

REPUBLIC OF KENYA



*Enhancing Accountability*

**REPORT**

THE NATIONAL ASSEMBLY

DATE: 08 AUG 2023

DAY:

TUESDAY

**OF**

TABLED  
BY:  
CLERK-AT  
THE TABLE:

Hon Owen Bayo MP  
Deputy leader, majority  
Anne Shuboko

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND -  
BAHATI CONSTITUENCY**

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



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**BAHATI CONSTITUENCY**  
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**

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

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



***Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022***

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## **I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

### **(a) Background information**

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

### **Mandate**

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

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

- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

### **Vision**

Equitable Socio-economic development countrywide

### **Mission**

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

### **Core Values**

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

### **Functions of NG-CDF Committee**

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



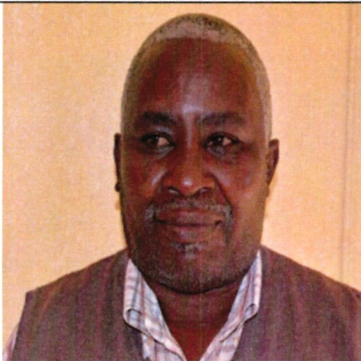
**b) Key Management**

The Bahati 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

No	Designation	Name	Photo
1.	A.I.E holder	<b>Hawah Njeri Abdul</b>	
2.	Sub-County Accountant	<b>CPA Dickson Nyaundi Moreka</b>	
3.	Chairman NGCDFC	<b>Daniel Kinyua Ngatia</b>	

30<sup>th</sup> June 2021 and who had direct fiduciary responsibility were:

4.	Member NGCDFC	<b>Tom Njogu Kironji</b>	
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**d) Fiduciary Oversight Arrangements**

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

P.O. Box 22,  
NGCDF Building,  
Nakuru-Nyahururu Road,  
Bahati, KENYA

**f) Bahati Constituency NGCDF Contacts**

Telephone: (254) 711566300  
E-mail: [cdfbahati@ngcdf.go.ke](mailto:cdfbahati@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**g) Bahati Constituency NGCDF Bankers**

Equity Bank  
Gate House Branch  
P.O Box 12568-20100  
Nakuru, Kenya

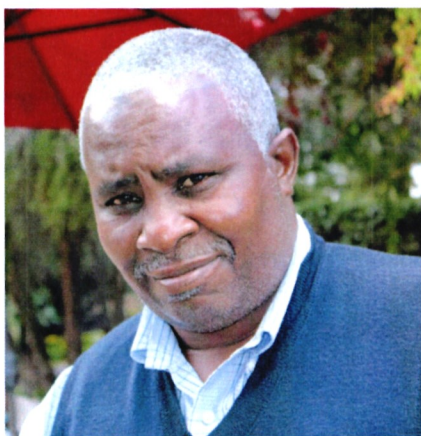
**h) Independent Auditors**

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

**i) Principal Legal Adviser**

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

## II. NG-CDFC CHAIRMAN'S REPORT



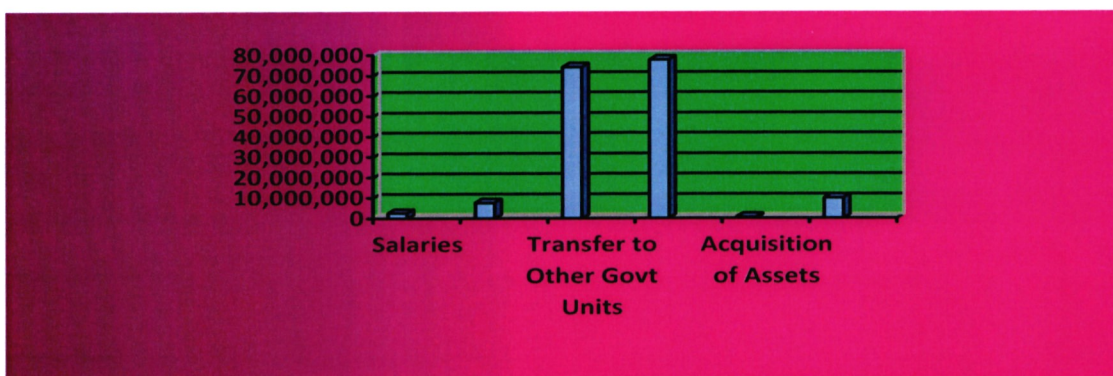
### **CHAIRMAN: DANIEL KINYUA NGATIA**

The Bahati Constituency is one of the 11 constituencies in Nakuru County. The constituency has 5 wards namely Bahati ward, Kiamaina ward, Kabatini ward, Dundori ward and Lanet ward.

The Bahati NG-CDF was allocated Kshs. 137,088, 879 during the financial year 2021/2022 and the Board had undisbursed funds of Ksh. 34,188,879 for financial year 2020/2021 out of the budget allocated, the Board disbursed Kshs. 171,277,758 which translates to 100% funding.

The NG-CDF Bahati has continued to use the Project Management Committee in implementation of all the constituency Development Fund projects. During the year under review most of the projects were allocated funds for completion. Most projects would be completed with the funds allocated during the year. However, few projects are in various phases and will be allocated more funds in the subsequent years.

The main focus was on the National Government functions such as Education and Security.



### **Key achievements**

The National Government Constituency Development Fund Bahati has continued to expand institutions of learning and enhancing security by increasing funding to security projects and modernising schools as seen below:

## Security

Under security the NGCDF Bahati has so far established and equipped Police stations, Equipped OCPD Headquarters, The Committee has also acquired land constructed modern Chiefs and assistant chiefs' offices across the constituency.

Through this initiative the security officers have continued to enjoy the good working environment and as such have been working efficiently thus the constituents have been receiving good service.

*Figure 1: Lanet Police Station*



*Figure 2: Bahati Police Station*



*Figure 3. Makao Police Post*



*Figure 4. Kiamaina Assistant Chiefs Office*



### Education

Bahati Constituency has 45 Primary schools and 38 Secondary schools. Due to the increasing population and the Government directive of 100% transition for Secondary schools, there has been a great need to have more classrooms, Dormitories, Laboratories in all the secondary schools.

Most if not all the Primary schools were constructed in the 1960s and are currently dilapidated, some with earthen grounds, leaking roofs and without windows and even some muddy classrooms. The Committee have strived to ensure that every school is renovated and classes modernised and equipped with desks and lockers to ensure the pupils are studying in a conducive environment something that the pupils, the teachers and the parents are happy about.



*Figure 3: Murunyu High School*



*Figure 4: Kimani Ngunjiri High School*



*Figure 8: St. Francis Bahati Secondary School*



*Figure 8: St. Anthony Engoshura Secondary School*

SIGNATURE

CHAIRMAN NG-CDF COMMITTEE

## **I. 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 NGCDF-Bahati Constituency's 2018-2022 Strategic plan are to:

- a) To nurture a highly trained human capital by improving; access, relevance, quality and equity in education.
- b) To improve security of persons and property.
- c) To empower the youth, women and persons living with disability; through capacity enhancement in technology, innovation, entrepreneurship, industry and sports.
- d) To improve environment through tree planting, advocacy and mainstreaming environmental issues.
- e) To address the cross-cutting issues; Gender mainstreaming, improve infrastructure, adequate clean water and quality health service through Advocacy, Partnerships, Collaborations, intervention during emergencies and referral structures.

### **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:

<b>Constituency Program</b>	<b>Objective</b>	<b>Outcome</b>	<b>Indicator</b>	<b>Performance</b>
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> <li>- Number of primary schools</li> <li>- Number of secondary schools</li> <li>- Number tertiary institution</li> <li>- Number of Students who benefitted from at special, secondary and tertiary levels.</li> </ul>	<ul style="list-style-type: none"> <li>- 29 primary schools were modernised through construction and renovations, 12 secondary schools</li> <li>10,486 bursary beneficiaries at special, secondary and tertiary levels.</li> </ul>
Security	To ensure all the security officers have a conducive and better working environment	Enhancement of security services in the constituency	<ul style="list-style-type: none"> <li>- Number of Chief's and Assistant chief's offices constructed.</li> <li>- Number of Police posts Constructed.</li> <li>- Number of houses constructed for security personnel.</li> </ul>	<ul style="list-style-type: none"> <li>- 1 Chief's and 12 Assistant chief's offices constructed, usable and in good condition</li> <li>- 2 Modern Police stations completed and equipped with furniture and 1 Police post and 24 Chiefs and Assistant Chiefs offices being constructed over the years and already in use.</li> </ul>
Environment	To enable public institutions, harvest clean water for consumption -To ensure schools have adequate Toilets	To enhance environmental-related hygiene to public institutions	<ul style="list-style-type: none"> <li>- Number of water tanks with gutters and accessories purchased for schools</li> <li>- No. of Toilets constructed</li> </ul>	In F/Y 21/22 we ensured 2 Primary schools got ablution blocks and 6 tanks with, stand and gutters were given to 2 secondary schools and 4 Primary schools for water harvesting.
Sports	To ensure the youth in the constituency are involved in various sports	To promote youth talents and sports in the constituency	<ul style="list-style-type: none"> <li>- Number of Trophies, Games kits, uniforms and balls</li> <li>- No. of Teams registered with FKF.</li> </ul>	-In F/Y 21/22 teams were supplied with sports equipment, 35 Teams were also registered with Football Kenya Federation.

Constituency Program	Objective	Outcome	Indicator	Performance
	activities	To enhance safety hazards to the youths during sport activities		
Disaster Management	To ensure the constituency meets the healthy guidelines in prevention of virus during the pandemic	To minimize the spread of Corona virus by ensuring water supply in various institutions	<ul style="list-style-type: none"> <li>- No.of tanks purchased</li> <li>- Ensure staff receives vaccine.</li> </ul>	In F/Y 21/22 6 Water tanks 10,000 Litres were distributed to schools and police stations within the constituency to help curb of Corona virus.

## **II. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

BAHATI 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 Bahati NG-CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. Education and Training:** Bahati 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; NG-CDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.
- d. Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of COVID- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

## **2. Environmental performance**

The Bahati NG-CDF has an environmental plan to ensure that all schools within the constituency access clean water. Planting of trees, waste management.

So far over 31 institutions have been supplied with water tanks, gutters to encourage water harvesting and ensuring access to basic need that is water. However, efforts to plant trees in institution of learning have been futile due to lack of proper management by the stakeholders.

The Bahati NG-CDF Committee has been working closely with the Chiefs and Assistant Chiefs in Sensitization of youth/ community on the impact of drugs after by construction of Chiefs Offices and police stations supported NG-CDF.

- Bahati NG-CDF have continued to engage the youths by sponsoring tournaments that bring communities together and sensitizing them on environmental conservation matters.

## **3. Employee welfare**

We invest in providing the best working environment for our employees. Bahati constituency recruitment is guided by Employment Act, NG-CDF 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 constituency promotes a healthy lifestyle and intends to provide all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Bahati 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 staff were trained on Sign Language to ensure proper service delivery to the disadvantaged group.

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-**

Bahati NG-CDF 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 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

The NGCDF Bahati has been using the Project management Committees in execution of all the projects. The Committee works hand in hand with the relevant ministries to ensure that the implementation of projects are perfectly done.

The constituency has been ensuring that there is value for money for all the projects and quality has been key in implementation. It has ensured that all classrooms are well done with tiles/ Ceiling and paint work done to satisfaction.

The Contractors are first prequalified by the District Tender committee after which the PMC places an open advertisement inviting interested bidders to bid for specified works after which the appropriate contractor is identified through evaluation process. The process is done fairly and ensuring that all the contractors at least have a fair share and fair award observing ethical practices.

The Project are implemented in phases and once the stipulated work is done, the PMC then processes payment to the contract within just a few days.

## **5. Community Engagements-**

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

### **Public Participation in Project Identification and Implementation and Monitoring**

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

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

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

### **Public Awareness**

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.

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

### **III. STATEMENT OF MANAGEMENT RESPONSIBILITIES**

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

The Accounting Officer in charge of the NG-CDF - Bahati Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2022. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NG-CDF - Bahati 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 constituency's financial statements give a true and fair view of the state of the entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer in charge of the NG-CDF - Bahati Constituency further confirms the completeness of the accounting records maintained for the 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 NG-CDF - Bahati Constituency confirms that the constituency has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *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.

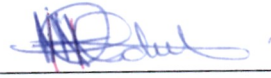
**Approval of the financial statements**

The NG-CDF - Bahati Constituency financial statements were approved and signed by the Accounting Officer on 6<sup>TH</sup> April 2023



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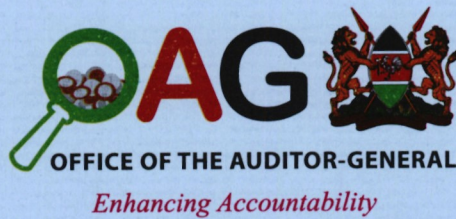
**Chairman NGCDF Committee**  
Name: Daniel Kinyua Ngatia



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**Fund Account Manager**  
Name: Hawah N. Abdul

# REPUBLIC OF KENYA



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NAIROBI

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

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### PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution 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 - Bahati Constituency set out on page 1 to 30, which

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

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

### **Basis for Qualified Opinion**

#### **Unconfirmed Bank Balance**

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.12,044,987. However, the bank reconciliation statement for the month of June, 2022 reflects payments in cash book not in bank of Kshs.5,220,352 whose subsequent payments details by the bank were not provided for audit.

In the circumstances, the accuracy and completeness of the cash and cash equivalent balance of Kshs.12,044,987 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 - Bahati 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 other 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, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

**V. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022**

**I. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2021 - 2022	2020 - 2021
			Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF Board	1	171,277,758	108,600,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	279,115	-
<b>TOTAL RECEIPTS</b>		<b>171,556,873</b>	<b>108,600,000</b>
<b>PAYMENTS</b>			
Compensation of employees	4	2,576,520	2,333,274
Use of goods and services	5	7,698,344	8,511,006
Transfers to Other Government Units	6	74,300,907	54,950,000
Other grants and transfers	7	77,795,923	53,329,328
Acquisition of Assets	8	591,800	457,000
Other Payments	9	10,000,000	-
<b>TOTAL PAYMENTS</b>		<b>172,963,494</b>	<b>119,580,608</b>
<b>SURPLUS/DEFICIT</b>		<b>(1,406,621)</b>	<b>(10,980,608)</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Bahati Constituency financial statements were approved on 6<sup>TH</sup> April 2023 and signed by:

  
Fund Account Manager

Name: Hawah N. Abdul

  
National Sub-County Accountant

Name: Dickson Moreka  
ICPAK M/No: 12484


  
Chairman NG-CDF Committee

Name: Daniel K. Ngatia

**VI. STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> JUNE 2022**

<b>II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES</b>			
	<b>Note</b>	<b>2021 - 2022</b>	<b>2020 - 2021</b>
		<b>Kshs</b>	<b>Kshs</b>
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	12,044,987	13,451,607
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>12,044,987</b>	<b>13,451,607</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>12,044,987</b>	<b>13,451,607</b>
<b>FINANCIAL LIABILITIES</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	12A	-	-
Gratuity	12B	-	-
<b>NET FINANCIAL SSETS</b>		<b>12,044,987</b>	<b>13,451,607</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July 2021	13	13,451,608	<b>24,432,275</b>
Prior year adjustments	14	-	-
Surplus/Deficit for the year		(1,406,621)	<b>(10,980,668)</b>
<b>NET FINANCIAL POSITION</b>		<b>12,044,987</b>	<b>13,451,607</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Bahati Constituency financial statements were approved on 6<sup>TH</sup> April 2023 and signed by:

  
Fund Account Manager

Name: Hawah N. Abdul

  
National Sub-County Accountant

Name: Dickson Moreka  
ICPAK M/No: 12484

  
Chairman NG-CDF Committee

Name: Daniel K. Ngatia

## **Basis for Conclusion**

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 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of 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 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 controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and 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**

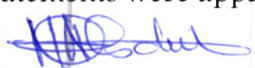
**Nairobi**

**04 July, 2023**

**VII. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022**

		2021 - 2022	2020 - 2021
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Transfers from NGCDF Board	1	171,277,758	108,600,000
Other Receipts	3	279,115	-
		<b>171,556,873</b>	<b>108,600,000</b>
<b>Payments for operating activities</b>			
Compensation of Employees	4	2,576,520	2,333,274
Use of goods and services	5	7,698,344	8,511,006
Transfers to Other Government Units	6	74,300,907	54,950,000
Other grants and transfers	7	77,795,923	53,329,328
Other Payments	9	10,000,000	-
		<b>172,371,694</b>	<b>119,123,608</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
<b>Net Adjustments</b>		-	-
<b>Net cash flow from operating activities</b>		<b>(814,821)</b>	<b>(10,523,608)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	591,800	457,000
<b>Net cash flows from Investing Activities</b>		<b>(591,800)</b>	<b>(457,000)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(1,406,621)</b>	<b>(10,980,608)</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	10	<b>13,451,608</b>	<b>24,432,275</b>
<b>Cash and cash equivalent at END of the year</b>		<b>12,044,987</b>	<b>13,451,667</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Bahati Constituency financial statements were approved on 6<sup>TH</sup> April 2023 and signed by:

  
**Fund Account Manager**

**Name: Hawah N. Abdul**

  
**National Sub-County Accountant**

**Name: Dickson Moreka**

  
**Chairman NG-CDF Committee**

**Name: Daniel K. Ngatia**

**ICPAK M/No: 12484**

**Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022**

**VIII. SUMMARY STATEMENT OF APPROPRIATION**

Receipt/Expense Item	Original Budget	Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	Opening Balance (C/Bk) and AIA	b				
<b>RECEIPTS</b>			Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	13,451,607	34,188,879	184,729,366	184,729,366	(0.52)	100.0%
Proceeds from Sale of Assets	-	-	-	0	-	-	0.0%
Other Receipts	279,115	-	-	279,115	279,115.00	279,115.00	
<b>TOTAL RECEIPTS</b>	<b>137,367,994</b>	<b>13,451,607</b>	<b>34,188,879</b>	<b>185,008,481</b>	<b>184,729,366</b>	<b>279,114</b>	<b>99.8%</b>
<b>PAYMENTS</b>							
Compensation of Employees	1,690,638	466,311	2,600,000	4,756,949	2,576,520	2,180,429	54.2%
Use of goods and services	9,800,000	219,138	1,210,000	11,229,138	7,698,344	3,530,794	68.6%
Transfers to Other Government Units	55,200,000	-	16,900,000	72,100,000	74,300,907	(2,200,907)	103.1%
Other grants and transfers	59,898,241	12,715,137	13,478,879	86,092,257	77,795,923	8,296,334	90.4%
Acquisition of Assets	500,000	43,000	-	543,000	591,800	(48,800)	109.0%
Other Payments	10,000,000	8,021	-	10,008,021	10,000,000	8,021	99.9%
Unapproved Funds	279,115	-	-	279,115	-	279,115	
<b>TOTAL</b>	<b>137,367,994</b>	<b>13,451,607</b>	<b>34,188,879</b>	<b>185,008,480</b>	<b>172,963,494</b>	<b>12,044,986</b>	<b>93.5%</b>

a) *The Bahati NG-CDF utilized 93.5% of the total Budget, the underutilization was caused by the fact that the Emergency funds were not utilized and a reallocation of funds was done at the close of financial year.*

b) *There was a balance meant for compensation of employees whose contracts were coming to an end in September 2022 and therefore gratuity was reserved to clear their dues.*

c) *The cash book balance for the year ended 30<sup>th</sup> June 2022 was Ksh. 12,044,987.*

**Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022**

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilisation difference totals	12,044,986
Less undisbursed funds receivable from the Board as at 30th June 2022	(1)
Add Accounts payable	12,044,987
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/22	12,044,987

**Reconciliation of Statement of Budget Appropriation to Statement of Assets and Liabilities introduced**

The NGCDF-Bahati Constituency financial statements were approved on 6<sup>TH</sup> April 2023 and signed by:



**Fund Account Manager**

**Name: Hawah N. Abdul**



**National Sub-County Accountant**

**Name: Dickson Moreka  
ICPAK M/No: 12484**



**Chairman NG-CDF Committee**

**Name: Daniel K. Ngatia**

*Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022*

**IX. BUDGET EXECUTION BY SECTORS AND PROJECTS**

Programme/Sub-programme	Original Budget(a) 2021/2022 Kshs	Adjustments(b) Opening Balance (C/Bk) and AIA Ksh	Previous years Outstanding Disbursements Kshs	Final Budget c = (a+b) 2021/2022 Kshs	Actual on comparable basis(d) 30/06/2022 Kshs	Budget utilization difference (e = c-d) Kshs	% of Utilisation (f=d/c %)
<b>1.0 Administration and Recurrent</b>							
1.1 Employees' Salaries	1,100,000	466,311	2,600,000	4,166,311	2,318,908	1,847,403	56
1.2 Committee Expenses	2,800,000	245,326	700,000	3,745,326	2,585,340	1,159,986	69
1.3 Goods and Services	3,000,000	210,832	10,000	3,220,832	1,920,284	1,300,548	60
1.4 Gratuity	500,000	-	-	500,000	197,532	302,468	
1.5 N.S.S.F	90,638	-	-	90,638	60,080	30,558	
<b>Total</b>	<b>7,490,638</b>	<b>922,469</b>	<b>3,310,000</b>	<b>11,723,107</b>	<b>7,082,144</b>	<b>4,640,963</b>	<b>60</b>
<b>2.0 Monitoring and evaluation</b>							
2.1 Capacity building	1,500,000	5,105		1,505,105	1,376,000	129,105	91
2.2 Committee allowances	2,000,000	(264,000)	500,000	2,236,000	1,296,000	940,000	58
2.3 Use of goods and services	500,000	21,875		521,875	520,720	1,155	100
<b>Total</b>	<b>4,000,000</b>	<b>(237,020)</b>	<b>500,000</b>	<b>4,262,980</b>	<b>3,192,720</b>	<b>1,070,260</b>	<b>75</b>
<b>3.0 Emergency</b>							
3.1 Primary Schools	2,100,000	-	-	2,100,000	2,100,000		-

**Bahati Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2022**

3.2 Secondary schools	1,800,000	-	-	1,800,000	1,800,000	-	-
3.3 Tertiary institutions	-	-	-	-	-	-	-
3.4 Security projects	250,000	-	-	250,000	250,000	-	-
3.5 Unutilised	3,042,207	-	0	3,042,207	-	3,042,207	-
Reallocated to Kagoto Primary School		1,008,701	1,192,206	2,200,907	2,200,907	-	-
<b>Total</b>	<b>7,192,207</b>	<b>1,008,701</b>	<b>1,192,206</b>	<b>9,393,114</b>	<b>6,350,907</b>	<b>3,042,207</b>	<b>68</b>
<b>4.0 Bursary and Social Security</b>							
4.1 Secondary Schools	16,006,034	2,502,825	1,586,672	20,095,531	27,213,738	(7,118,207)	135
4.2 Tertiary Institutions	11,000,000	7,633,632	-	18,633,632	13,191,085	5,569,547	70
4.3 Social Security	2,100,000	300,000	-	2,400,000	900,000	1,500,000	38
4.4 Special Needs	4,000,000	888,000	-	4,888,000	1,853,900	2,907,100	39
<b>Total</b>	<b>33,106,034</b>	<b>11,324,457</b>	<b>1,586,672</b>	<b>46,017,163</b>	<b>43,158,723</b>	<b>2,858,440</b>	<b>94</b>
<b>5.0 Sports</b>							
5.1	2,700,000	366,340	1,000,000	4,066,340	3,892,200	174,140	96
<b>Total</b>	<b>2,700,000</b>	<b>366,340</b>	<b>1,000,000</b>	<b>4,066,340</b>	<b>3,892,200</b>	<b>174,140</b>	<b>96</b>
<b>6.0 Environment</b>							
6.1 Giachong'e Primary School	140,000	-	-	140,000	140,000	-	-
6.2 Heshima Secondary School	140,000	-	-	140,000	140,000	-	-
6.3 Ithagani Primary School	700,000	-	-	700,000	700,000	-	-
6.4 Kinari Primary School	140,000	-	-	140,000	140,000	-	-
6.5 Muringa Primary School	140,000	-	-	140,000	140,000	-	-
6.6 St. Peters Engoshura	600,000	-	-	600,000	600,000	-	-

**Bahati Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2022**

6.7 Workers Secondary School	140,000	-	-	140,000	140,000	-	
Unutilised	-	15,620	-	15,620	-	15,620	
<b>Total</b>	<b>2,000,000</b>	<b>15,620</b>	<b>-</b>	<b>2,015,620</b>	<b>2,000,000</b>	<b>15,620</b>	<b>99</b>
<b>7.0 Primary Schools Projects</b>							
7.1 Baraka Primary School.	1,350,000	-	-	1,350,000	1,350,000	-	100
7.2 Bavuni Primary School	1,800,000	-	-	1,800,000	1,800,000	-	100
Dundori Primary School.	900,000	-	-	900,000	900,000	-	100
Engoshura Primary School	1,350,000	-	-	1,350,000	1,350,000	-	100
Ithagani Primary School	2,300,000	-	-	2,300,000	2,300,000	-	100
Jacaranda Primary School	1,350,000	-	-	1,350,000	1,350,000	-	100
Kagoto Primary School	1,850,000	-	-	1,850,000	1,850,000	-	100
Kiamaina Primary School	2,000,000	-	-	2,000,000	2,000,000	-	100
Kianda Primary School	1,350,000	-	-	1,350,000	1,350,000	-	100
Limuko Primary School	1,350,000	-	-	1,350,000	1,350,000	-	100
Menengai Hill Primary School	300,000	-	-	300,000	300,000	-	100
Mikeu Primary School	1,800,000	-	-	1,800,000	1,800,000	-	100
Mugwathi Primary School	900,000	-	-	900,000	900,000	-	100
Muriundu Primary School	1,350,000	-	-	1,350,000	1,350,000	-	100
Murungaru Primary School	1,350,000	-	-	1,350,000	1,350,000	-	100
Mwiruti Primary School	2,300,000	-	-	2,300,000	2,300,000	-	100
Ndimu Primary School	2,300,000	-	-	2,300,000	2,300,000	-	100
							100

**Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022**

Nyathuna Primary School	1,850,000	-	1,850,000	1,850,000	-	
Our Lady of Mercy Primary School	2,300,000	-	2,300,000	2,300,000	-	100
Rurii Primary School	1,350,000	-	1,350,000	1,350,000	-	100
St. Francis Bahati Primary School	1,350,000	-	1,350,000	1,350,000	-	100
St. Lwanga Primary School	900,000	-	900,000	900,000	-	100
St. Peters Engoshura Primary School	6,000,000	-	6,000,000	6,000,000	-	100
Umoja Primary School	1,800,000	-	1,800,000	1,800,000	-	100
Wanyororo Primary School	1,350,000	-	1,350,000	1,350,000	-	100
Kendurum Primary School	300,000	-	300,000	300,000	-	100
Kimani Ngunjiri Primary School	300,000	-	1,300,000	1,600,000	-	100
<b>Total</b>	<b>43,400,000</b>	<b>-</b>	<b>1,300,000</b>	<b>44,700,000</b>	<b>-</b>	<b>100</b>
<b>8.0 Secondary Schools Projects</b>						
Bahati Girls Secondary School.	2,000,000	-	2,000,000	2,000,000	-	100
Jomo Kenyatta Girls Secondary School	2,500,000	-	2,500,000	2,500,000	-	100
Kimani Ngunjiri High School	2,000,000	-	4,800,000	6,800,000	-	100
Murunyu Secondary School.	3,000,000	-	2,500,000	5,500,000	-	100
St. Josephs Kirima Secondary School	2,300,000	-	2,300,000	2,300,000	-	100
Bavuni Secondary School			1,800,000	1,800,000	-	100
Heroes Secondary School			1,500,000	1,500,000	-	100
St. Anthony Engoshura Secondary School			2,000,000	2,000,000	-	100
Our Lady of Fatima Secondary School			3,000,000	3,000,000	-	100
<b>Total</b>	<b>11,800,000</b>	<b>-</b>	<b>15,600,000</b>	<b>27,400,000</b>	<b>-</b>	<b>100</b>



**Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022**

<b>Total</b>		500,000	43,000	-	543,000	591,800	(48,800)	109
12.0 Other payments								
12.1 Roads and Bridges		10,000,000	8,021	-	10,008,021	10,000,000	8,021	-
<b>Total</b>		10,000,000	8,021	-	10,008,021	10,000,000	8,021	-
13.0 unallocated fund								
Unapproved projects								
AIA		64,000	-	-	64,000	-	64,000	-
PMC savings		215,115	-	-	215,115	-	215,115	-
<b>Total</b>		279,115	-	-	279,115	-	279,115	-
<b>Total</b>		137,367,994	13,451,608	34,188,878	185,008,480	172,963,494	12,044,986	93

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

## **XI. SIGNIFICANT ACCOUNTING POLICIES**

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

### **1. Statement of Compliance and Basis of Preparation**

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

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

### **2. Reporting Entity**

The financial statements are for the NGCDF- Bahati 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 entity at the end of the financial year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

#### **10. Unutilized Fund**

Unutilized funds consist of bank balances in the constituency account and funds not yet disbursed by the Board to the constituency at the end of the financial year. These balances are available for

use in the subsequent financial year to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(2) of NGCDF Act, 2015

#### **11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30TH June 2021 for the period 1<sup>st</sup> July 2021 to 30<sup>th</sup> June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

#### **12. Comparative Figures**

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

#### **13. Subsequent Events**

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

#### **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.

**XII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2021 - 2022	2020 - 2021
		Kshs	Kshs
	AIE NO. B140831	34,188,879	
Normal Allocation	AIE NO. B140831	68,000,000	
	AIE NO. B105970	10,000,000	
	AIE NO. B105408	16,000,000	
	AIE NO. B128756	26,000,000	
	AIE NO. B154359	17,088,879	
	AIE NO. B 104581		5,700,000
	AIE NO. B 104983		9,000,000
	AIE NO. B 124887		12,000,000
	AIE NO. B 119693		15,000,000
	AIE NO. B 119733		6,900,000
	AIE NO. B 128343		8,000,000
	AIE NO. B 132088		6,000,000
	AIE NO. B 138756		15,000,000
	AIE NO. B 126341		10,000,000
	AIE NO. B 126025		6,000,000
	AIE NO. B 105186		15,000,000
<b>TOTAL</b>		<b>171,277,758</b>	<b>108,600,000</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	2021-2022	2020-2021
	Kshs	Kshs
	-	-
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER RECEIPTS**

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	64,000	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	215,115	-
Other Receipts Not Classified Elsewhere	-	-
<b>Total</b>	<b>279,115</b>	<b>-</b>

**4. COMPENSATION OF EMPLOYEES**

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,318,908	1,604,274
<b>Personal allowances paid as part of salary</b>		
House Allowance	0	387,500
Transport Allowance	0	285,500
Leave allowance	0	56,000
Gratuity to contractual employees	197,532	-
Employer Contributions Compulsory national social security schemes	60,080	-
<b>TOTAL</b>	<b>2,576,520</b>	<b>2,333,274</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

<b>5. USE OF GOODS AND SERVICES</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services	-	675,460
Electricity	48,800	58,808
Water & sewerage charges	31,675	-
Office rent		-
Communication, supplies and services	201,759	270,800
Domestic travel and subsistence	172,800	28,500
Printing, advertising and information supplies & services	27,525	1,186,940
Rentals of produced assets	-	-
Training expenses	1,376,000	1,210,000
Hospitality supplies and services	131,065	100,000
Other committee expenses	2,585,340	3,217,750
Committee allowance	1,296,000	1,016,000
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	737,024	142,156
Fuel, oil & lubricants	656,200	243,568
Other operating expenses	146,000	-
Bank service commission and charges	24,440	20,060
Other Operating Expenses	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	263,716	340,964
Routine maintenance- other assets	-	-
<b>TOTAL</b>	<b>7,698,344</b>	<b>8,511,006</b>

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

<b>Description</b>	<b>2021-2022</b>	<b>2020-2021</b>
	<b>Kshs</b>	<b>Kshs</b>
Transfers to Primary Schools	45,550,907	33,250,000
Transfers to Secondary Schools	28,750,000	20,500,000
Transfers to Tertiary Institutions	-	1,200,000
<b>TOTAL</b>	<b>74,300,907</b>	<b>54,950,000</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**7. OTHER GRANTS AND OTHER PAYMENTS**

Description	2021-2022	2020-2021
	Kshs	Kshs
Bursary - Secondary (see attached list)	27,213,738	9,976,259
Bursary - Tertiary (see attached list)	13,191,085	11,852,989
Bursary- Special Schools	1,853,900	553,000
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	900,000	1,200,000
Security Projects (see attached list)	24,595,000	19,300,000
Sports Projects (see attached list)	3,892,200	1,372,700
Environment Projects (see attached list)	2,000,000	3,624,380
Emergency Projects (see attached list)	4,150,000	5,450,000
<b>TOTAL</b>	<b>77,795,923</b>	<b>53,329,328</b>

**8. ACQUISITION OF ASSETS**

Non-Financial Assets	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles 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	591,800	457,000
Purchase of computers, printers and other IT equipment's	-	-
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	-	-
<b>TOTAL</b>	<b>591,800</b>	<b>457,000</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**9. OTHER PAYMENTS**

	2021-2022	2020-2021
	Kshs	Kshs
Roads and Bridges	10,000,000	-
	-	-
	10,000,000	-

**10: CASH BOOK BANK BALANCE**

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	Account Number	2021-2022	2020-2021
		(30/6/2022)	(30/6/2021)
		Kshs	Kshs
EQUITY Bank - BAHATI NG-CDF	A/C No.0130275794440	12,044,987	13,451,607
		-	-
		-	-
<b>Total</b>		<b>12,044,987</b>	<b>13,451,607</b>
		-	-
<b>10B: CASH IN HAND</b>			
		-	-
Location 1		-	-
Location 2			
Location 3			
Other receipts (specify)			
<b>TOTAL</b>		-	-

**11: OUTSTANDING IMPRESTS**

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**12A. RETENTION**

	2021-2022	2020-2021
	Kshs	Kshs
Retention as at 1 <sup>st</sup> July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 <sup>th</sup> June D= A+B-C	-	-

**12B. GRATUITY**

	2021-2022	2020-2021
	Kshs	Kshs
Gratuity as at 1 <sup>st</sup> July (A)	1,128,834	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	1,128,834	-

**13. BALANCES BROUGHT FORWARD**

	2021-2022	2020-2021
	(1 <sup>st</sup> July 2022)	(1 <sup>st</sup> July 2021)
	Kshs	Kshs
Bank accounts	12,044,987	13,471,607
Cash in hand		0
Imprest		0
<b>TOTAL</b>	<b>12,044,987</b>	<b>13,471,607</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**14. PRIOR YEAR ADJUSTMENTS**

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

**15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST**

	2021-2022	2020-2021
	Kshs	Kshs
Advance as at 1st July 2021 (A)	-	-
Outstanding Imprest as at 1st July (B)	-	-
Imprest issued during the year (C)	-	-
Imprest surrendered during the Year (D)	-	-
Net changes in accounts receivables (D=A+B-C)	-	-
	-	-

**16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS**

	2021-2022	2020-2021
	Kshs	Kshs
Deposits and Retention as a t 1st July 2019 (A)	-	-
Deposits and Retention held during the year (B)	-	-
Deposits and Retention paid during the year ©	-	-
Closing accounts payable at 30th June (D=A+B-C)	-	-

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**17. OTHER IMPORTANT DISCLOSURES**

**17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

**17.2: PENDING STAFF PAYABLES (See Annex 2)**

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	-	-
Others ( <i>specify</i> )	-	-
	-	-

**17.3: UNUTILIZED FUND (See Annex 3)**

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	2,180,429	3,066,311
Use of goods and services	3,422,629	1,029,198
Amounts due to other Government entities (see attached list)	-	16,900,000
Amounts due to other grants and other transfers (see attached list)	6,158,593	26,614,016
Acquisition of assets	(3,800)	43,000
Others (Roads)	8,021	8,021
\Funds Pending Approval	279,115	
<b>TOTAL</b>	<b>12,044,987</b>	<b>47,660,546</b>

**17.4: PMC account balances (See Annex 5)**

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	24,613,666.88	24,756,073.03
	<b>24,613,666.88</b>	<b>24,756,073.03</b>

**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	
<b>Construction of buildings</b>					
1.					
2.					
3.					
<b>Sub-Total</b>					
<b>Construction of civil works</b>					
4.					
5.					
6.					
<b>Sub-Total</b>					
<b>Supply of goods</b>					
7.					
8.					
9.					
<b>Sub-Total</b>					
<b>Supply of services</b>					
10.					
11.					
12.					
<b>Sub-Total</b>					
<b>Grand Total</b>					

**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 2022	Comments
<b>NG-CDFC Staff</b>				
1.				
2.				
3.				
<b>Sub-Total</b>				
<b>Grand Total</b>				

**Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022**

**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance	
		2021/22	2020/21
Compensation of employees	Employees' Salaries, Gratuity, Leave Allowance.	2,180,429	3,066,311
Use of goods & services	Purchase of fuel, repairs and maintenance, printing, stationery, telephone, travel and subsistence, office tea.	1,301,703	1,029,198
Emergency	To cater for any unforeseen occurrences in the constituency during the financial year	3,042,207	2,200,907
Capacity Building	To build capacity for NGCDF Committees/FMC and NGCDF Staff	129,105	0
Committee Expenses	To cater for Committee travel expenses, monitoring and Evaluation	1,159,986	0
Committee Allowances	Committee Sifting Allowances	940,000	0
Bursary and Social Security	Payment of bursary to needy students	2,858,440	13,331,129.
Sports	Carry out constituency sports tournament and the winning teams/schools to be awarded with trophies, balls, and games kits	174,140	1,366,340
Environment	Purchase Tanks for identified schools and public institutions	15,620	15,620
<b>Sub-total</b>		<b>11,801,630</b>	<b>21,009,505</b>
<b>Amounts due to other Government entities</b>			
Kimani Ngunjiri Primary School	construction of two classrooms to completion	0	1,300,000
<b>Sub-Total</b>		<b>0</b>	<b>1,300,000</b>
<b>8.0 Secondary Schools Projects</b>			
Kimaini Ngunjiri Secondary School	Completion of four classrooms	0	4,800,000

**Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022**

St. Anthony Engoshura Secondary School	Completion work for school administration block	0	2,000,000
Our Lady Of Fatima Secondary School	Additional funds for construction of two classrooms to completion on 2nd floor	0	3,000,000
Bavuni Secondary School	Additional funds for construction of storey building made up of 12 classrooms	0	1,800,000
Murunyu Secondary School	Additional funds for completion of two ground floor classrooms	0	2,500,000
Heroes Secondary School	Additional funds to complete a Boys Dormitory	0	1,500,000
<b>Sub-Total</b>		<b>0</b>	<b>15,600,000</b>
<b>10.0 Security Projects</b>			
Kiamaina ACC Office		20	20
Kiamaina Ict Centre /Multipurpose Hall	Completion of Kiamaina ICT Centre/Multi-purpose hall with 15 rooms on 1st floor and 15 washrooms at Kiamaina Assistant County Commissioners' offices ground with a capacity of 1,000 people.	0	5,500,000
Lanet Police Station	Completion of modern police station with 11 offices and 8 cells to completion	5,000	4,000,000
Nyonjoro Chiefs Office	Construction of a two-door pit latrine	0	200,000
<b>Sub-Total</b>		<b>5,020</b>	<b>9,700,020</b>
<b>Amounts due to other grants and other transfers</b>			
Acquisition of assets	Purchase of Furniture and Equipment's	(48,800)	43,000
<b>Sub-Total</b>		<b>(48,800)</b>	<b>43,000</b>
<b>Others (specify)</b>			
Other Payments	Roads and Bridges	8,021	8,021
<b>Sub-Total</b>			<b>8,021</b>
Funds pending approval		279,115	
<b>Grand Total</b>		<b>12,044,987</b>	<b>47,660,546</b>

*Bahati Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022*

**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	1,999,999	-	-	1,999,999
Buildings and structures	-	-	-	-
Transport equipment	6,350,000	-	-	6,350,000
Office equipment, furniture and fittings	2,979,822	591,800	-	3,571,622
ICT Equipment, Software and Other ICT Assets	1,600,610	-	-	1,600,610
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>10,930,432</b>	<b>591,800</b>	<b>-</b>	<b>11,522,232</b>

**Bahati Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2022**

**ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2022**

PROJECTS NAME	BANK NAME	ACCOUNT NUMBER	Bank Balances as at 30 <sup>th</sup> June 2021	Bank Balances as at 30 <sup>th</sup> June 2022
			700.00	156,006.00
BAHATI GIRLS SECONDARY SCHOOL	EQUITY GATE HOUSE	0130278999033		
BAHATI PCEA GIRLS SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130278990423	63,940.00	63,940.00
BAVUNI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130282017060	0.00	12,750.20
BAHATI POLICE STATION	EQUITY GATE HSE BRANCH-NKR	0130278990903	2,734.50	201,389.50
BAHATI TTI	EQUITY GATE HSE BRANCH-NKR	0130279524609	1,938.00	1,938.00
BARAKA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0310278883526	8.50	8.50
BAVUNI SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130278997613	129,625.00	1,929,625.00
BISHOP EDWARD DONOVAN SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279889144	669.00	669.00
ENGOSHURA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279113235	0.00	26,724.00
DUNDORI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279054650	1,761,660.00	479,354.35
GIACHONG'E ASSISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130278994040	3,140.00	3,140.00
GIACHONGE PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130280149988	268,903.50	743,506.50
HEROES SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279897210	1,021,532.50	23,571.50
HESHIMA SECONDARY SCHOOL	ABC BANK- NKR BRANCH		579.50	140,636.50
ITHAGANI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130282039165	0.00	39,859.25
JACARANDA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130282363889	0.00	6,740.00
J.M KARIUKI MEMORIAL SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279135031	544,310.00	1,889.00
JOMO KENYATTA GIRLS	EQUITY GATE HSE BRANCH-NKR	0130277442690	0.00	44,010.00
JOMO KENYATTA BOYS SECONDARY	EQUITY GATE HSE BRANCH-NKR	0130279893719	1,197.50	1,197.50
KABATINI ASST. CHIEF OFFICE	EQUITY GATE HSE BRANCH-NKR	01302825132015	0.00	0.00
KABATINI CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130279903915	19,617.50	7.50
KAGOTO PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130278997883	439,440.00	4,094,388.20
KAMORONYO PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279030122	30,052.00	155,313.00
KEDURUM PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130280899598	681.00	681.00
KIAMAINA ICT CENTRE MULTIPURPOSE HALL	EQUITY GATE HSE BRANCH-NKR	0130278990270	2,333,394.60	1,825,494.60
KIAMAINA ASST. CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130282421150	0.00	750,298.00
KIAMAINA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279689097	67.50	2,000,067.50
KIANDA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130282404257	0.00	33,908.00
KIMANI NGUNJIRI HIGH SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130280393899	294,030	88,845.00
KIMANI NGUNJIRI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279333439	983,307.00	46,527.00
KINARI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130277364024	-1,928.50	137,839.75

**Bahati Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2022**

KIRIMA TOP POLICE STATION	EQUITY GATE HSE BRANCH-NKR	0130282422181	0.00	1,500,000.00
LAND MAWE ASSISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130278990800	1,068.00	1,068.00
LAND MAWE ASSISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130277306844	890.00	890.00
LANET CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130280991277	0.00	18,982.00
LANET POLICE STATION	EQUITY GATE HSE BRANCH-NKR	0130279758483	2,412,380.25	39,308.35
LIMUKO PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279898877	700,779.90	45,877.80
LIMUKO SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130278973138	1,747.00	1,747.00
MAKAO POLICE POST	EQUITY GATE HSE BRANCH-NKR	0130282034881	0.00	249,709.66
MENENGAI HILL PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279896808	885,649.50	657.50
MERERONI CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130280865827	1,199,100.00	97,569.00
MERERONI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279032999	423.50	423.50
MURIUNDU PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0310278992988	1,670.00	233.59
NDIMU PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0310282046571	0.00	183,535.00
MIKEU PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130278886721	1,799,980.00	1,436.45
MUGUMO ASSISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130278845991	35.75	35.75
MURINGA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279006318	120.10	1,620.10
MURUNGARU SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279892731	367.50	367.50
MURUNYU SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279893229	1,511,687.50	1,169,548.50
MUTUKANIO ASSISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130278676537	10,045.00	10,045.00
MWAKI MUGI ASISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130279892656	240.00	240.00
MUGWATHI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130280852243	699,550.00	478,035.35
MWIRUTI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279893310	1,427.50	970,294.50
NAKURU NORTH DCC RESIDENCE	EQUITY GATE HSE BRANCH-NKR	0130278984384	126,745.00	1,625.00
NYATHUNA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130278967338	0.00	48,721.00
NDEGE NDIMU POLICE POST	EQUITY GATE HSE BRANCH-NKR	0130279793771	121,705.00	502,785.00
NYONJORO ASST. CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130280855524	986.00	986.00
OSEMBO PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130278865946	601,150.00	4,650.00
OUR LADY OF FATIMA PRIMARY	EQUITY GATE HSE BRANCH-NKR	0130279784850	1,563,217.50	35,179.10
OUR LADY OF MERCY PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279703427	46,658.25	297,329.99
OUR LADY OF FATIMA SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130277433312	422,269.50	94,052.31
RURII ASSISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130278993596	1,785.00	1,785.00
RURII PRIMARY SCHOOL	ABC Bank -Nakuru	008215001004926	682,151.75	276,049.75
ST. ANTHONY ENGOSHURA SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0310278988433	2,002,230.00	182,079.00
ST. FRANCIS SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130278983044	805,608.00	1,678.00
ST. FRANCIS BAHATI PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279015413	4,160.00	190,852.00

**Bahati Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2022**

ST. JOSEPH KIRIMA SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR		0.00	2,286,855.00
ST. LWANGA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130278827998	900,855.00	201.00
ST. PETERS ENGOSHURA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130278857641	3,443.00	96,423.50
ST. JOHN PRIMARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	013278977936	598.00	598.00
UMOJA PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130278994430	20.00	448,172.40
WANYORORO ASSISTANT CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130279803251	600.00	600.00
WANYORORO SECONDARY SCHOOL	EQUITY GATE HSE BRANCH-NKR	0130279894786	78,298.50	1,678.50
WENDO ASST. CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130279903891	202,112.50	3,032.50
WORKERS ASST. CHIEFS OFFICE	EQUITY GATE HSE BRANCH-NKR	0130279892390	59,564.50	202,587.50
WANYORORO PRIMARY SCHOOL	EQUITY GATE HSE BRANCH	0130279899534	2,547.50	1,352,547.50
WORKERS HIGH SCHOOL	EQUITY GATE HSE BRANCH	0130262202975	2,607.43	801,249.93
<b>TOTAL</b>			<b>24,756,073.03</b>	<b>24,613,666.88</b>

**PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe : (Put a date when you expect the issue to be resolved)
<b>Other Matter</b> <b>1. Budgetary Control and Performance</b>	The Summary Statement of Appropriation indicates that the Fund had a final receipts budget of Kshs. 167,221,154 for the year but realised actual receipts of Kshs. 133,032,275 resulting in underfunding of Kshs. 34,188,879 or about 20% of the budget. In addition, out of the actual receipts of Kshs. 133,032,227, the Fund utilised only Kshs. 119,560,608 resulting in under expenditure of Kshs. 47,770,346 or 28% of the budget.	The funds have been received in financial year 2021-2022 and projects implemented and reported in the current year.	Resolved	