

REPUBLIC OF KENYA



Enhancing Accountability

 THE NATIONAL ASSEMBLY REPORT	
DATE: 21 OCT 2021	DAY: Thursday
TABLED BY: OF LOMP.	
CLERK-AT THE-TABLE: Maira Harjeki	

PARLIAMENT
OF KENYA
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THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENT
DEVELOPMENT FUND -
NORTH MUGIRANGO CONSTITUENT**

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



1. The first part of the document is a list of names.

2. The second part of the document is a list of dates.

3. The third part of the document is a list of locations.

4. The fourth part of the document is a list of events.



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

REPORTS AND FINANCIAL STATEMENTS

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

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) NORTH
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended 30 June 2019**

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NORTH MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended 30 June 2019

Core Values

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

(b) Key Management

The NGCDF NORTH MUGIRANGO Constituency day-to-day management is under the following key organs:

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

(c) Fiduciary Management

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

No.	Designation	Name
1.	A.I.E holder	Wilson Okumu Ogogo
2.	Sub-County Accountant	Chrispinus Ibalai
3.	Chairman NGCDFC	Yuvinalis Tera Nyaanga
4.	Member NGCDFC	Vanice Moraa Nyambane

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NGCDF -NORTH MUGIRANGO Constituency. The reports and recommendation of ARMC when adopted by the NGCDF Board are forwarded to the Constituency Committee for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

(e) NGCDF NORTH MUGIRANGO Constituency Headquarters

NGCDF NORTH MUGIRANGO Constituency Headquarters

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NORTH MUGIRANGO CONSTITUENCY**

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

(f) NGCDF NORTH MUGIRANGO Constituency Contacts

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

(g) NGCDF NORTH MUGIRANGO Constituency Bankers

1. Equity Bank Kenya Ltd (specify the constituency account banker details)
P.O Box 100-40500
Nyamira

(f) Independent Auditors

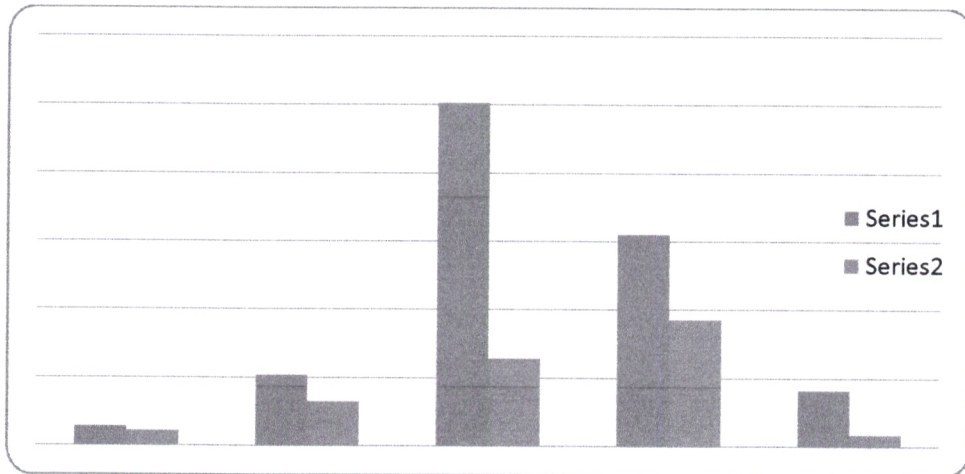
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GOP 00100
Nairobi, Kenya

(g) Principal Legal Adviser

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

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

The North Mugirango NGCDF budget performance against actual amounts for current year based on economic classification and programmes. The graph below represents in summary the entity's performance



Key

- Series 1 Final Budget
- Series 2 Actual Budget Utilization
- Key achievements for the entity

The North Mugirango NGCDFC planned to do among other activities construction of classrooms, laboratories and chiefs offices institutions in the constituency to cater for enhanced enrolment owing 100% transition policy and security



- The entity faced the following implementation challenges:
1. Lack of sufficient technical staff to oversee implementation of projects. The committee has engaged a clerk of works to supplement the county works officer.
 2. Delayed disbursement of funds from NGCDF Board leading to late implementation of projects

CHAIRMAN NGCDF COMMITTEE
YUVINALIS TERA NYAANGA

Sign.....

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

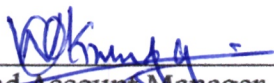
The Accounting Officer in charge of the NGCDF-NORTH MUGIRANGO Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2019. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-NORTH MUGIRANGO Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019 and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-NORTH MUGIRANGO Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

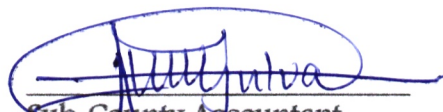
The Accounting Officer in charge of the NGCDF-NORTH MUGIRANGO Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for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

Approval of the financial statements

The NGCDF-NORTH MUGIRANGO Constituency financial statements were approved and signed by the Accounting Officer on _____ 2020.



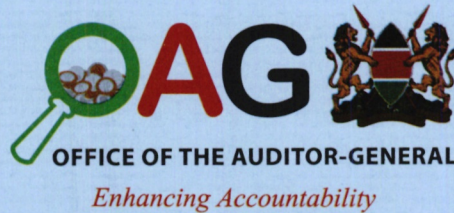
Fund Account Manager
Name: Wilson Okumu Ogogo



Sub-County Accountant
Name: Chrispinus Ibalai
ICPAK Member Number: 20432

REPUBLIC OF KENYA

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - North Mugirango Constituency set out on pages 6 to 37, which comprise the statement of assets and liabilities as at 30 June, 2019, and the statement receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects 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 - North Mugirango Constituency as at 30 June, 2019, 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. Lack of Ownership Documents for Motor Vehicle

The statement of receipts and payments reflects an expenditure of Kshs.8,000,000 for acquisition of assets. As disclosed under Note 8 to the financial statements, the expenditure related to purchase of vehicles of which Kshs.7,758,127 was paid to a motor dealer for the purchase of a motor vehicle. However, the motor vehicle log book was not provided for the audit.

In the circumstances, the ownership of the motor vehicle could not be confirmed.

2. Presentation of Financial Statements

The statement of assets and liabilities reflects a net assets balance of Kshs.4,799,377 represented by a fund balance of an equivalent amount. However, the fund balance has been described as net liabilities.

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

Key Audit Matters

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

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. Stalled Projects

Audit inspection undertaken in March, 2020 on six (6) projects with a combined budget of Kshs.8,500,000 revealed that the projects were incomplete and the contractors were not on site as shown below:

Institution	Activity	Amount (Kshs.)	Status
Getengereirie Primary School	Construction of two classrooms	1,900,000	-Incomplete (painting not done)
Nyagokiani Secondary School	Renovation of two classrooms	900,000	-Incomplete (five window panes, ceiling and tiles not fixed)
Tombe Secondary School	Construction of two classrooms	1,900,000	-Incomplete (walling, plastering, flooring and painting not done)
Esanige Technical Secondary School	-Completion of two classrooms (plastering, fitting of windows and painting). -Construction of a 4-doors pit latrine.	1,500,000	-Incomplete (painting not done)
Nyamauro Secondary School	-Completion of two classrooms (plastering, fitting of windows and painting). -Construction of a laboratory	1,500,000	-Incomplete (painting not done).
Ekerubo Gietai Boarding Primary	Construction of four pit latrines with eight doors	800,000	Incomplete (one pit latrine with two doors not constructed)
	Total	8,500,000	

The abandoned projects reflect poor supervision and monitoring of projects and casts doubt on the value for money from the projects.

2. Unlabelled Projects

Regulation 11(cc) of the National Government Constituencies Development Regulations, 2016, provides that the functions of a Constituency Committee includes ensuring that projects are labelled. However, audit inspection revealed that ten (10) projects with a total cost of Kshs.9,778,000 were not labelled as shown below:

Institution	Activity	Cost (Kshs.)
Maagonga Primary School	Purchase of plastic water tank and installation of gutters, pipes, outlet taps and concrete base.	226,000
Omorare Secondary School	Renovation of spring water point, slabbing, piping and installation of water tanks.	1,500,000
Nyamauro Secondary School	Purchase of plastic water tank and installation of gutters, pipes, outlet taps and concrete base.	226,000
Nyamwachania Primary School	Renovation of two classrooms.	900,000
Tombe Secondary School	Construction of two classrooms.	1,900,000
Nyairanga Secondary School	Installation of steel water tank.	500,000
Nyaobe Primary School	Renovation of two classrooms.	900,000
Enchoro Primary School	Renovation of spring water point, slabbing, piping and installation of water tanks	1,500,000
Morembe Primary School	Construction of two classrooms.	1,900,000
Mesobwa Primary School	Purchase of plastic water tank and installation of gutters, pipes, outlet taps and concrete base.	226,000
	Total	9,778,000

3. Unimplemented Projects

The statement of receipts and payments reflects Kshs.68,840,000 under transfer to other government units. The transfers include Kshs.6,500,000 disbursed to the Project Management Committees (PMCs) of five (5) schools for construction and renovation of classrooms. However, audit inspection of the projects on 24 February, 2020 revealed that, works on the proposed projects had not commenced and the funds continued to lie idle in the bank accounts - more than eight (8) months after they were disbursed. The summary of the un-implemented projects is as shown below:

Institution	Activity	Amount (Kshs.)
Nyakenimo Secondary School	Renovation of two classrooms	900,000
Egentoto Secondary School	Renovation of two classrooms	900,000
Nyameko Primary School	Construction of two classrooms	1,900,000
St. Monica Mageri Secondary School	Renovation of two classrooms	900,000
Gesweswe Primary School	Construction of two classrooms	1,900,000
	Total	6,500,000

The un-implemented projects is an indication of lack of effectiveness in use of public resources and of the benefits the constituents of North Mugirango were deprived.

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 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 processes and systems of internal control, risk management and 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 ability of National Government Constituencies Development Fund - North Mugirango Constituency to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless Management is aware of intention to either terminate the Fund or cease operations.

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

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

Those charged with governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the Fund monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 control may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the 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 going concern 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 ability of the Fund 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 sustaining its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



Nancy Gathungu
AUDITOR-GENERAL

Nairobi

01 October, 2021

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NORTH MUGIRANGO CONSTITUENCY**

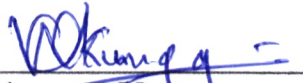
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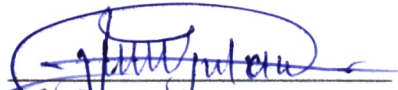
For the year ended 30 June 2019

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018 - 2019	2017 - 2018
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board	1	143,629,668	43,405,172
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		143,629,668	43,405,172
PAYMENTS			
Compensation of employees	4	1,275,490	582,704
Use of goods and services	5	15,787,524	10,023,400
Transfers to Other Government Units	6	68,840,000	10,800,000
Other grants and transfers	7	42,381,613	21,063,000
Acquisition of Assets	8	8,000,000	-
Other Payments	9	3,500,000	
TOTAL PAYMENTS		139,784,627	42,469,104
SURPLUS/DEFICIT		3,845,041	936,068

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NORTH MUGIRANGO Constituency financial statements were approved on _____ 2020 and signed by:


Fund Account Manager
Name: Wilson Okumu Ogogo


Sub-County Accountant
Name: Chrispinus Ibalai
ICPAK Member Number: 20432

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NORTH MUGIRANGO CONSTITUENCY**

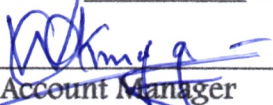
Reports and Financial Statements


For the year ended 30 June 2019

V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019	2017 - 2018
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10A	4,799,377	954,336
Cash Balances	10B	-	-
Total Cash and Cash Equivalents		4,799,377	954,336
Current Receivables			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		4,799,377	954,336
FINANCIAL LIABILITES			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		-	-
NET FINANCIAL ASSETS		<u>4,799,377</u>	<u>954,336</u>
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	954,336	68,841
Surplus/Defict for the year		3,845,041	936,068
Prior year adjustments	14	-	(50,573)
NET LIABILITIES		<u>4,799,377</u>	<u>954,336</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NORTH MUGIRANGO Constituency financial statements were approved on _____ 2020 and signed by:


Fund Account Manager
Name: Wilson Okumu Ogogo


Sub-County Accountant
Name: Ohrispinus Ibalai
ICPAK Member Number: 20432

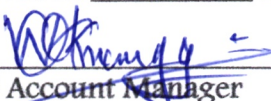
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NORTH MUGIRANGO CONSTITUENCY**


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

VI. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
Receipts			
Transfers from CDF Board	1	143,629,668	43,405,172
Other Receipts	3	-	-
Total Receipts		143,629,668	43,405,172
Payments			
Compensation of Employees	4	1,275,490	582,704
Use of goods and services	5	15,787,524	10,023,400
Transfers to Other Government Units	6	68,840,000	10,800,000
Other grants and transfers	7	42,381,613	21,063,000
Other Payments	9	3,500,000	-
Total Payments		131,784,627	42,469,104
Adjusted for:			
Outstanding Imprest	11	-	-
Retention	12A	-	-
Gratuity Payable	12B	-	-
Prior Year adjustment	14	-	(50,573)
Net Adjustments		-	-
Net cash flow from operating activities		11,845,041	885,495
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(8,000,000)	-
Net cash flows from Investing Activities		(8,000,000)	-
NET INCREASE IN CASH AND CASH EQUIVALENT		3,845,041	885,495
Cash and cash equivalent at BEGINNING of the year	13	954,336	68,841
Cash and cash equivalent at END of the year		4,799,377	954,336

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NORTH MUGIRANGO Constituency financial statements were approved on _____ 2020 and signed by:


Fund Account Manager
Name: Wilson Okumu Ogogo


Sub-County Accountant
Name: Chrispinus Ibalai
ICPAK Member Number: 20432

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NORTH MUGIRANGO
CONSTITUENCY**

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

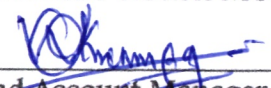
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

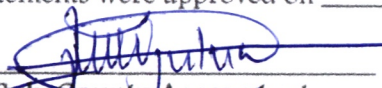
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	109,040,876	39,143,129	148,184,005	143,629,668	4,554,337	96.9%
Proceeds from Sale of Assets			-		-	
Other Receipts		-	-	-	-	-
TOTAL RECEIPTS	109,040,876	39,143,129	148,184,005	143,629,668	4,554,337	96.9%
PAYMENTS						
Compensation of Employees	1,658,000		1,658,000	1,275,490	382,510	76.9%
Use of goods and services	9,800,000	5,987,524	15,787,524	15,787,524	-	100.0%
Transfers to Other Government Units	52,962,490	18,810,845	71,773,335	68,840,000	2,933,335	95.9%
Other grants and transfers	36,620,386	10,844,761	47,465,147	42,381,613	5,083,534	89.3%
Acquisition of Assets	8,000,000		8,000,000	8,000,000	-	100.0%
Other Payments		3,500,000	3,500,000	3,500,000	-	
TOTAL	109,040,876	39,143,130	148,184,006	139,784,627	8,399,379	94.3%

(a) Commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

i. The underutilization on Employees compensation is the sinking fund for their gratuity.

The NGCDF-NORTH MUGIRANGO Constituency financial statements were approved on _____ 2020 and signed by:


Fund Account Manager
Name: Wilson Okumu Ogogo


Sub-County Accountant
Name: Chrispinus Ibalai
ICPAK Member Number: 20432

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	30/06/2019	
	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	1,658,000	-	1,658,000	1,275,490	382,510
1.2 Committee allowances	4,044,000	5,100,000	9,144,000	6,454,200	2,689,800
1.3 Use of goods and services	1,250,000	1,200,000	2,450,000	1,639,800	810,200
Sub-Total	6,952,000	6,300,000	13,252,000	9,369,490	3,882,510
2.0 Monitoring and evaluation			-		
2.1 Capacity building	1,700,000	3,187,524	4,887,524	4,887,524	-
2.2 Committee allowances	1,800,000	-	1,800,000	1,800,000	-
2.3 Use of goods and services	1,006,000	-	1,006,000	1,006,000	-
Sub-Total	4,506,000	3,187,524	7,693,524	7,693,524	-
3.0 Emergency			-		
Gesura Primary School		400,000	400,000	400,000	-
St. Mathews Gekodo Boarding	631,408	30,976	662,384	662,384	-
Nyamotaro Primary School			300,000	300,000	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NORTH MUGIRANGO CONSTITUENCY

Reports and Financial Statements

For the year ended 30 June 2019

	300,000				
Tibro Logistics	227,850		227,850	227,850	-
Nyamojero Primary School	350,000		350,000	350,000	-
Riomego PAG Sec. School		850,000	850,000	850,000	-
Misambi Mixed Secondary School	1,300,000		1,300,000	1,300,000	-
Matango High School	1,550,000		1,550,000	1,550,000	-
Ikamu Primary School	1,379,740		1,379,740	1,379,740	-
Sub-Total	5,738,998	1,280,976	7,019,974	7,019,974	-
4.0 Bursary and Social Security			-		
4.1 Primary Schools					-
4.2 Secondary Schools	10,560,219	5,427,229	15,987,448	15,987,448	-
4.3 Tertiary Institutions	10,344,834	6,873,401	17,218,235	13,515,367	3,702,868
4.4 Universities		-	-		-
4.5 Social Security		-	-		-
Sub-Total	20,905,053	12,300,630	33,205,683	29,502,815	3,702,868
5.0 Sports			-		
5.1 bal b/f	-	-	-		-
		-	-		-
Sub-Total	-	-	-	-	-
6.0 Environment			-		
Nyamauro Mixed Secondary School	226,000		226,000	226,000	-
Itibo Chief's Office	226,000		226,000	226,000	-

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

Esanige Technical Secondary School	226,000		226,000	226,000	-
Mesobwa Primary School	226,000		226,000	226,000	-
Maagonga Primary School	226,000		226,000	226,000	-
Nyamatuta Primary School	226,000		226,000	226,000	-
Nyambiri Secondary School	226,000		226,000	226,000	-
Mogongo Girls Secondary School	300,000	-	300,000	300,000	-
Sub-Total	1,882,000	-	1,882,000	1,882,000	-
7.0 Primary Schools Projects			-		
Getengarerie Primary School	1,900,000		1,900,000	1,900,000	-
Getangwa Primary School	1,900,000		1,900,000	1,900,000	-
Nyamwanchania Primary School	900,000	-	900,000	900,000	-
Magwagwa DEB Primary School	1,500,000		1,500,000	1,500,000	-
Magwagwa DEB Primary School	800,000		800,000	800,000	-
Nyairanga Primary School	1,500,000		1,500,000	1,500,000	-
Chisaria Primary School	800,000	-	800,000	800,000	-
Enchoro Primary School	1,500,000		1,500,000	1,500,000	-
Mesobwa Primary School	750,000	-	750,000	750,000	-
Mesobwa Primary School		-	250,000	250,000	-

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

	250,000				
Kenyoro Primary School	1,900,000		1,900,000	1,900,000	-
Engoto Primary School	900,000		900,000	900,000	-
Gesweswe Primary School	1,900,000		1,900,000	1,900,000	-
Kiemuma Primary School	1,900,000		1,900,000	1,900,000	-
Nyaobe Primary School	900,000		900,000	900,000	-
Morembe Primary School	1,900,000		1,900,000	1,900,000	-
Nyameko Primary School	1,900,000		1,900,000	1,900,000	-
Maagonga Primary School	2,250,000		2,250,000	2,250,000	-
Rianyamage Primary School		500,000	500,000	500,000	-
Nyamatuta Primary School		1,600,000	1,600,000	1,600,000	-
Ekerubo Gietai Boarding Primary School		800,000	800,000	800,000	-
Mesobwa Primary School		500,000	500,000	500,000	-
Gesage Primary School		800,000	800,000	800,000	-
Maagonga Primary School		2,000,000	2,000,000	2,000,000	-
Ekerubo Gietai Boarding Primary School		400,000	400,000	400,000	-
Riomego SDA Boarding Primary School		400,000	400,000	400,000	-
Gisage Agra Primary School		700,000	700,000	700,000	-

Kerema Primary School	1,500,000		1,500,000	1,500,000	-
7.50 retention b/f			-		-
Sub-Total	26,850,000	7,700,000	34,550,000	34,550,000	-
8.0 Secondary Schools Projects			-		
Tombe Secondary School	1,900,000		1,900,000	1,900,000	-
Egetonto Secondary School	900,000	-	900,000	900,000	-
Nyakenimo Secondary School	900,000	-	900,000	900,000	-
Nyasio Girls Secondary School	1,000,000		1,000,000	1,000,000	-
Misambi Secondary School	4,130,000		4,130,000	4,130,000	-
Kea Mixed Secondary School	6,850,000		6,850,000	6,850,000	-
Enkinda SDA Secondary School	7,350,000		7,350,000	7,350,000	-
Omorare Secondary School	1,500,000		1,500,000	1,500,000	-
Nyagokiani Secondary School	900,000		900,000	900,000	-
Nyamauro Mixed Secondary School		1,500,000	1,500,000	1,500,000	-
Nyanchoka Secondary School	2,000,000		2,000,000	1,900,000	100,000
Mageri Secondary Schools	900,000		900,000	186,000	714,000
Esanige Technical Secondary School		1,500,000	1,500,000	1,500,000	-
Nyairanga Secondary School		500,000	500,000	500,000	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NORTH MUGIRANGO CONSTITUENCY

Reports and Financial Statements

For the year ended 30 June 2019

Kiabonyoru Girls Sec. School		374,000	374,000	374,000	-
Nyamusi Girls Secondary School	800,000			800,000	
Mogongo Girls Secondary School	1,100,000	100,000		1,200,000	
St. Monica Mageri Sec. School		900,000	900,000	900,000	-
Sub-Total	30,230,000	4,874,000	35,104,000	34,290,000	814,000
9.0 Health institutions Projects			-		
9.1 balances b/f		-	-		-
10.0 Security Projects			-		
Itibo Chiefs Camp	1,276,824	-	1,276,824	1,276,824	-
Itibo Chiefs Camp	700,000	-	700,000	700,000	-
Ekerubo Giatai AP	2,000,000	-	2,000,000	2,000,000	-
Itibo Chiefs Camp		-	-	-	-
			-		-
Sub-Total	3,976,824	-	3,976,824	3,976,824	-
11.0 Acquisition of assets		-	-		
11.1 Motor Vehicles	8,000,000		8,000,000	8,000,000	-
11.2 Construction of CDF office		-	-	-	-
11.3 Purchase of furniture and equipment		-	-		-
11.4 Purchase of computers		-	-		-
Sub-Total	8,000,000	-	8,000,000	8,000,000	-
12.0 ROADS		-	-		
12.1 road		-	-		

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NORTH MUGIRANGO CONSTITUENCY

Reports and Financial Statements

For the year ended 30 June 2019

13.0 Others		-	-		
13.1 Strategic Plan		3,500,000	3,500,000	3,500,000	-
13.2 Innovation Hub		-	-		-
13.2 TIVET		-	-		-
Sub-Total	-	3,500,000	3,500,000	3,500,000	-
GRAND TOTALS	109,040,875	39,143,129	148,184,005	139,784,629	8,399,378

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

IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-NORTH MUGIRANGO Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

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

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

Use of Goods and Services

Goods and services are recognized as payments in the period when the goods/services are paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

Acquisition of Fixed Assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

In-kind contributions are donations that are made to the Entity in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the Entity includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the Entity at the end of the year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

10. Unutilized Fund

Unutilized funds consist of bank balances in the constituency account and funds not yet disbursed by the Board to the constituency at the end of the financial year. These balances are available for use in the subsequent financial year to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(2) of NGCDF Act, 2015.

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1st July 2019 to 30th June 2019 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2019.

14. Errors

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

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

15. Related Party Transactions

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
NORTH MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended 30 June 2019

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017 - 2018
		Kshs	Kshs
Normal Allocation	AIE NO. A 855974	-	5,500,000
	AIE NO. A 892970	-	37,905,172
	AIE NO.B005127	29,388,793	
	AIE NO.B005318	800,000	
	AIE NO.B030207	10,000,000	
	AIE NO.B000445	12,000,000	
	AIE NO.B006492	8,000,000	
	AIE NO.B042603	11,000,000	
	AIE NO.B042823	13,000,000	
	AIE NO.B047520	51,440,875	-
	AIE NO.B006492	8,000,000	-
Receipt from other Constituency		-	-
TOTAL		143,629,668	43,405,172

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019	2017-2018
	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	0	0

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
NORTH MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended 30 June 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2018-2019	2017-2018
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
Total		

4. COMPENSATION OF EMPLOYEES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Basic wages of contractual employees	1,148,158	560,021
Basic wages of casual labour		
Personal allowances paid as part of salary	-	
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Other personnel payments	-	-
Employer contribution to NSSF	127,332	22,682
Gratuity-Paid	-	-
Gratuity-Accrued	-	-
TOTAL	1,275,490	582,704

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
NORTH MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended 30 June 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Utilities, supplies and services	1,603,433	1,775,573
Electricity	57,000	-
Water & sewerage charges	-	-
Office rent	-	-
Communication, supplies and services	91,100	-
Domestic travel and subsistence	985,000	-
Printing, advertising and information supplies & services	475,517	-
Rentals of produced assets	-	-
Training expenses	955,000	399,400
Hospitality supplies and services	785,000	-
Other committee expenses	2,728,000	68,000
Committee allowance	2,905,869	7,831,000
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	925,000	-
Fuel , oil & lubricants	978,000	-
Other operating expenses	2,897,000	-
Bank service commission and charges	51,605	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	350,000	-
TOTAL	15,787,524	10,073,973

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
NORTH MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended 30 June 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017 - 2018
		Kshs	Kshs
Transfers to Primary schools		34,550,000	-
Transfers to Secondary schools		34,290,000	10,800,000
Transfers to Tertiary institutions		-	-
TIVET		-	-
TOTAL		68,840,000	10,800,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description		2018-2019	2017 - 2018
		Kshs	Kshs
Bursary -Secondary		15,987,448	21,063,000
Bursary -Tertiary		13,515,367	-
Bursary-Special schools		-	-
Mocks & CAT		-	-
Security		3,976,824	-
Sports		-	-
Environment		1,882,000	-
Emergency Projects		7,019,974	-
TOTAL		42,381,613	21,063,000

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
NORTH MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended 30 June 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets		2018-2019	2017 - 2018
		Kshs	Kshs
Purchase of Buildings		-	-
Construction of Buildings		-	-
Refurbishment of Buildings		-	-
Purchase of Vehicles		8,000,000	-
Purchase of Bicycles & Motorcycles		-	-
Overhaul of Vehicles		-	-
Purchase of office furniture and fittings		-	-
Purchase of computers ,printers and other IT equipments		-	-
Purchase of photocopier		-	-
Purchase of other office equipments		-	-
Purchase of soft ware		-	-
Acquisition of Land		-	-
TOTAL		8,000,000	-

9. OTHER PAYMENTS

	Strategic Plan		3,500,000	-
	ICT Hub		-	-
	specify		-	-
	TOTAL		3,500,000	-

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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>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

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

12A. RETENTION

	2018 - 2019	2017-2018
	Kshs	Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total	-	-

[Provide short appropriate explanations as necessary]

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019	2017-2018
	Kshs	Kshs
Name 1	-	-
Name 2	-	-
Name 3	-	-
Add as appropriate		
Total	-	-

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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13. BALANCES BROUGHT FORWARD

			2018-2019	2017 - 2018
			(1/7/2018	(1/7/2017)
			Kshs	Kshs
	Bank accounts		954,337	68,842
	Cash in hand		-	-
	Imprest		-	-
	TOTAL		954,337	68,842

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	2018 - 2019	2017-2018
	Kshs	Kshs
Bank accounts	-	50,573
Cash in hand	-	-
Imprest	-	-
Total		50,573

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

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

15.2: PENDING STAFF PAYABLES (See Annex 2)

	2018-19	2017-18
	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>specify</i>)	-	-

15.3: UNUTILIZED FUND (See Annex 3)

	2018-19	2017-18
	Kshs	Kshs
Compensation of employees	382,510	0
Use of goods and services	3,500,000	5,987,524
Amounts due to other Government entities (see attached list)	814,000	18,810,845
Amounts due to other grants and other transfers (see attached list)	3,702,868	10,844,761
Acquisition of assets	-	-
Others (<i>specify</i>)	0	3,500,000
	8,399,378	39,143,130

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2018 - 2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	15,048,394	0

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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 2019	Comments
	a	b	c	d=a-c	
Construction of buildings	-	-	-	-	
1.					
2.					
3.					
Sub-Total	-	-	-	-	
Construction of civil works	-	-	-	-	
4.					
5.					
6.					
Sub-Total	-	-	-	-	
Supply of goods	-	-	-	-	
7.					
8.					
9.					
Sub-Total	-	-	-	-	
Supply of services	-	-	-	-	
10.					
11.					
12.					
Sub-Total	-	-	-	-	
Grand Total	-	-	-	-	

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

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ANNEX 3 –UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2019/18	Comments
Compensation of employees		382,510		
Use of goods & services				
Amounts due to other Government entities				
Secondary School-Mageri Secondary Schools		1,033,335		
Secondary School-Nyanchoka Secondary School		1,900,000		
Sub-Total		2,933,335		
Amounts due to other grants and other transfers				
Bursary-Tertiary Institutions		3,702,866		
Security		1,380,667		
Sub-Total		5,083,533		
Sub-Total				
Acquisition of assets				
Others (specify)				
Sub-Total				
Grand Total		8,399,378		

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Transport equipment	4,057,402	8,000,000	~	12,057,402
Office equipment, furniture and fittings	1,919,171	~		1,919,171
Land	5,762,239			5,762,239
ICT Equipment, Software and Other ICT Assets	1,126,634	0	~	1,126,634
Other Machinery and Equipment	20,880,000	~	~	20,880,000
Intangible assets	0	~	~	0
Total	33,745,446	8,000,000	~	41,745,446

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ANNEX 4 –PMC BANK BALANCES AS AT 30TH JUNE 2019

PMCS	BANK	ACCOUNT NUMBER	BANK BALANCE 201	BANK BALANCE 20
Nyamatuta Primary School	CO-OP BANK	01139349834500	129,001	
Ekerubo Gietai Boarding Primary School	CO-OP BANK	01139349834200	56,120	
Mesobwa Primary School	CO-OP BANK	01139349834100	77,900	
Gesage Primary School	CO-OP BANK	01139349834000	13,000	
Maagonga Primary School	CO-OP BANK	01139349817100	5,000	
Riomego SDA Boarding Primary School	KCB	1240634730	5,389	
Nyairange Primary School	CO-OP BANK	01139349834600	120,760	
Kerema Primary School	KCB	1253889368	1,499,515	
Chisaaria Primary School	KCB	1251597610	3,975	
Getengererie Primary School	KCB	1253603618	5,195	
Morembe Primary School	KCB	1253586411	1,099,035	
Kiemuma Primary School	KCB	1253575851	1,199,275	
Gesweswe Primary School	KCB	1253575657	1,799,275	
Magwagwa D.E.B Primary School	KCB	1253576521	410,395	
Enchoro Primary School	KCB	1253603855	95	
Kenyoro Primary School	KCB	1143831810	1,004,660	
Getangwa Primary School	KCB	1255436565	398,275	
Nyamwanchania Primary School	KCB	1258678330	248,975	
Engoto Primary School	KCB	1259460924	899,515	
Nyaobe Primary	KCB	1259092909	899,515	

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School				
Nyameko Primary Primary School			60,100	
Gisage Agra Primary School	CO-OP BANK	01139349834000	41,709	
Nyamusi Girls Secondary School			21,500	
Esanige Technical Secondary School	CO-OP BANK	01139349803800	90,541	
Mogongo Girls Secondary School	CO-OP BANK	01139349791100	12,650	
Omorare Secondary School	KCB	1253588562	1,499,515	
Tombe Secondary School	KCB	1253606625	1,899,515	
Misambi Sec. School(Bus)	CO-OP BANK	01139349790700	500,719	
Kea Sec. School(Bus)	KCB	1255436867	13,430	
Enkinda SDA Mixed Sec. School(Bus)	CO-OP BANK	01139349813900	65,712	
Nyasio Girls Sec. School	CO-OP BANK	01139349803700	44,908	
Kiabonyoru Girls Sec. School			23,710	
Nyakenimo Sec. School	KCB	1259393992	899,515	

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XI. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
KSI/NM/NG-CDF/2017/2018 (19)	Misclassification of Expenditure	To comply with significant accounting policies and the provisions of Articles 229 of the Constitution of Kenya, Public Finance Act and Section 35 of the Public Audit Act 2015,	Fund Account Manager	Resolved	3 rd July, 2019
KSI/NM/NG-CDF/2017/2018 (19)	Unsupported Expenditure on Employees Compensation	To comply with significant accounting policies and the provisions of Articles 229 of the Constitution of Kenya, Public Finance Act and Section 35 of the Public Audit Act 2015,	Fund Account Manager	Resolved	3 rd July, 2019
KSI/NM/NG-CDF/2017/2018 (19)	Stale Cheques	To comply with significant accounting policies and the provisions of Articles 229 of the Constitution of Kenya, Public Finance Act and Section 35 of the Public Audit Act 2015,	Fund Account Manager	Resolved	3 rd July, 2019
KSI/NM/NG-CDF/2017/2018 (19)	Net Financial Position	To comply with significant accounting policies and the provisions of Articles 229 of the Constitution of Kenya, Public Finance Act and Section 35 of the Public Audit Act 2015,	Fund Account Manager	Resolved	3 rd July, 2019
KSI/NM/NG-CDF/2017/2018 (19)	Transfer from the CDF Board	To comply with significant accounting policies and the provisions of Articles 229 of the Constitution of Kenya, Public Finance Act and Section 35 of the Public Audit Act 2015,	Fund Account Manager	Resolved	3 rd July, 2019



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