ongoing
4.0 Bursary and Social Security				
Total	Bursary for needy students	8,000,263	4,312,651	Ongoing
Sports			2,747,354	
6.0 Environment				
Kaptembwo Chief/ assistant Chief Office	Construction of 2 door toilet	500,000		Ongoing
Muslim Primary School	Construction of 12 door girls toilet block	1,200,000		Ongoing
Mwariki Chief/ Assistant chief Office	construction of 2 toilets	500,000		Ongoing

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Parkview assistant chief office	construction of 2 toilets	541,777		Ongoing
Milimani Primary School			100,000	Funds disbursed to PMC
Nakuru Hills Special School			100,000	Funds disbursed to PMC
Prison primary School			100,000	Funds disbursed to PMC
Kibowen Komen Primary School			100,000	Funds disbursed to PMC
Mogoon Primary school			100,000	Funds disbursed to PMC
Mogoon Secondary School Mwariki Secondary School			100,000	Funds disbursed to PMC
Mwariki Secondary School			100,000	Funds disbursed to PMC
Prison Fry School			1,023,677	Funds disbursed to PMC
Prison Fry School			1,023,677	Funds disbursed to PMC
Total		2,741,777	2,747,354	
7.0 Primary Schools Projects				
Eileen Ngochoch Primary school	construction of 2 classrooms	2,400,000		Ongoing
Ingobor Primary School	construction of 2 classrooms	2,400,000		Ongoing
Kibowen Komen Primary School	construction of 1 classrooms	1,200,000		Ongoing
Kiptenden primary School	construction of 2 classrooms	2,400,000		Ongoing
Koimange primary school	Renovation of classrooms	1,600,000		Ongoing
lalwet primary School	construction of 2 classrooms	2,400,000		Ongoing
Milimani primary School	Renovation of classrooms	3,700,000		Ongoing

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Uhuru Primary School	construction of 2 classrooms	2,400,000		Ongoing
Eileen Ngochoch Primary school			1,500,000.00	Funds disbursed to PMC
Kibowen Komen Primary School			1,500,000.00	Funds disbursed to PMC
Mama ngina primary			1,800,000.00	Funds disbursed to PMC
Mwariki primary School			1,000,000.00	Funds disbursed to PMC
kilelwet primary shool			1,200,000.00	Funds disbursed to PMC
Uhuru Primary School			2,400,000.00	Funds disbursed to PMC
Total		18,500,000	9,400,000	
8.0 Secondary Schools Projects				
Kenyatta secondary school	Roofing of 22 classrooms	2,500,000		Ongoing
Kenyatta secondary school			3,000,000	Funds disbursed to PMC
kilelwet Secondary school			1,200,000	Funds disbursed to PMC
Total		2,500,000	4,200,000	
10.0 Security Projects				
DCC Sub- County Headquarter Offices at kapkures ward	construction of DCC's headquarters	14,856,895		Ongoing
Mwariki chief/ assistant Chief Office	construction of 2 toilets	1,200,000		Ongoing
DCC Sub- County Headquarter Offices at kapkures ward			11,000,000	Funds disbursed to PMC
Parkview Assissatatnt Chief Office			569,748	Funds disbursed to PMC
Total		16,056,895	11,569,748	
		51,813,798	40,830,214	

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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				
Transport equipment				
Office equipment, furniture and fittings	1,078,319.00	400,000		1,478,319.00
ICT Equipment, Software and Other ICT Assets	1,218,660.00			1,218,660.00
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	2,296,979.00			2,696,979.00

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

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/2021
1	Mama Ngina Primary School	18000080851	Family Bank	28th October 2020	860
2	Kiptenden Primary School	18000083120	Family Bank	25th March 2021	208,758
3	Parkview Assistant Chief Office	18000080944	Family Bank	6th November 2020	293,512
4	St. Luke Mwariki Police Post	18000076801	Family Bank	23rd May 2019	760
5	Full Gospel Church- Merisa Academy- Lalwet Borehole Access Roads	18000083172	Family Bank	31st March 2021	1,885,812
6	Kapkules Keben Hill Accademy Access Roads	18000083098	Family Bank	23rd March 2021	21,989
7	Milimani primary School	18000056290	Family Bank	16th July 2019	4,396
8	Nakuru Town West Sports Committee	18000056700	Family Bank	30th May 2014	1,380
9	Kaptembwo Chief/ Assistant Chief Office	18000083668	Family Bank	31st May 2021	1,138,836
10	Deputy County Commissioners Sub-County Headquarters	18000080747	Family Bank	14th October 2020	4,126,728
11	Kaptembwo Police Station	18000076476	Family Bank	11th April 2019	741,037
12	Muslim Primary School	18000056292	Family Bank	28th June 2019	1,034

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13	Eileen Ngochoch Primary School	18000074108	Family Bank	2nd July 2018	1,092
14	Koinange Primary School	18000056306	Family Bank	18th June 2019	27
15	Mogoon Primary School	18000073993	Family Bank	14th June 2018	1,212
16	Mwariki Primary School	18000063319	Family Bank	14th July 2015	402
17	Uhuru Primary School	18000070592	Family Bank	24th June 2020	490
18	Kenyatta Secondary School	18000080091	Family Bank	21st July 2020	2,641
19	Mwariki Secondary School.	18000056661	Family Bank	11th July 2020	1,271
20	Prisons Primary School	18000070649	Family Bank	12th June 2019	3,235
21	Kelelwet Primary School	18000056278	Family Bank	23rd October 2020	101
22	Kibowen Komen Primary School	18000064130	Family Bank	6th June 2019	1,709
23	Moi Primary School	18000030028	Family Bank	24th March 2010	5,761
24	Crater View Secondary School	18000056663	Family Bank	28th May 2014	1,095
25	Kelelwet Secondary school	18000069267	Family Bank	7th June 2019	70
26	Mogoon Secondary School	18000079673	Family Bank	8th May 2020	-
27	Nakuru hills Special School	18000070745	Family Bank	17th June 2019	100,290
28	Parkview Primary School	18000063625	Family Bank	7th June 2019	426
29	Nakuru West Primary School	18000056279	Family Bank	17th June 2019	259

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30	Barut Primary School	18000047651	Family Bank	12th April 2018	2,050
31	Moi Secondary School	18000056944	Family Bank	13th May 2014	11,675
32	Kapkures Health Center Soymet Access Roads	18000083170	Family Bank	31st March 2021	3,748,348
33	Mogoon Secondary School Ingobor Police Post Access Roads	18000083121	Family Bank	26th March 2021	-
TOTAL					12,307,257

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	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0 Other Grants and Transfers	Unsupported construction of roads and bridges	All the necessary documents were provided to support all the expenditures in regard to the construction of roads and bridges	Faith Kathambi- FAM	Resolved	Immediately
1.2 Unsupported bursaries	No acknowledgements were availed, bursary committee recommendations, lack of admission numbers and vetting minutes	The students' details without admission numbers were form ones and all other documents including vetting minutes, committee recommendations are available.	Faith Kathambi- FAM	Resolved	Immediately
2. Unsupported committee Bank Balances	The accounts were active yet the status of the various projects were complete and in use.	School accounts could not be closed since they could subsequently be opened. Also some of the organizations have more than one project using the same account thus there might be bank balances yet one project is complete	Faith Kathambi- FAM	Resolved	Immediately

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Budgetary control and performance under expenditure	The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public	and another one is ongoing. The underfunding is due to the delayed disbursement from the Ng-Cdf board.	Faith Kathambi- FAM	Resolved	Immediately