

REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 09 AUG 2024	DAY: THUR
TABLED BY: HON. KIMANI ICHUWANA	
ALTERNATE AVAILABLE: WILLIS OBIERO	



REPORT

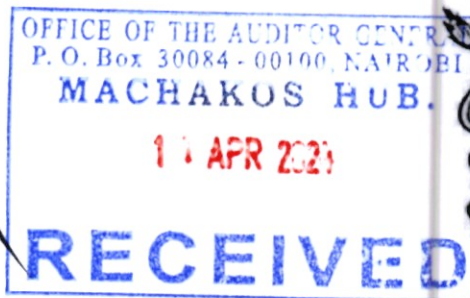
OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – MACHAKOS TOWN
CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2023**



MACHAKOS TOWN CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

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*Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

I. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund
NGCDFC-National Government Constituency Development Fund Committee
PFM-Public Finance Management
IPSAS-International Public Sector Accounting Standards.
PMC- Project Management Committee
FY-Financial Year
CDF -Constituency Development Fund
OAG-Office of the Auditor General
PIS- Project Implementation Status.

II. 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 2022. 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 Machakos Town 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)

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	CPA Nicholas N. Kimanzi
2.	Sub-County Accountant	Augustus Mulwa
3.	Chairman NGCDFC	Mathew J. Mbola

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Machakos Town 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.

(d) Machakos Town Constituency NGCDF Headquarters

P.O. Box 2521-90100
Machakos Town CDF Building
Utalii road
Machakos, KENYA

(e) Machakos Town Constituency NGCDF Contacts

Telephone: (254) 707 522 509
E-mail: cdfmachakostown@ngcdf.go.ke
Website: www.machakostownngcdf.go.ke

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(f) Machakos Town Constituency NGCDF Bankers

Equity Bank (Machakos Town)

Machakos Branch – A/C no. 0600297284247

P.O. Box 2453-90100

Machakos, Kenya

(g) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(h) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

III. NG-CDFC Chairman's Report



Joseph Mathew Mbola, Chairman, Machakos Town NG-CDF

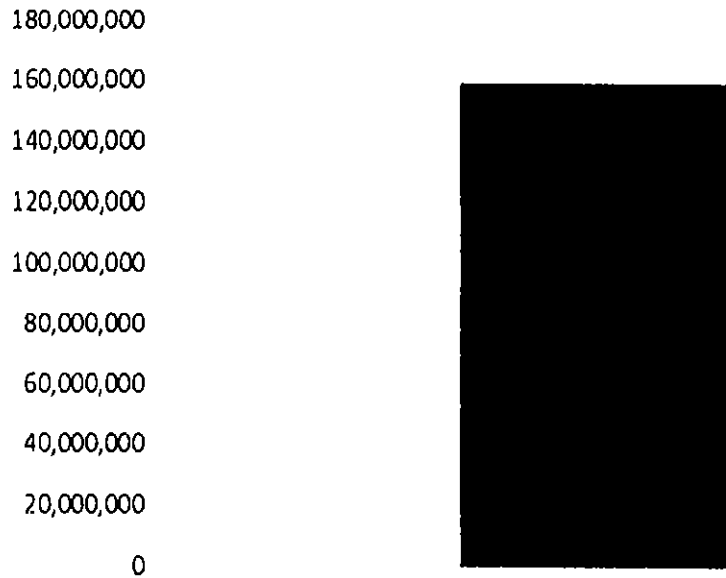
Constituency Profile

Machakos Town Constituency is an electoral constituency in Kenya. It is one of eight constituencies in Machakos County. The constituency was established for the 1988 elections. The current Member of Parliament (MP) is Caleb Mutiso Mule. The constituency is located in the central part of Machakos County and covers an area of 1047 square kilometres. It is bordered by Masinga Constituency to the north, Mavoko Constituency to the east, Kathiani Constituency to the south, and Kangundo Constituency to the west. The constituency is home to a population of 151,107 people, according to the 2019 census.

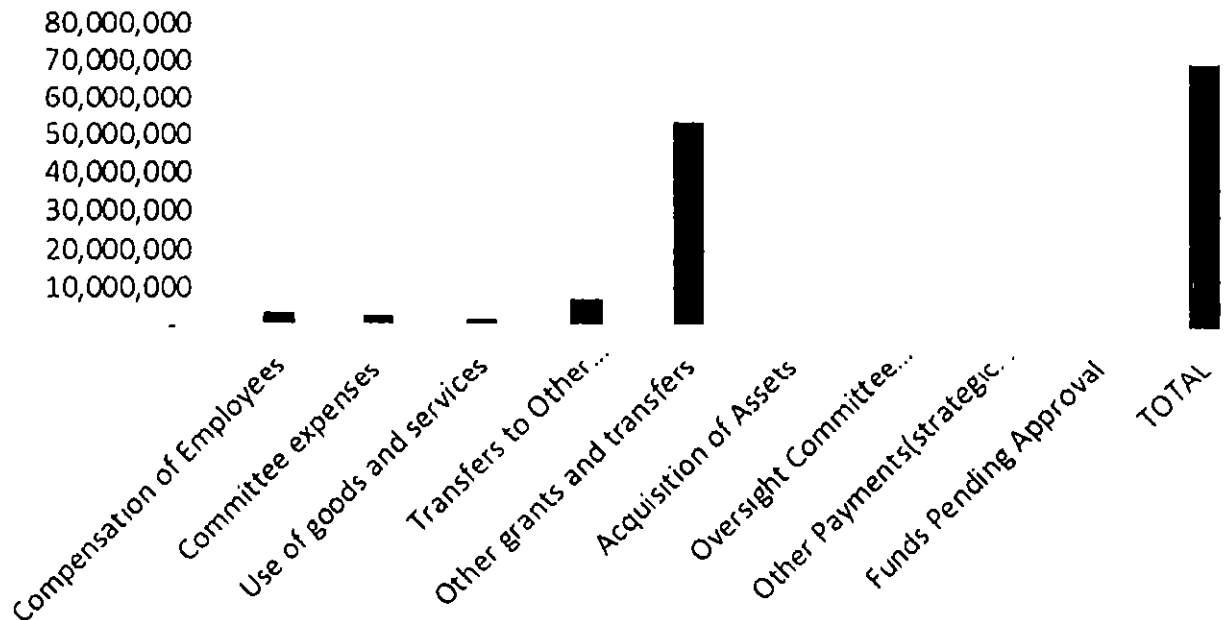
The constituency has seven wards namely; Kiima kimwe/Muvuti, Central, Mumbuni north, Kola, Kalama, Mua and Mutituni. During the financial year, the constituency had a budget of Kshs. 184,191,767 of which we were able to spend Kshs. 70,371,465 translating to 61% absorption.

Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
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TOTAL ALLOCATION F/Y 2022/2023



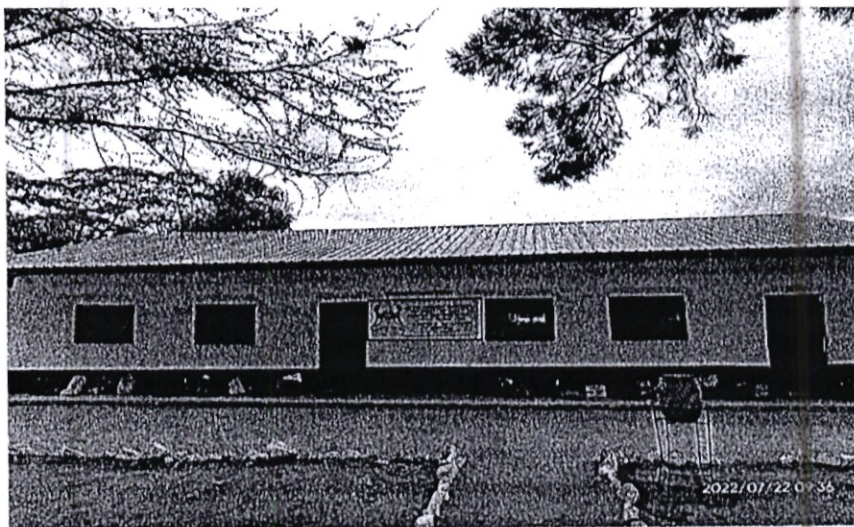
Expenditure F/Y 2022/2023



Successful Projects Undertaken During the Year



Ngelani Chiefs office- Renovation of 5 roomed chiefs office / police post Ksh 700,000



Ivumbuni Primary School - Renovation of 2 classrooms -Ksh 500,000.

Some of key achievements in the year 2022/2023 includes renovation of classrooms. The renovations impacted the society by providing a conducive environment for students. The constituency also began the construction of a science laboratory in both Keaa and Makakoi Secondary School which are still on-going. The constituency also awarded and distributed bursaries worth Kshs. 52,313,775 to needy students studying in various institutions across the country.

EMERGING ISSUES

During the financial year 2022-2023 there were no notable emerging issues.

IMPLEMENTATION CHALLENGES AND WAY FORWARD

During the course of the financial year there was an unexpected hike in cost of construction materials that affected implementation of projects. As a result, the scope of works of some of the projects was scaled down. The committee has resolved to allocate adequate funds to meet the increased costs.

Incomplete projects – There are a number of NG-CDF projects that have been left incomplete due to lack of funds. Going forward NGCDF Committee has resolved to allocate more funds as a priority to the incomplete projects during the 2023/2024 financial year.

Late disbursement of funds from the Board was a major setback in implementation of projects in the financial year 2022-2023.



.....
MATHEW J. MBOLA
CHAIRMAN NGCDF COMMITTEE

IV. Statement Of Performance Against Predetermined Objectives for FY 2022/23

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 Machakos Town Constituency 2022-2027 plan are to:

- a) To activate development activities at the constituency level in order to reduce poverty
- b) To promote equity sharing of national resources
- c) To reduce imbalances in regional development
- d) To provide opportunities for local communities to get involved in development in project planning, identification, implementation and monitoring

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:

Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Increased number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels	The constituency was able to increase number of secondary school science laboratories from twelve to fourteen in the F/Y 2022-2023. We also increased the number of administration blocks from seven to eight.
Security	To improve security infrastructure in the constituency	Better working conditions for people working in the security sector	Number of security structures constructed or renovated	In F/Y 2022-23 NG-CDF Machakos town allocated Ksh 1M towards construction of gate and sentry at Machakos County Police Headquarters. The office also renovated Ngelani Locational chiefs'

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				office
Emergency	Cater for any unforeseen occurrences in the constituency	Give quick assistance when unforeseen occurrences occur	Number of emergency projects undertaken	In F/Y 2022-2023 we allocated Ksh 7,636,190 to cater for emergency cases. The office did not disburse funds towards any emergency case in the F/Y 2022-2023
Sports	To ensure spots in the constituency is tapped	Naturing talent among the youth	Number of beneficiaries of sports equipment's and kits	Ksh 3,176,655 was allocated for sports in the F/Y 2022-2023

V. Statement of Governance

Appointment Of NG-CDFC Members

The process of appointing members to the National Government Constituencies Development Fund Committee (NG-CDFC) in Kenya involves several steps and is as outlined in section 43 of the National Government Constituencies Development Fund Act, 2015. This committee plays a crucial role in overseeing the allocation and utilisation of funds for constituency development projects. Here's a general outline of the process:

- The Officer of the Board within fourteen days of the first meeting of the selection panel invite applications from persons who qualify for appointment to the constituency committee.
- Interested candidates from various constituencies submit their applications to the NG-CDF Office within the specified deadline. Applicants are typically required to provide their qualifications, experience, and other relevant information.
- The selection panel within fourteen days of receiving the applications selects five applicants taking into account age, gender, special interest groups and regional balance. Within seven days of the selection process, the officer of the Board submits to the Board the names of the selected candidates together with the report of the selection panel.
- The Board then submits the names of the seven persons selected from each constituency to the National Assembly for approval. Within fourteen days after receipt of the names approved by the National Assembly, the Board appoints the members of the constituency committee by a Gazette notice. The Board, within fourteen days of the gazettelement of members of the constituency committee, informs the members of their appointment in writing.

NG-CDF Machakos town appointed new committee members following the above process. The FAM submitted to the board the names of the selected candidates together with the report of the selection panel then the board submitted to the national assembly for approval and the new committee were gazetted on 16th December 2022. The members were thereafter informed in writing.

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Nominees Of The Selection Panel

NO	NAME	NATIONAL ID NUMBER	MOBILE NUMBER	CATEGORY	WARD
01.	Joseph Mbola Mathew	9851378	0722292677	Male (Adult)	Kalama
02.	Joseph Munyao Paul	28697869	0727956971	Male (Youth)	Mumbuni
03.	Theresia Ngina Peter	26614953	0712091187	Female (Youth)	Muvuti kiima-kimwe
04.	Judith Mwende Ngute	24413160	0720780769	Female (Adult)	Muvuti Kiima-kimwe

Nominees Of The Body Representing Person With Disability

NO	NAME	NOMINATION ORGANISATION	NATURE OF PHYSICAL IMPAIRMENT	REMARKS
1	Peter Muasya Malonza	UPPPER LOVE SELF HELP GROUP	SCOLIASIS	Unable to lift or perform heavy duties. (Can avail to all meetings)

Nominees Of The Constituency Office

NO.	NAME	NATIONAL ID NUMBER	MOBILE NUMBER	CATEGORY	WARD
01.	Francis Muli Nzomo	27145001	0714937263	Nominee of the Constituency Office (Male)	Mutituni
02.	Jackline Ndinda Ngayai	22901453	0720958640	Nominee of the Constituency Office (Female)	Central

Removal Of NG-CDFC Members

The removal of National Government Constituencies Development Fund Committee (NG-CDFC) members in Kenya can occur under certain circumstances and is as outlined in section 43 (13) of the National Government Constituencies Development Fund Act, 2015. A member of constituency committee may be removed from office on any one or more of the following grounds:

- Serious violation of the constitution or any other law a contravention of chapter six.
- Lack of integrity.
- Gross Misconduct or Incompetence.
- Embezzlement of public funds.

- Bringing the committee into disrepute through unbecoming personal public conduct.
- Promoting unethical practices.
- Causing disharmony within the committee.
- Physical or mental infirmity.
- Bankruptcy.

A decision to remove a member shall be made through a resolution of at least 5 members of the committee and the member sought to be removed shall be given a fair hearing before the resolution is made. A vacancy arising as a result of removal of a member shall be filled in the manner set out in section 10 and minutes of the meeting shall indicate the fact of the removal or appointment of a member. In Machakos Town no committee member has been removed from office.

Roles And Functions of NG-CDFC

The functions of a Constituency Committee shall be to;-

1. build the capacity of project management committees and Committee and sensitize the Community on the operations of the Fund;
2. Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
3. Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
4. Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;
5. Consult with relevant government departments to ensure that cost estimates for projects are realistic in considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects
6. Rank projects proposals in order of priority while ensuring that on-going projects take precedence
7. Ensure that all projects receive adequate funding and are completed within three years
8. Ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board
9. Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the board
10. Ensure that project reports are prepared and submitted to the board

11. Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects.

Induction And Training of NG-CDFC Members

The training of members of a National Government Constituency Development Fund Committee (NG-CDFC) typically involves a combination of orientation, capacity building, and ongoing support. The NG-CDFC is responsible for overseeing the allocation and utilisation of funds allocated to constituencies for development projects, and their members need to have a good understanding of their roles and responsibilities. Machakos Town NG-CDFC members were inducted on 5th -9th May 2023 at Sair Rock Hotel, Mombasa by NG-CDF Board on the following issues; -Orientation, Legal and Regulatory Framework, Financial Management, Project Management Community Engagement Ethics and Integrity Conflict Resolution Monitoring and Evaluation Communication Skills.

Number Of Meeting in A Year

NG-CDF Act stipulates that NG-CDFC shall have a maximum of twenty-four meetings per year and not less than twelve including sub-committee meetings. NG-CDFC Machakos town held fourteen meetings.

Policy On Conflict of Interest

NG-CDF Act specifies clearly that any member with an interest in the fund shall not participate in a meeting deliberation and shall withdraw from such a meeting. NG-CDF Machakos town did not have any occurrence on conflict of interest

Remuneration of members

NG-CDFC members do not earn a salary but are allowed to be paid a sitting allowance when they conduct meetings. The chairman is paid Ksh 7,000 and the other members Ksh 5,000 per sitting as per guiding circular issued by the NG-CDF board.

Risk Management

The constituency has a risk policy which they observe and are required to maintain a risk register. The committee has the following responsibilities

- Set the organization's risk appetite and tolerance levels. This means determining how much risk the organization is willing to take in order to achieve its goals.

- Review and approve the organization's risk management framework and policies. This framework should define how the organization identifies, assesses, and manages risks.
- Oversee the implementation and effectiveness of the organization's risk management process. This includes monitoring the risks that the organization faces, assessing the effectiveness of the controls in place to manage those risks, and making recommendations for improvement.
- Report to the board of directors on the organization's risk management activities. This includes providing information on the organization's risk profile, the effectiveness of its risk management process, and any significant risks that the organization is facing.

Ethics and code of conduct

The NG-CDFC members shall be of good conduct and adhere to chapter six of the constitution and shall not have any trail of criminal record. Members shall not indulge in any act in contravention of the act and PFM act which can lead to the loss of funds.

VI. Environmental and Sustainability Reporting

Machakos Town 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 the social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalised communities.

1. Sustainability strategy and profile -

To ensure sustainability of Machakos Town NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Machakos Town NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide a better working environment for the security providers within the constituency as well as a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF 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 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

NG-CDF Sensitized the youth and community at large on the impact of drugs and importance of environmental conservation during various public participation programmes. The constituency has supplied and installed water tanks to schools, it has incorporated water harvesting designs in it's projects. The office also purchases and distributes tree seedlings for planting to schools.

3. Employee welfare

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

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

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

4. Market place practices-

Machakos Town NGCDF Constituency is committed to fair and ethical market practises.

The Procurement of goods and services is done through a transparent and competitive bidding process that allows equal opportunities to all participants. We support local vendors drawn from the constituency for purposes of uplifting them economically. Our ethical market practises ensure the fund get value for money on all goods and services procured.

We are also committed to healthy relations with our suppliers which is enhanced through organized sensitization forums that relate to the procurement legal framework and ethical subject matters. We are dedicated to honouring all contracts and settling payments promptly.

NGCDF has put in efforts to ensure:

- a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption
- b) Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertising
- d) Product stewardship by safeguarding consumer rights and interest

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

The NG CDFC during the 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.

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



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Nicholas N. Kimanzi
Fund Account Manager.

VII. 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 to be prepared 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-Machakos Town 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, 2023. 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.

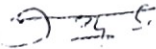
The Accounting Officer in charge of the NGCDF-Machakos Town Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting 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 entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Machakos Town 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 NGCDF Machakos Town 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

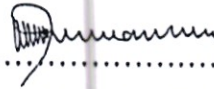
accounted for. Further the Accounting Officer confirms that the *constituency* 's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Machakos Town Constituency financial statements were approved and signed by the Accounting Officer on 09 | 09 | 2023.



.....
Name: Mathew J. Mbola
Chairman – NGCDF Committee



.....
Name: Nicholas N. Kimanzi
Fund Account Manager

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MACHAKOS TOWN CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Machakos Town Constituency, set out on pages 1 to 56, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the

Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Machakos Town Constituency as at 30 June, 2023 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 (Amended 2022) and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unsupported Disbursement of Bursaries

The statement of receipt and payments reflects other grants and transfers amount of Kshs.53,916,775 which as disclosed in Note 8 to the financial statements includes bursaries to secondary schools and tertiary institutions of Kshs.38,217,000 and Kshs.13,999,775 respectively. However, analysis of the payment vouchers and the list of beneficiaries revealed that ten (10) beneficiaries were awarded bursaries amounts ranging between Kshs.10,000 to Kshs.20,000. However, no vetting minutes or any other evidence were provided to explain the disparities in the amounts awarded to the beneficiaries.

In the circumstances, the accuracy and completeness of bursaries could not be confirmed.

2. Lack of Ownership Documents for Land

Annex 4 to the financial statements reflects summary of fixed assets balance of Kshs.25,175,393 which includes buildings and structures balance of Kshs.21,067,864. However, title deed or allotment letters for the land on which buildings and structures are constructed were not provided for audit.

In the circumstances, ownership, accuracy and completeness of summary of fixed assets balance of Kshs.25,175,393 could not be confirmed.

3. Unsupported Project Management Committee Balances

Annex 5 to the financial statements reflects Kshs.12,614,124 under Project Management Committee relating to various projects earmarked for the financial year under review. However the cash books, bank reconciliation statements and certificate of bank balances were not provided for audit. Further, the balance includes an amount of Kshs.4,002,100 in relation to sixty-four (64) completed projects which had not been surrendered back to the Fund main bank account.

In the circumstances, the accuracy and completeness of the PMC bank balance of Kshs.12,614,124 could not be confirmed.

4. Unsupported Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers amount of Kshs.53,916,773 as disclosed in Note 8 to the financial statements which includes bursary payments amounting to Kshs.38,217,000 and Kshs.13,999,773 disbursed to secondary schools and tertiary institutions respectively. However, no acknowledgement letters from beneficiary institutions were provided for audit.

In the circumstances, the accuracy and completeness of bursary disbursements totalling Kshs.52,216,775 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 - Machakos Town 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation for the year reflects final budget and actual budget on a comparable basis of Kshs.184,119,767 and Kshs.113,287,022 respectively resulting to an under-funding of Kshs.70,832,745 or 38% of the budget. However, the Fund spent an amount of Kshs.70,371,465 against actual receipts of Kshs.113,287,022 resulting to an under-utilization of Kshs.42,915,557 or 38% of the actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management has not resolved the issues or given any explanation for failure to implement recommendations.

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. Non-Compliance with the Law on Ethnic Composition

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects expenditure totalling Kshs.3,817,312 in respect to compensation of employees. Review of the staff establishment revealed that the entity's nine (9) employees were all from the dominant ethnic group in the County. This was contrary to the provisions of Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which provides that all public establishments to seek to represent the diversity of the people of Kenya in the employment of staff, and that no public establishment should have more than one third of its staff from the dominant ethnic community.

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

2. Poor Project Implementation

The statement of receipts and payments reflects transfers to other Government units balance of Kshs.7,329,151 which includes transfer to secondary schools of Kshs.5,829,151 which, as disclosed in Note 7 to the financial statements includes an amount of Kshs.1,000,000 transferred to St. Patrick's Metuma Secondary School for rehabilitation of a borehole and purchase of two (2) water tanks of 10,000 litres each. However, physical inspection of the project in the month of March, 2024 revealed that only one tank was on site but had not been branded.

Further, the statement of receipts and payments also reflect other grants and transfers amount of Kshs.53,916,755 which included an expenditure on security projects of Kshs.1,700,000 as disclosed in Note 8 to the financial statements. The amount included transfer of Kshs.700,000 to Ngelani Chief's Office and Police Post for renovation of five (5) roomed Chief's Office to completion. However, physical inspection of the project in March, 2024 revealed that the Office was complete but 3 rooms were not in use.

In the circumstances, value for money on the expenditure incurred on the projects could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance

Report of the Auditor-General on National Government Constituencies Development Fund - Machakos Town Constituency for the year ended 30 June, 2023

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to 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 any intentions 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 manner.

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to

those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of 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 to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 June, 2024

Machakos Town Constituency

National Government Constituencies Development Fund (NGCDF)

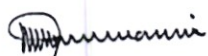
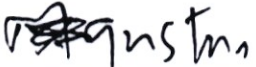
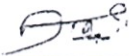
Annual Report and Financial Statements for The Year Ended June 30, 2023

IX. Statement of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	93,329,151	177,348,607
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	33,710	-
Total Receipts		93,362,861	177,348,607
Payments			
Compensation Of Employees	4	3,817,312	2,753,887
Committee expenses	5	2,940,200	5,199,790
Use Of Goods and Services	6	1,868,027	4,061,191
Transfers To Other Government Units	7	7,329,151	114,326,565
Other Grants and Transfers	8	53,916,775	76,148,761
Acquisition Of Assets	9	500,000	189,000
Other Payments	11	-	2,413,513
Total Payments		70,371,465	205,092,707
Surplus/(Deficit)		22,991,396	(27,744,100)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on 09/09 2023 and signed by:

 _____ Fund/Account Manager Name: Nicholas N. Kimanzi	 _____ National Sub-County Accountant Name: Augustus Mulwa ICPAK M/No: 20453	 _____ Chairman NG-CDF Committee Name: Mathew J. Mbola
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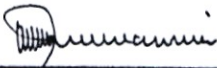
*Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

X. Statement Of Assets and Liabilities As At 30th June, 2023

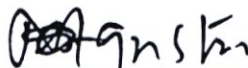
	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	43,986,793	19,924,161
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		43,986,793	19,924,161
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		43,986,793	19,924,161
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities			
Net Financial Assets		43,986,793	19,924,161
Represented By			
Fund Balance B/Fwd	15	19,924,161	47,668,261
Prior Year Adjustments	16	1,071,236	-
Surplus/Deficit for The Year		22,991,396	(27,744,100)
Net Financial Position		43,986,793	19,924,161

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on 09/09/2023 and signed by:


Fund/Account Manager

Name: Nicholas N. Kimanzi


National Sub-County
Accountant
Name: Augustus Mulwa
ICPAK M/No: 20453


Chairman NG-CDF Committee

Name: Mathew J. Mbola

*Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

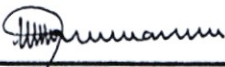
XI. Statement Of Cash Flows for The Year Ended 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	93,329,151	177,348,607
Other Receipts	3	33,710	-
Total Receipts		93,362,861	177,348,607
Payments			
Compensation Of Employees	4	3,817,312	2,753,887
Committee Expenses	5	2,940,200	5,199,790
Use Of Goods and Services	6	1,868,027	4,061,191
Transfers To Other Government Units	7	7,329,151	114,326,565
Other Grants and Transfers	8	53,916,775	76,148,761
Oversight Committee Expenses	10	-	-
Other Payments	11	-	2,413,513
Total Payments		69,871,465	204,903,707
Total Receipts Less Total Payments			
Adjusted For:			
Prior Year Adjustments	16	1,071,236	-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		24,562,632	(27,555,100)
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	(500,000)	(189,000)
Net Cash Flows from Investing Activities		(500,000)	(189,000)
Net Increase In Cash And Cash Equivalent		24,062,632	(27,744,100)
Cash & Cash Equivalent At Start Of The Year	12	19,924,161	47,668,261
Cash & Cash Equivalent At End Of The Year	12	43,986,793	19,924,161

*Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

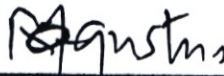
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on 09/09/ 2023 and signed by:



Fund/Account Manager

Name: Nicholas N. Kimanzi



National Sub-County
Accountant

Name: Augustus Mulwa
ICPAK M/No: 20453



Chairman NG-CDF Committee

Name: Mathew J. Mbola

Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

XII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
Receipts	2022-2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	158,832,745	19,924,161	5,329,151	184,086,057	113,253,312	70,832,745	62%
Proceeds From Sale of Assets				-	-	-	
Other Receipts		33,710		33,710	33,710		0%
Totals	158,832,745	19,957,871	5,329,151	184,119,767	113,287,022	70,832,745	62%
Payments							
Compensation Of Employees	5,129,469	4,752,110		9,881,579	3,817,312	6,064,267	39%
Committee Expenses	4,038,482			4,038,482	2,940,200	1,098,282	73%
Use Of Goods and Services	4,947,205	132,878		5,080,083	1,868,027	3,212,056	37%
Transfers To Other Government Units	69,000,000	4,700,000	5,329,151	79,029,151	7,329,151	71,700,000	9%
Other Grants and Transfers	66,969,979	7,099,476		74,069,455	53,916,775	20,152,680	73%
Acquisition of Assets	457,610	3,238,897		3,696,507	500,000	3,196,507	14%
Oversight Committee Expenses	-	-		-	-	-	
Other Payments (strategic plan)	2,000,000	800		2,000,800		2,000,800	0%
Funds Pending Approval (purchase of motor vehicle)	6,290,000	33,710		6,323,710	-	6,323,710	0%
Totals	158,832,745	19,957,871	5,329,151	184,119,767	70,371,465	113,748,302	38%

Explanatory Notes.

Compensation of employees is at 39 % because the majority of the employees' contracts lapsed in August 2022 and were not renewed and the new staff were recruited in May 2023

Committee expenses utilisation is at 73% due to the lack of NG-CDF committee between August 2022 when the tenure of the previous NG-CDFC lapsed and January 2023 when the new NG-CDFC was gazetted and handed over the office.

Use of goods and services has a utilisation of 37 % due to late disbursement of funds from the board. Funds were received in June 2023 and could not be utilised at once.

Transfer to other government units 9% is due to late disbursement of funds from the board. As at 30th June 2023 Ksh 70,832,745 had not yet been disbursed.

Other grants and transfers are at 73% due to late disbursement of funds from the board as at 30th June 2023

Acquisition of assets is at 14% due to pending payment of works done to the office and pending approval for request to change activity.

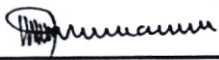
Strategic plan is at 0% due to late disbursement of funds from the board as at 30th June 2023

Funds pending approval is at 0% since the office is yet to get approval from the board.

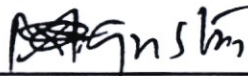
*Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	113,748,302
Less undisbursed funds receivable from the Board as at 30 th June 2023	70,832,745
	43,986,793
Increase/(decrease) Accounts payable	-
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	1,071,236
Cash and Cash Equivalents at the end of the 30 th June 2023	43,986,793

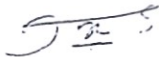
The Constituency financial statements were approved by NG CDFC on 09/09 2023 and signed by:



Fund Account Manager
Name: Nicholas N. Kimanzi



National Sub-County Accountant
Name: Augustus Mulwa
ICPAK M/No:20453



Chairman NG-CDF Committee
Name: Mathew J. Mbola

XIII. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/B) and A/A	Previous Years Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	5,129,469	4,752,108		9,881,577	3,817,312	6,064,265
1.2 Committee allowances	1,638,000			1,638,000	1,227,400	410,600
1.3 Use of goods and services	2,582,705	132,878		2,715,583	965,747	1,749,836
Total	9,350,174	4,884,986	-	14,235,160	6,010,459	8,224,701
2.0 Monitoring and evaluation						-
2.1 Capacity building	679,000			679,000	234,000	445,000
2.2 Committee allowances	2,400,482			2,400,482	1,712,800	687,682
2.3 Use of goods and services	1,685,500			1,685,500	668,280	1,017,220
Total	4,764,982		-	4,764,982	2,615,080	2,149,902
3.0 Emergency						
3.1 Primary Schools						
3.2 Secondary schools						
3.3 Tertiary institutions						
3.4 Security projects						
3.5 Unutilised						
Total	7,636,190	2,655	-	7,638,845	-	7,638,845
4.0 Bursary and Social Security						
4.1 Secondary Schools	39,144,905	1,500,000		40,644,905	38,217,000	2,427,905

*Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years Outstanding Disbursements			
4.2 Tertiary Institutions	16,512,229	2,301,891		18,814,120	13,999,775	4,814,345
4.3 Social Security				-		-
4.4 Special Needs	500,000			500,000	-	500,000
Total	56,157,134	3,801,891	-	59,959,025	52,216,775	7,742,250
5.0 Sports				-		-
5.1		94,930		94,930		94,930
Total	3,176,655	94,930		3,271,585		3,271,585
6.0 Environment						
Total	-	-	-	-	-	-
7.0 Primary Schools Projects						
Konza Primary School		500,000		500,000	500,000	-
Mwanyani Primary School		1,000,000		1,000,000	1,000,000	-
Kivani Primary School			500,000	500,000		500,000
Iiuni Primary School	1,000,000			1,000,000		1,000,000
Iiuni Primary School	500,000			500,000		500,000
Ikokani Primary School	2,500,000			2,500,000		2,500,000
Ikokani Primary School	500,000			500,000		500,000
Iluvya DEB Primary School	1,000,000			1,000,000		1,000,000
Ivumbuni Primary School	1,000,000			1,000,000		1,000,000
Ivutini Primary School	1,000,000			1,000,000		1,000,000
Kakinduni Primary School	1,000,000			1,000,000		1,000,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years Outstanding Disbursements			
Kamuthanga Primary School	1,000,000			1,000,000		1,000,000
Kanyongo Primary School	1,000,000			1,000,000		1,000,000
Kasinga Primary School	1,000,000			1,000,000		1,000,000
Katanga Primary School	1,000,000			1,000,000		1,000,000
Katanga Primary School	500,000			500,000		500,000
Katheka Kai Primary School	1,000,000			1,000,000		1,000,000
Katheka Kai Primary School	500,000			500,000		500,000
Katheka Kai Primary School	2,500,000			2,500,000		2,500,000
Kathese Primary School	1,000,000			1,000,000		1,000,000
Katoloni Primary School	300,000			300,000		300,000
Katoloni Primary School	800,000			800,000		800,000
Katoloni Primary School	1,000,000			1,000,000		1,000,000
Kavyuni Primary School	1,000,000			1,000,000		1,000,000
Keaa Primary School	1,000,000			1,000,000		1,000,000
Kimutwa Primary School	1,000,000			1,000,000		1,000,000
Kiseveni Primary School	1,000,000			1,000,000		1,000,000
Kisueni Primary School	1,000,000			1,000,000		1,000,000
Katanga Primary School	1,000,000			1,000,000		1,000,000
Kitulu Primary School	1,000,000			1,000,000		1,000,000
Kivandini Primary School	1,000,000			1,000,000		1,000,000
Kombuni Primary School	1,000,000			1,000,000		1,000,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Kusyomuomo Primary School	300,000			300,000		300,000
Kusyomuomo Primary School	1,000,000			1,000,000		1,000,000
Kwa Kitaa Primary School	2,500,000			2,500,000		2,500,000
Kyaani Primary School	1,000,000			1,000,000		1,000,000
Kyambuko Primary School	1,000,000			1,000,000		1,000,000
Kyangala DEB Primary School	1,000,000			1,000,000		1,000,000
Kyanguli Primary School	1,000,000			1,000,000		1,000,000
Kyaviti Primary School	1,000,000			1,000,000		1,000,000
Kyaviti Primary School	500,000			500,000		500,000
Love Primary School	500,000			500,000		500,000
Machakos Baptist Primary School	1,000,000			1,000,000		1,000,000
Machakos Primary School	1,500,000			1,500,000		1,500,000
Makaveti Primary School	1,000,000			1,000,000		1,000,000
Makyau Primary School	1,000,000			1,000,000		1,000,000
Manza Primary School	1,000,000			1,000,000		1,000,000
Masaani Primary School	1,000,000			1,000,000		1,000,000
Mbuani Primary School	1,000,000			1,000,000		1,000,000
Mbukoni Primary School	1,000,000			1,000,000		1,000,000
Mikuini Primary School	2,500,000			2,500,000		2,500,000
Mikuini Primary School	500,000			500,000		500,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/B) and A/A	Previous Year's Outstanding Disbursements			
Mikuyu Primary School	1,000,000			1,000,000		1,000,000
Mikuyu Primary School	300,000			300,000		300,000
Misakwani Primary School	1,000,000			1,000,000		1,000,000
Miwongoni Primary School	1,500,000			1,500,000		1,500,000
Mumbuni Primary School	1,000,000			1,000,000		1,000,000
Mumbuni Primary School-Kalama	1,500,000			1,500,000		1,500,000
Mungala Primary School	2,500,000			2,500,000		2,500,000
Mungala Primary School	1,000,000			1,000,000		1,000,000
Muthini Primary School	1,000,000			1,000,000		1,000,000
Mutituni Primary School	1,000,000			1,000,000		1,000,000
Muumandu Primary School	500,000			500,000		500,000
Muumandu Primary School	500,000			500,000		500,000
Ngelani Primary School	1,000,000			1,000,000		1,000,000
Ngunyumu Primary School	1,000,000			1,000,000		1,000,000
Vota Primary School	1,000,000			1,000,000		1,000,000
Yakamete Primary School	800,000			800,000		800,000
Total	67,000,000	1,500,000	500,000	69,000,000	1,500,000	67,500,000
8.0 Secondary Schools Projects						-
Machakos School		1,000,000		1,000,000	1,000,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years Outstanding Disbursements			
Muvuti Girls School		1,000,000		1,000,000		1,000,000
Kalama Secondary School			1,129,151	1,129,151	1,129,151	-
Keaa Secondary School			1,000,000	1,000,000	1,000,000	-
Kwa Kavoo Secondary School			700,000	700,000	700,000	-
Makakoi Secondary School			1,000,000	1,000,000	1,000,000	-
Mumbuni Girls High School			1,000,000	1,000,000	1,000,000	-
Makakoi Secondary School	1,000,000			1,000,000		1,000,000
Keaa Secondary School	1,000,000			1,000,000		1,000,000
Total	2,000,000	2,000,000	4,829,151	8,829,151	5,829,151	3,000,000
9.0 Tertiary institutions Projects						
Kalama Technical Training Institute		1,200,000		1,200,000		1,200,000
Total	-	1,200,000	-	1,200,000	-	1,200,000
10.0 Security Projects						
Kyaani Assistant Chief's Office		500,000		500,000		500,000
Lower Kiandani(Manza) Assistant Chief's Office		1,000,000		1,000,000	1,000,000	-
Machakos County Police Headquarters		1,000,000		1,000,000		1,000,000
Ngelani Locational Chiefs Office		700,000		700,000	700,000	-
Total	-	3,200,000	-	3,200,000	1,700,000	1,500,000
11.0 Acquisition of assets						
NG-CDF office perimeter wall		1,238,897		1,238,897		1,238,897

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years Outstanding Disbursements			
NG-CDFC Office Electric fencing and CCTV installation		1,000,000		1,000,000		1,000,000
New NG-CDFC Office Equipping		500,000		500,000		500,000
NG-CDF Office landscaping		500,000		500,000	500,000	-
Machakos Town NGCDF Office- Purchase of motor cycle	457,610			457,610		457,610
Total	457,610	3,238,897	-	3,696,507	500,000	3,196,507
12.0 Oversight committee expenses	-	-	-	-	-	-
13.0 Other payments				-		-
Machakos Town NGCDF Office- Development of strategic plan (2023-2027)	2,000,000	800				
Total	2,000,000	800	-	2,000,800	-	2,000,800
Funds pending approval						
Unapproved projects -Purchase of Motor vehicle	6,290,000			6,290,000		6,290,000
AIA						-
PMC savings		33,710		33,710		33,710
Total	6,290,000	33,710		6,323,710	-	6,323,710
Grand total	158,832,745	19,957,871	5,329,151	184,119,767	70,371,465	113,748,302

XIV. 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-Machakos Town 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.

Significant Accounting Policies continued

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.

Significant Accounting Policies continued

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.

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Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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.

Significant Accounting Policies continued

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 2022 for the period 1st July 2022 to 30th June 2023 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.

Significant Accounting Policies Continued

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 2023

14. Errors

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

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

15. Related Party Transactions

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

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
Normal Allocation	Kshs	Kshs
B140989		33,000,000
B105500		44,000,000
B105852		22,000,000
B128600		5,000,000
B128912		12,000,000
B154110		15,000,000
B164444		33,759,728
B155990	-	12,088,879
A895049	-	500,000
B185152	7,000,000	
B185362	5,329,151	
B206264	26,000,000	
B206457	12,000,000	
B205802	12,000,000	
B207564	16,000,000	
B207845	15,000,000	
TOTAL	93,329,151	177,348,607

2. Proceeds From Sale of Assets

	Insert current FY	2021-2022
	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	-	-
Others (specify)	-	-
Total	-	-

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Notes To the Financial Statements (Continued)

3. Other Receipts

	<i>Insert current FY</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	33,710	-
Other Receipts Not Classified Elsewhere (stale cheques not replaced)	-	-
Total	33,710	-

4. Compensation Of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,525,970	2,229,657
Personal allowances paid as part of salary		
House allowance	265,100	347,150
Transport allowance	76,000	-
Leave allowance	80,120	147,880
Gratuity-contractual employees	1,807,882	-
Employer Contributions Compulsory national social security schemes	62,240	29,200
TOTAL	3,817,312	2,753,887

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	1,044,000	3,119,790
Other committee expenses	1,896,200	2,080,000
Total	2,940,200	5,199,790

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Notes To the Financial Statements (Continued)

6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	22,682	164,359
Communication, supplies and services	6,000	60,000
Domestic travel and subsistence	285,600	-
Printing, advertising and information supplies & services	92,030	-
Rentals of produced assets	-	9,450
Training expenses	151,000	2,081,230
Hospitality supplies and services	242,800	-
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	522,950	298,140
Fuel , oil & lubricants	97,320	640,405
Other operating expenses	18,645	292,907
Bank Charges	15,000	-
Security operations	290,000	262,000
Routine maintenance - vehicles and other transport equipment	124,000	252,700
Routine maintenance- other assets	-	-
Total	1,868,027	4,061,191

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	1,500,000	54,189,815
Transfers To Secondary Schools (See Attached List)	5,829,151	57,736,750
Transfers To Tertiary Institutions (See Attached List)	-	2,400,000
Total	7,329,151	114,326,565

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	38,217,000	32,963,000
Bursary – tertiary institutions (see attached list)	13,999,775	16,160,000
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	1,700,000	11,677,027
Sports projects (see attached list)	-	2,668,734
Environment projects (see attached list)	-	500,000
Emergency projects (see attached list)	-	12,180,000
Roads projects (see attached list)	-	-
Total	53,916,775	76,148,761

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	500,000	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	189,000
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	500,000	189,000

10. Oversight Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	-	75,000
ICT Hub	-	2,338,513
	-	2,413,513

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>EQUITY BANK A/C NO 0600297284247 BRANCH MACHAKOS TOWN (MAIN ACCOUNT)</i>	43,986,793	19,924,161
Total	43,986,793	19,924,161
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
Nicholas N. Kimanzi	-	-	-	-
Total	-	-	-	-

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Notes to the Financial Statement Continued

14. Retention and Gratuity

14 A. Retention	2022-2023	2021-2022
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	(1st July 2021-22)	(1st July 2020-21)
	KShs	KShs
Bank accounts	19,924,161	47,668,261
Cash in hand		
Imprest		
Total		
Less		
Payables: - Retention		
Payables – Gratuity		
Fund Balance Brought Forward	19,924,161	47,668,261

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16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances (Stale bursary cheques reversed into the cashbook)	19,924,161	1,071,236	20,995,397
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	19,924,161	1,071,236	20,995,397

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NGCDFC Staff	157,542	-
Others (<i>specify</i>)	-	-
Total	157,542	-

19.3: Unutilized Fund (See Annex 3)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Compensation of Employees	6,064,267	4,752,108
Committee expenses	1,098,282	-
Use of goods and services	3,212,056	321,878
Transfers to Other Government Units	71,700,000	4,700,000
Other grants and transfers	21,223,916	7,099,476
Acquisition of Assets	3,196,507	3,049,897
Oversight Committee Expenses	-	-
Other payments	2,000,800	800
Funds pending approval	6,323,710	5,329,151
Total	114,819,538	25,253,311

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18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	12,614,124	39,412,770
Total	12,614,124	39,412,770

XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	Comments
NG-CDFC Staff				
Samuel Muthama Mutiso	Accounts Assistant	2019	30,969	Gratuity
Urbanus Kioko Peter	Clerk Of Works	2021	18,705	Gratuity
Gerald Kyule Ngao	Records Management Officer	2023	18,705	Gratuity
Josphat Mutinda Sila	Projects Clerk	2023	16,573	Gratuity
Charles Nzuki Mutua	Driver	2023	15,240	Gratuity
Erick Kikuyu Mwanza	Senior Support Staff	2023	15,240	Gratuity
Celestine Mumbua Kasyoka	Secretary	2023	13,330	Gratuity
Judy Mutanu Mwanzia	Office Cleaner	2023	10,472	Gratuity
Winfred Mwikali Kyalo	Security Officer (Day)	2023	10,075	Gratuity
David Mutisya Mbuvi	Security Officer (Night)	2023	8,234	Gratuity
Sub-Total			157,542	
Grand Total			157,542	

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Compensation of employees	employee salaries	6,064,267	4,752,108	on-going
Use of goods & services	purchase of goods and services	4,310,338	321,878	on-going
Amounts due to other Government entities				
Konza Primary School	renovation of 1 classroom		500,000	
Mwanyani Primary School	renovation of 2 classroom		1,000,000	
Machakos School	Construction of dorm		1,000,000	awaiting change of activity
Kivani Primary School	purchase of land	500,000		awaiting succession
Iiuni Primary School	renovation of 2 classroom	1,000,000		unfunded
Iiuni Primary School	fencing of 3 acre	500,000		unfunded
Ikokani Primary School	drilling of borehole	2,500,000		unfunded
Ikokani Primary School	construction of 4 door pit latrine	500,000		unfunded
Iluvy DEB Primary School	renovation of 2 classroom	1,000,000		unfunded
Ivumbuni Primary School	renovation of 2 classroom	1,000,000		unfunded
Ivutini Primary School	renovation of 2 classroom	1,000,000		unfunded
Kakinduni Primary School	renovation of 2 classroom	1,000,000		unfunded

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Kamuthanga Primary School	renovation of 2 classroom	1,000,000		unfunded
Kanyongo Primary School	renovation of 2 classroom	1,000,000		unfunded
Kasinga Primary School	renovation of 2 classroom	1,000,000		unfunded
Katanga Primary School	renovation of 2 classroom	1,000,000		unfunded
Katanga Primary School	construction of 4 door pit latrine	500,000		unfunded
Katheka Kai Primary School	renovation of 2 classroom	1,000,000		unfunded
Katheka Kai Primary School	construction of 4 door pit latrine	500,000		unfunded
Katheka Kai Primary School	drilling of borehole	2,500,000		unfunded
Kathese Primary School	renovation of 2 classroom	1,000,000		unfunded
Katoloni Primary School	construction of 2 door pit latrine	300,000		unfunded
Katoloni Primary School	fencing of 3 acre	800,000		unfunded
Katoloni Primary School	renovation of 2 classroom	1,000,000		unfunded
Kavyuni Primary School	renovation of 2 classroom	1,000,000		unfunded
Keaa Primary School	renovation of 2 classroom	1,000,000		unfunded

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Kimutwa Primary School	renovation of 2 classroom	1,000,000		unfunded
Kiseveni Primary School	renovation of 2 classroom	1,000,000		unfunded
Kisueni Primary School	renovation of 2 classroom	1,000,000		unfunded
Katanga Primary School	renovation of 2 classroom	1,000,000		unfunded
Kitulu Primary School	renovation of 2 classroom	1,000,000		unfunded
Kivandini Primary School	renovation of 2 classroom	1,000,000		unfunded
Kombuni Primary School	renovation of 2 classroom	1,000,000		unfunded
Kusyomuomo Primary School	construction of 2 door pit latrine	300,000		unfunded
Kusyomuomo Primary School	renovation of 2 classroom	1,000,000		unfunded
Kwa Kitaa Primary School	drilling of borehole	2,500,000		unfunded
Kyaani Primary School	renovation of 2 classroom	1,000,000		unfunded
Kyambuko Primary School	renovation of 2 classroom	1,000,000		unfunded
Kyangala DEB Primary School	renovation of 2 classroom	1,000,000		unfunded
Kyanguli Primary School	renovation of 2 classroom	1,000,000		unfunded

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Kyaviti Primary School	renovation of 2 classroom	1,000,000		unfunded
Kyaviti Primary School	construction of 4 door pit latrine	500,000		unfunded
Love Primary School	roofing of 4 classrooms	500,000		unfunded
Machakos Baptist Primary School	renovation of 2 classroom	1,000,000		unfunded
Machakos Primary School	renovation of 3 classrooms	1,500,000		unfunded
Makaveti Primary School	renovation of 2 classroom	1,000,000		unfunded
Makyau Primary School	renovation of 2 classroom	1,000,000		unfunded
Manza Primary School	renovation of 2 classroom	1,000,000		unfunded
Masaani Primary School	renovation of 2 classroom	1,000,000		unfunded
Mbuani Primary School	renovation of 2 classroom	1,000,000		unfunded
Mbukoni Primary School	renovation of 2 classroom	1,000,000		unfunded
Mikuini Primary School	drilling of borehole	2,500,000		unfunded
Mikuini Primary School	construction of 4 door pit latrine	500,000		unfunded
Mikuyu Primary School	renovation of 2 classroom	1,000,000		unfunded

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Mikuyu Primary School	construction of 2 door pit latrine	300,000		unfunded
Misakwani Primary School	renovation of 2 classroom	1,000,000		unfunded
Miwongoni Primary School	renovation of 3 classrooms	1,500,000		unfunded
Mumbuni Primary School	renovation of 2 classroom	1,000,000		unfunded
Mumbuni Primary School-Kalama	renovation of 3 classrooms	1,500,000		unfunded
Mungala Primary School	drilling of borehole	2,500,000		unfunded
Mungala Primary School	renovation of 2 classroom	1,000,000		unfunded
Muthini Primary School	renovation of 2 classroom	1,000,000		unfunded
Mutituni Primary School	renovation of 2 classroom	1,000,000		unfunded
Muumandu Primary School	construction of 4 door pit latrine	500,000		unfunded
Muumandu Primary School	construction of 4 door pit latrine	500,000		unfunded
Ngelani Primary School	renovation of 2 classroom	1,000,000		unfunded
Ngunyumu Primary School	renovation of 2 classroom	1,000,000		unfunded
Vota Primary School	renovation of 2 classroom	1,000,000		unfunded
Yakamete Primary School	construction of 6 door pit latrine	800,000		unfunded

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
Muvuti Girls School	purchase of land	1,000,000	1,000,000	awaiting land succession
Makakoi Secondary School	construction of lab	1,000,000		unfunded
Keaa Secondary School	construction of lab	1,000,000		unfunded
Kalama Technical Training Institute	purchase of land	1,200,000	1,200,000	awaiting land succession
Sub-Total		71,700,000	4,700,000	
Amounts due to other grants and other transfers				
Kyaani Assistant Chief's Office	purchase of land	500,000	500,000	awaiting land succession
Lower Kiandani(Manza) Assistant Chief's Office	purchase of land		1,000,000	
Machakos County Police Headquarters	construction of gate and sentry	1,000,000	1,000,000	awaiting change of activity
Ngelani Locational Chiefs Office	renovation		700,000	
Sports	sports balance	3,271,585	94,930	unfunded
Emergency	Emergency fund	7,638,845	2,655	unfunded
Bursary	bursary	7,742,250	3,801,891	unfunded
Sub-Total		20,152,680	7,099,476	unfunded
Acquisition of assets				
NG-CDF office perimeter wall		1,238,897	1,238,897	unfunded
NG-CDFC Office Electric fencing and CCTV installation		1,000,000	1,000,000	Awaiting change of activity approval
Machakos Town NGCDF Office- Purchase of motor cycle		457,610		unfunded
New NG-CDFC Office Equipping		500,000	500,000	unfunded

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Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance Previous FY	Comments
NG-CDF Office Landscapping			311,000	
Sub-Total		3,196,507	3,049,897	
Others (specify)				
Strategic Plan		800	800	unfunded
Strategic Plan (2023-2027)		2,000,000		unfunded
Sub-Total		2,000,800.00	800	
Funds pending approval				
Machakos Town NGCDF Office-Purchase of Motor vehicle		6,290,000		awaiting approval;
PMC savings		33,710		awaiting approval;
Kivani Primary School	purchase of land		500,000	awaiting succession
Kalama Secondary School	renovation of dining hall		1,129,151	
Keaa Secondary School	construction of lab		1,000,000	
Kwa Kavoo Secondary School	construction of 1 classroom		700,000	
Makakoi Secondary School	construction of lab		1,000,000	
Mumbuni Girls High School	construction of dormitory in partnership with the school		1,000,000	
Sub-Total		6,323,710	5,329,151	
Grand Total		113,748,302	25,253,311	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land				
Buildings and structures	20,567,864	500,000		21,067,864
Transport equipment	2,746,279			2,746,279
Office equipment, furniture and fittings	32,130			32,130
ICT Equipment, Software and Other ICT Assets	1,230,120			1,230,120
Other Machinery and Equipment	99,000			99,000
Heritage and cultural assets	20,567,864			-
Intangible assets	2,746,279			-
Total	24,675,393	500,000	-	25,175,393

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Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Baraka S.A Kavyuni Secondary School	Equity Bank	0600298977255	4,940	
Iiyuni Secondary School	Equity Bank	0600264736832	2,920	
kinoi Secondary School	Equity Bank	0600293791282	45	
Kiuu HGM Primary School	Equity Bank	0600162106116	32,188	
Kyambuko Secondary School	Equity Bank	`0600270189312	70	
Kyanguli Primary School	Equity Bank	0600263435420	7,019	
Kyeni Primary School	Equity Bank	0600264452882	67	
Machakos Community Water Tanks	Equity Bank	0600277324973	100	
Manza Primary School	Equity Bank	0600262677535	128	
Miwani Secondary School	Equity Bank	0600295287870	50,047	
Mulaani Secondary School	Equity Bank	0600263431465	495	
Ngelani Secondary School	Equity Bank	`0600264173665	134	
Nzaini Primary School	Equity Bank	0600263658838	243	
Iiyuni Primary School	Equity Bank	`0600280371068	430	
Kakyalya Chiefs Office	Equity Bank	`0600280307515	432	
Kaseve Secondary School	Equity Bank	`0600264034771	168	
Kasinga Primary School	Equity Bank	`0600280176074	3,369	
Kasinga Secondary School	Equity Bank	`0600266154811	1,880	
Katheka Kai Sec School	Equity Bank	`0600262735557	1,392	
Katoloni Secondary School	Equity Bank	`0600295431705	2,172	
Keaa Primary School	Equity Bank	`0600192967049	84	
Kiima Kimwe Secondary School	Equity Bank	`0600280248817	46,285	
Kimua Primary School	Equity Bank	`0600280748419	322	
Kimutwa Primary School	Equity Bank	`0600279290438	1,548	
Kitulu Secondary School	Equity Bank	`0600279788991	12,927	
Kivandini Secondary School	Equity Bank	`0600192909344	-	

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BMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Kyambuko Sec School	Equity Bank	`0600270189312	70	
Kyanguli Primary School	Equity Bank	0600263435420	7,019	
Kyasila Primary school	Equity Bank	`0600280318103	24,969	
Kyasila Secondary School	Equity Bank	`0600280328464	916	
Kyaviti primary school	Equity Bank	`0600280521188	1,360	
Lumbwa chiefs office	Equity Bank	`0600180281428	17,424	
Machakos D.C.C office	Equity Bank	`0600280607471	200	
Makaveti Primary School	Equity Bank	`0600280463470	672	
Mbembani Secondary school	Equity Bank	`0600280537739	-	
Mbilini Assistant Chiefs Office	Equity Bank	`0600162517383	250,180	
Mikono Primary School	Equity Bank	`06002803517626	1	
Mikuyu Primary School	Equity Bank	`0600280454284	68	
Miwani Secondary School	Equity Bank	600295287870	50,047	
Mulaani Primary School	Equity Bank	`0600280600714	1,675	
Mumbuni primary school -Kalama	Equity Bank	`0600280325910	433	
Mungala Assistant Chiefs Office	Equity Bank	`0600179841485	72	
Muvuti Boys High School	Equity Bank	`0600279822683	974	
Mwanyani Assistant chiefs office	Equity Bank	`0600280518819	600,000	
Ngelani Secondary School	Equity Bank	`0600264173665	134	
Uiini Primary School	Equity Bank	`0600279884037	36,872	
konza primary school	Equity Bank	`0600283001154	-	
machakos county police h.q	Equity Bank	`0600281348004	1,000,000	
mwanyani primary school	Equity Bank	`0600282975419	3,000	
st patrick`s metuma secondary school	Equity Bank	`0600283048418	2,400	
ivumbuni primary school	Equity Bank	`0600281238888	1,400	
mumbuni girls secondary school	Equity Bank	`0600280936757	1,027,435	
makakoi secondary school	Equity Bank	`0600282199880	1,700	
Constituency school water tanks	Equity Bank	`0600281252496	1,060	1,060

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Constituency spors tournament	Equity Bank	`0600281310102	68,162	68,162
Ianzoni primary school	Equity Bank	`0600280795004	593	593
Iiyuni Primary School	Equity Bank	`0600280797968	1,190	1,190
Ikokani secondary school	Equity Bank	`0600281327851	475	475
Ikokani Secondary School	Equity Bank	`0600282315664	1,400	500,000
Ikokani Secondary School	Equity Bank	`0600282600642	1,999	500,000
Iluvya secondary school	Equity Bank	`0600280611140	300,549	300,549
Ivumbuni Primary School	Equity Bank	`0600281238888	1,400	
Kakinduni Primary School	Equity Bank	`0600282311429	-	500,000
Kakinduni Primary School	Equity Bank	`0600282267217	1,000	1,000
Kalama Primary School	Equity Bank	`0600282623785	1,400	500,000
Kalama Technical Training Institute	Equity Bank	`0600282632759	1,200,000	1,200,000
Kalama Technical Training Institute	Equity Bank	`0600280901387	318,380	318,380
Kamuthanga Primary School	Equity Bank	`0600281110727	25,000	500,000
Kamuthini Primary School	Equity Bank	`0600282128252	486	486
Kamweleni primary school	Equity Bank	`0600281118406	2,542	2,542
Kamweleni secondary school	Equity Bank	`0600292988764	4,252	4,252
Kasinga Primary School	Equity Bank	`0600281329854	1,551	1,551
Katanga primary school	Equity Bank	`0600281081735	838	838
Katanga Secondary School	Equity Bank	`0600282246621	1,399	1,000,000
Katelembo Primary School	Equity Bank	`0600282127052	23,423	23,423
Katheka Kai Primary School	Equity Bank	`0600262735557	1,392	32,344
Katoloni Primary School	Equity Bank	`0600281329111	1,399	911,051
Kavete Primary School	Equity Bank	`0600282260354	22,475	500,000
Kiangini primary school	Equity Bank	`0600281056979	601	601
Kikumbo Primary School	Equity Bank	`0600282359497	2,999	750,000
Kimua Primary School	Equity Bank	`0600282325550	480	480
Kiseveni Primary School	Equity Bank	`0600282289812	17,827	17,827

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Kiseveni Secondary School	Equity Bank	`0600293010868	5,075	199,425
Kisyani Primary School	Equity Bank	`0600282122943	999	472,724
Kiteini Primary School	Equity Bank	`0600281114282	811	811
Kiteini secondary school	Equity Bank	`0600281275414	550	550
Kithima secondary school	Equity Bank	`0600281213980	2,601	1,002,601
Kititu Primary School	Equity Bank	`0600282583414	500,000	-
Kitonyini primary school	Equity Bank	`0600281107811	601	601
Kiuu primary school	Equity Bank	`0600162106116	2,068	32,188
Kivandini Primary School	Equity Bank	`0600282109997	1,012	14,512
Kivandini Primary School-	Equity Bank	`0600282742862	671	33,000
Kyakitove Primary School	Equity Bank	`0600282582610	32,632	750,000
Kyakitove Primary School	Equity Bank	`0600251150289	180	180
Kyamuthinza Primary School	Equity Bank	`0600282126923	1,905	91,905
Kyanda Primary School	Equity Bank	`0600282371031	900	900
Kyandili Primary School	Equity Bank	`0600281760688	1,549	1,549
Kyangala Girls secondary school	Equity Bank	`0600282121888	1,007	139,187
Kyangala Township Primary School	Equity Bank	`0600282206656	2,400	1,000,000
Kyanzasu Primary School	Equity Bank	`0600282643785	1,525	500,000
Kyasila Secondary School	Equity Bank	`0600282212968	925	925
Kyasila Secondary school	Equity Bank	`0600282087771	540,049	4,000,000
Kyasila Secondary School	Equity Bank	`0600281299036	1,025	1,025
Kyaviti Primary School	Equity Bank	`0600280521188	1,360	32,312
Kyeni Primary School	Equity Bank	`0600281198046	18,663	18,663
Kyeni secondary school	Equity Bank	`0600281276731	100	100
Machakos Baptist Secondary School	Equity Bank	`0600282097377	12,685	12,685
Machakos Baptist Secondary School	Equity Bank	`0600282097384	1,786	257,153
Machakos township chiefs office	Equity Bank	`0600281216140	7,191	677,027
Makaveti assistant chiefs office	Equity Bank	`0600281195192	660	660

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Makyau Primary School	Equity Bank	`0600280959511	950	950
Mbembani secondary school	Equity Bank	0600273598422	19,083	
Mbembani secondary school	Equity Bank	`060028258232		1,400
Mbembani Secondary School	Equity Bank	`0600282114074		999
Mbembani Secondary School	Equity Bank	0600281274423	43,983	43,983
Mbilini Assistant chiefs office	Equity Bank	`0600282404386	500,000	500,000
Mikono Primary School	Equity Bank	`0600281341653	1,000	1,000
Mulaani Primary School	Equity Bank	`0600280600714	1,675	1,675
Mumbuni girls high school	Equity Bank	`0600280936757	1,027,435	27,615
Mumbuni Primary School-Kalama	Equity Bank	`0600280325910	433	433
Mungala Primary School	Equity Bank	`0600282037033	1,400	1,400
Muthumo primary school	Equity Bank	`0600282121478	327,565	327,565
Muthumo Primary School	Equity Bank	`0600281313669	830	830
Mutituni primary school	Equity Bank	`0600282290173	1,400	500,000
Ngelani Primary School	Equity Bank	`0600281393479	575	575
Ngunyumu Primary School	Equity Bank	`0600281319450	6,720	6,720
Nzaini Primary School	Equity Bank	`0600282342308	2,399	750,000
S.A Mutituni High School	Equity Bank	`0600281128419	551	551
St Marys Primary School	Equity Bank	`0600282605034	13,465	13,465
St patrick Metuma sec school	Equity Bank	`0600281317512	567	300
Township Muslim primary school	Equity Bank	`0600281364730	925	925
Uiini Primary School	Equity Bank	`0600281213822	2,496	2,496
Vota division-ACC office	Equity Bank	`0600282162301	1,430	1,430
Vota Secondary School	Equity Bank	`0600281266973	550	550
Mbukuni Secondary School	KCB	1206123257	894	
Minyalala Primary School	KCB	1177960834	1,085	
Mua Farm Primary School	KCB	1114546585	1,090	

Machakos Town Constituency

National Government Constituencies Development Fund (NGCDF)

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Kanyongo Secondary School	KCB	1296526739	2,774	999,895
Makakoi Primary School	KCB	1171361289	665	
Keaa Secondary School	KCB	1292043776	395	395
Kombuni Primary School	KCB	1289565422	2,121	2,122
Makakoi Primary School	KCB	1287748783	400	400
Mwongoni Secondary School	KCB	1118722620	1,572	1,572
Mbuani Primary School	KCB	1292032804	3,965	16,250
Miwani Secondary School	KCB	1294526804	300,395	300,395
Ngomeni Secondary School	KCB	1297193784	1,363	
Miwongoni Primary School	KCB	12920443776	160	160
Kamuthanga Primary School	KCB	1109106114	792	
Kasaini Primary School	KCB	1202368875	-	
Kathese Primary School	KCB	1172373795	-	
Kavyuni Primary School	KCB	1199207632	1,404	
Kisueni Primary School	KCB	1206010215	2,319	
Kyangala Primary School	KCB	1199649791		
Machakos Primary School	KCB	1200472357	-	
Malooni Primary School	KCB	1226716547	-	
Miwongoni Secondary School	KCB	1118722620	1,572	
Abc Iveti Hills Secondary School	KCB	1116946610	1,001,810	2,000,940
Ivutini Primary School	KCB	1232705322	211	
Kitonyini Secondary School	KCB	1273190092	386	
Kyanguli Secondary School	KCB	1206144130	2,074	
Mang'auni Primary School	KCB	1273466357	77	
Mbukoni Primary School	KCB	1235082458	115	
Mumbuni Primary School	KCB	1294475266	9,802	9,802
Mutituni Division Acc Office	KCB	1294526804	882	2,000,000
Ngomeni Primary School	KCB	1297193784	2,395	750,000

*Machakos Town Constituency
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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Nzaini Secondary School	KCB	1294223984	1,343	1,595
Kalama Dcc Toilets	NATIONAL BANK	01520226441400	187	
Kikumbo Primary School	NATIONAL BANK	01520226124100	1,420	
Machakos Baptist Primary School	NATIONAL BANK	01520225597100	862	
Machakos County Commisioners Residence	NATIONAL BANK	01520225508700	362	
Mutituni Primary School	NATIONAL BANK	01520217186300	60	
Kithima Primary School	NATIONAL BANK	01520228778600	1,159	
Kivutini Primary School	NATIONAL BANK	01522225988300	38	
Kyandili Secondary School	SIDIAN BANK	01018030000480	280	
Machakos County Commisioners Office	SIDIAN BANK	010118150014530	678	
Ngunyumu Primary School	SIDIAN BANK	01018150014430	78	
St Francis Kavovi Primary School	SIDIAN BANK	01018030001486	333	
Kanyongo Secondary School	SIDIAN BANK	01018030000091	250	
Ikokani Secondary School	Co-operative Bank	01139748446800	closed	
Kaseveni Primary School	Co-operative Bank	01139277861501	14,443	
Kiatuni Secondary School	Co-operative Bank	01139550688100	9,505	
Kikumbo Secondary School	Co-operative Bank	01139033113802	73	
Kitonyini Primary School	Co-operative Bank	01139071992802	2,173	
Kyaani Primary School	Co-operative Bank	01139071152000	1,723	
Kyanzasu Primary School	Co-operative Bank	01139071979002	38,992	
Machakos School For the Deaf	Co-operative Bank	01139749601900	20	
Makyau Secondary School	Co-operative Bank	01139550771801	4,346	

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EMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Mikuini Secondary School	Co-operative Bank	01139033455201	17,921	
Mikuyu Primary School	Co-operative Bank	01139072686202	1,583	
Mua Farm Secondary School	Co-operative Bank	01139033226504	32,183	
Mutuyu Primary School	Co-operative Bank	01139072616702	1,090	
Mwanyani Primary School	Co-operative Bank	01139749051700	2,240	
Yakamete Primary School	Co-operative Bank	01139071251001	2,102	
Assistant County Commissioner Office (Kalama Division)	Co-operative Bank	01141748452500	4,503	
Ikokani Secondary School	Co-operative Bank	01139748446800	closed	
Kaseve Primary School	Co-operative Bank	01139277861504	50,755	
Kathaayoni Primary School	Co-operative Bank	01139071983501	1,880	
Katheka kai Primary School	Co-operative Bank	01139277683300	4,470	
Katamani Secondary School	Co-operative Bank	01139550731200	2,045	
Kikumbo Secondary School	Co-operative Bank	01139033113802	73	
Kivandini Primary School	Co-operative Bank	01139277667600	53,000	
Kivani primary school	Co-operative Bank	01139550178301	243	
Konza Primary School	Co-operative Bank	01139072685301	2,364	
Kwa Kitaa Primary School	Co-operative Bank	01139071978902	3,025	
Love Primary School	Co-operative Bank	01139071978802	2,618	
Machakos Secondary School for the deaf	Co-operative Bank	01141277291800	1,427	
Mbembani Primary school	Co-operative Bank	01139854760700	2,343	
Mbusyani Primary School	Co-operative Bank	01139071993002	585	
Mikuini Primary School	Co-operative Bank	01139277303700	3,527	
Mikuyu Primary School	Co-operative Bank	01139072686202	1,583	
Misakwani Primary School	Co-operative Bank	01139550701100	597	
Miwani Primary School	Co-operative Bank	01139072613701	235	
Mua Farm Secondary School	Co-operative Bank	01139033226504	32,184	
Muthini Primary School	Co-operative Bank	01139276088401	5,982	

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Mutuyu Secondary School	Co-operative Bank	`01139748038700	3,147	
St Johns Academy primary school	Co-operative Bank	`01117277269600	1,508	
Yakamete Primary School	Co-operative Bank	01139071251001	2,102	
Kaathi Primary School	Co-operative Bank	`01141655758701	20,551	500,000
Kanyongo Primary School	Co-operative Bank	`01139549892200	1,511	1,510
Kathianioni primary School	Co-operative Bank	`01141655795000	974	21,449
Kathianioni Primary School	Co-operative Bank	`01139072616501	33,891	33,891
Kiima kimwe primary school	Co-operative Bank	`01139071875702	1,953	1,952
Kimutwa Secondary School	Co-operative Bank	`01139655738700	41,550	90,149
Kola Primary School	Co-operative Bank	`01139655725000	1,436	749,040
Kyaani Assistant Chiefs Office	Co-operative Bank	`01141655695200	700,000	700,000
Kyanzasu Secondary School	Co-operative Bank	`01141277894000	975	998,975
Kyumba Primary School	Co-operative Bank	`01141071750000	91	42,225
Love Primary School	Co-operative Bank	`01141655754800	975	500,000
Love Primary School	Co-operative Bank	`01139071978802	2,618	2,618
Machakos Girls High School	Co-operative Bank	`01139072528601	129	1,000,213
Masaani Primary School	Co-operative Bank	`01141655745100	18,251	500,000
Misakwani Primary School	Co-operative Bank	`01141550701100	975	500,000
Miwani Primary School	Co-operative Bank	`01141655773600	18,394	748,975
Muthini Primary School	Co-operative Bank	`01139276088401	5,982	5,982
Muumandu primary school	Co-operative Bank	`01139550699000	8,898	8,898
St Johns Miaani Primary School	Co-operative Bank	`01141655741900	1,475	1,475
Kathianioni primary School	Co-operative Bank	`01141655795000	974	
Assistant County Commissioners Office Vota Division	Family Bank	073000039672	558	
Iluvya Primary School	Family Bank	073000033597	432	
Ivumbuni Primary School	Family Bank	073000039894	82	

Machakos Town Constituency
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PNC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Katelembo Boys Centre of Excellence Secondary School	Family Bank	`073000015500	5,989	
Kwa Kavoo Secondary School	Family Bank	073000030741	7,387	
Kwakatheke Primary School	Family Bank	073000029200	154	
Kyasila Secondary School	Family Bank	0730000188805	370,934	
Metuma Secondary School	Family Bank	073000019414	377	
Ngelani Primary School	Family Bank	`073000012890	-	
Kamweleni Primary School	Family Bank	`073000037079	892	
Katelembo C.O.E Sec School	Family Bank	`073000015500	5,989	
Kusyomuomo Primary School	Family Bank	`073000029113	1,458	
Kyambuko Primary School	Family Bank	`073000029304	2,601	
Kyasila Secondary school	Family Bank	0730000188805	370,934	
Mbevo Primary School	Family Bank	`073000036992	235	
Upper Kitanga Secondary School	Family Bank	`073000018008	445	
Assistant county commissioner office Kalama	Family Bank	`073000046982	120,106	724,950
Assistant Chief Kaseve Office	Family Bank	`073000047115	214	240
Kamuthanga Secondary School	Family Bank	`073000047434	411	497,150
Katanga Secondary School	Family Bank	`073000047018	377	398,860
Katumani Primary School	Family Bank	`073000013473	2,982	502,111
Kiima kimwe primary school	Family Bank	`073000046405	2,101	2,093
Kimutwa Chiefs office	Family Bank	`073000047297	82,581	89,181
Kimutwa Chiefs office	Family Bank	`073000047296	54,131	60,971
Kyaani Primary School	Family Bank	`073000047128	529	998,089
Kyangala/Kalama Sub-County Police Station	Family Bank	`073000046990	69	1,997,002
Kyasila Primary School	Family Bank	`073000047185	191	23,030
Kyemutheke AP Lines	Family Bank	`0730000046821	24,141	23,836
Kyemutheke Primary school	Family Bank	`073000047154	105	105
Machakos Baptist Primary School	Family Bank	`073000046806	38,594	38,594

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Machakos traffic unit offices	Family Bank	`073000045894	6,223	6,223
Manza Primary School	Family Bank	`073000046864	1,091	1,088
Masaani Girls Secondary School	Family Bank	`073000046451	150	1,000,000
Mbuani Primary School	Family Bank	`073000046826	330	500,000
Metuma Primary School	Family Bank	`073000047282	499	248,360
Mikuini Primary School	Family Bank	`073000047198	165	747,583
Mikuyu assistant chiefs office	Family Bank	`073000045971	80	80
ngelani locational chiefs	Family Bank	`073000047861	415	
kwa kavoo secondary school	Family Bank	`073000047440	693,168	
TOTAL			12,614,123	39,412,770

Annex 6: 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
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Unconfirmed ownership of motor vehicle-Vota Secondary School. The log book for Voat Secondary School valued at Ksh 7,162,250 was not provided for audit review. In circumstances, the ownership of the motor vehicle amounting to Ksh 7,162,250 could not be confirmed	The log book was not available due to an issue in registration of the bus. Hence re-registration had to be done again with NTSA leading to a delay in processing the log book.	Unresolved. Awaiting audit committee	December 2023
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Budgetary control and performance. Summary statement of appropriation reflects a final expenditure budget of Ksh 205,092,707 resulting in an under-expenditure of Ksh 25,253,311 or 11% of the budget. In circumstances the under-expenditure affected the implementation of the planned activities	The under-expenditure of 11% of the budget was due to pending payments of land acquisition projects due to lack of ownership details as well as pending acquisition of office assets.	Unresolved. Awaiting audit committee	Immediately
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Unsurrendered PMC balances. Annex 5 to the financial statement s reflects a balance of Ksh 39,412,270 in respect of funds held by various PMCs. However, the amount includes Ksh 1,209,890 relating to balances held by various PMCs	The unspent PMC balances were returned in the main constituency account in the F/Y 22-23	Unresolved. Awaiting audit committee	December 2023

**Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe
TOWN/2021/2022/(20)	<p>projects files revealed that the fund procured 4 fifty-one-seater buses to St Patrick Metuma, Vota, Kiteini and Kyeni secondary schools at a cost of Ksh 29,486,750. However, the procurements were not supported with the relevant documents including signed contracts, inspection and acceptance certificates and the professional opinion issued by head of supply chain management on procurements. In circumstances, the fund management was in breach of the law.</p>	for all projects	Awaiting audit committee	
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	<p>Delay in project implementation. review of the PIS report and field visits revealed the fund had two projects for construction of 4 classrooms at Kyasila secondary school, and construction of 3 classrooms at Mumbuni primary school. The projects which started in the months of July and December 2022 were still in-going at various stages of implementation. In the circumstances the residents of Machakos town constituency have not obtained value for money on the expenditure of Ksh 5,200,000 allocated to the two projects</p>	The office committed to allocate further funds to complete the on-going projects	Unresolved. Awaiting audit committee	December 2023

**Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Law on ethnic composition. Review of the staff establishment revealed that the funds 7 employees are all from the dominant ethnic community in the constituency. In circumstances the fund management was in breach of the law.	The office will employ staff from different ethnicities.	Unresolved. Awaiting audit committee	December 2023
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Lack of an approved procurement plan. The fund did not prepare an approved procurement plan for 2021/2022 that contains a detailed breakdown of goods and services of works required by the fund together with their estimated costs. In circumstances the fund management was in breach of the law.	The office will develop and implement procurement plan annually for the procurement of goods and services and works.	Unresolved. Awaiting audit committee	Immediately
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Lack of a licenced supplies practitioner. The audit review revealed that the fund did not have a licenced Supplies practitioner or alternatively engaged the services of licenced procurement agents. In circumstances the fund management was in breach of the law.	The office will ensure all professional opinions have the practising number of a licenced supplies practioner.	Unresolved. Awaiting audit committee	Immediately
OAG/LER/NGCDF/M-TOWN/2021/2022/ (20)	Failure to prepare bank reconciliation statements. No evidence was provide to confirm the bank reconciliation statements were submitted to the National Treasury and a	The office provide evidence that bank reconciliations were submitted to the national treasury before the 10 th day of each month The office will submit a copy of the monthly bank reconciliation to the office of the auditor general	Unresolved. Awaiting audit committee	Immediately

*Machakos Town Constituency
National Government Constituencies Development Fund (NGCDF)
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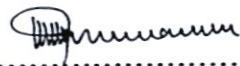
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe:
	accounts after the projects were completed but the same was not surrendered to the Fund main bank account. In circumstances the fund management was in breach of the law			
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Irregularities in Emergency Expenditure. The statement of receipts and payments as discloses in note 7 to financial statements reflects an amount of Ks 76,148,761 relating to other grants and transfers. Included in this amount is Ksh 12,180,000 expended on emergency projects. However the renovation of two classrooms at Kathianioni, construction of one classroom at Kyakitove and renovation of 3 classrooms at Mbuani Primary School each were initiated without correspondence from the beneficiary institutions on the nature of emergency. In circumstances the fund was in breach of the law.	Correspondences from the beneficiary institutions were provided.	Unresolved. Awaiting audit committee	Immediately
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Idle Security and Emergency projects. Audit inspection of a sample of projects revealed that emergency projects were completed but not put into use. In the circumstances, the residents of the constituency did not obtain value for money.	The office is in consultations with the relevant user departments to have the offices occupied.	Unresolved. Awaiting audit committee	December 2023
OAG/LER/NGCDF/M-	Unsupported procurement. Review of a selected sample of	The office will work with the sub-county procurement office to obtain professional opinion	Unresolved.	Immediately

Matukos Town Constituency

National Government Constituencies Development Fund (NGCDF)

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Reference No. on the external audit Report	Issue/ Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe
	copy to the Auditor-General as required under regulations 90(1) of the PFM(National Government) Regulations,2015 In circumstances the fund management was in breach of the law.			
OAG/LER/NGCDF/M-TOWN/2021/2022/(20)	Lack of audit committee and internal audit function. Review of internal controls and audit committee functions were not exercised during the year under review. No reports or committee minutes relating to the matter were provided for audit review. Further, it was observed that the last internal audit reports were for the period 2017-2020. In the circumstances, errors may be undetected and rectified in good time.	The fund management will write to the board to request the internal audit for the period.2020-2023.	Unresolved. Awaiting audit committee	Immediately



Nicholas N. Kimanzi
Fund Account Manager.