

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

OF

PARLIAMENT
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LIBRARY

THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY	
DATE:	02 AUG 2023
ON	WED
TABLED BY:	Hon Naomi Wago, mp Deputy Majority Whip
CLERK AT THE TABLE:	Finlay Muriuki

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
WEBUYE WEST CONSTITUENCY**

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



WEBUYE WEST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE 2022

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

Webuye West Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended 30 June, 2022

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I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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- 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 Webuye West Constituency NGCDF day-to-day management is under the following key organs:

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

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(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2022 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	George Shibanda
2.	Sub-County Accountant	Peter Sifuna Makanyanga
3.	Chairman NGCDFC	Peter Amutallah Nyongesa
4.	Member NGCDFC	Beneah Ngoya

(d) Fiduciary Oversight Arrangements

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

(e) Webuye west Constituency NGCDF Headquarters

P.O. Box 522
CDF Building/House/Plaza
Matisi Avenue/Road/Highway
Nairobi, KENYA

(f) Webuye west Constituency NGCDF Contacts

Telephone: (254) 704968749
E-mail: webuyewest: @NGCDF.go.ke
Website: www.go.ke

Webuye West Constituency

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(g) Webuye west Constituency NGCDF Bankers

Cooperative Bank (specify the constituency account banker details)

Branch

P.o Box 522

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

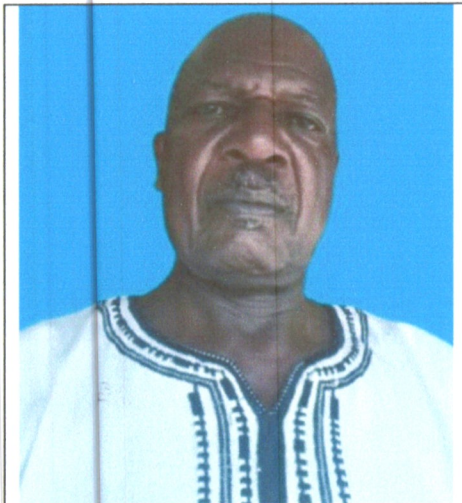
P.O. Box 40112

City Square 00200

Nairobi, Kenya

II. NG-CDFC Chairman's Report

(One to two pages)



Mr. Peter Wandera Amtalla

Chairman Webuye West NG-CDF

Forwarded is the financial statement and reports of Webuye west National Government Constituency Development Fund for the period ended 30th June 2022 as the expended budget for the financial year 2021/2022. The actual receipts from the NGCDF board for the year 2021/2022 was Kshs.129,088,879 against the annual budget (allocation) of Kshs.137,088,879. An additional Kshs.50,088,879 relating to the previous financial years was received in the year 2021/2022. By the closure of the financial year, a balance of Kshs. 19,511,812 of the allocated fund had not been spend as elaborated in the appropriation summary. (see graph on appropriation of the budget utilization). Nonetheless the absorption rate is quite impressive with a use rate of over 86.4% overall as indicated by the appropriation analysis summary.

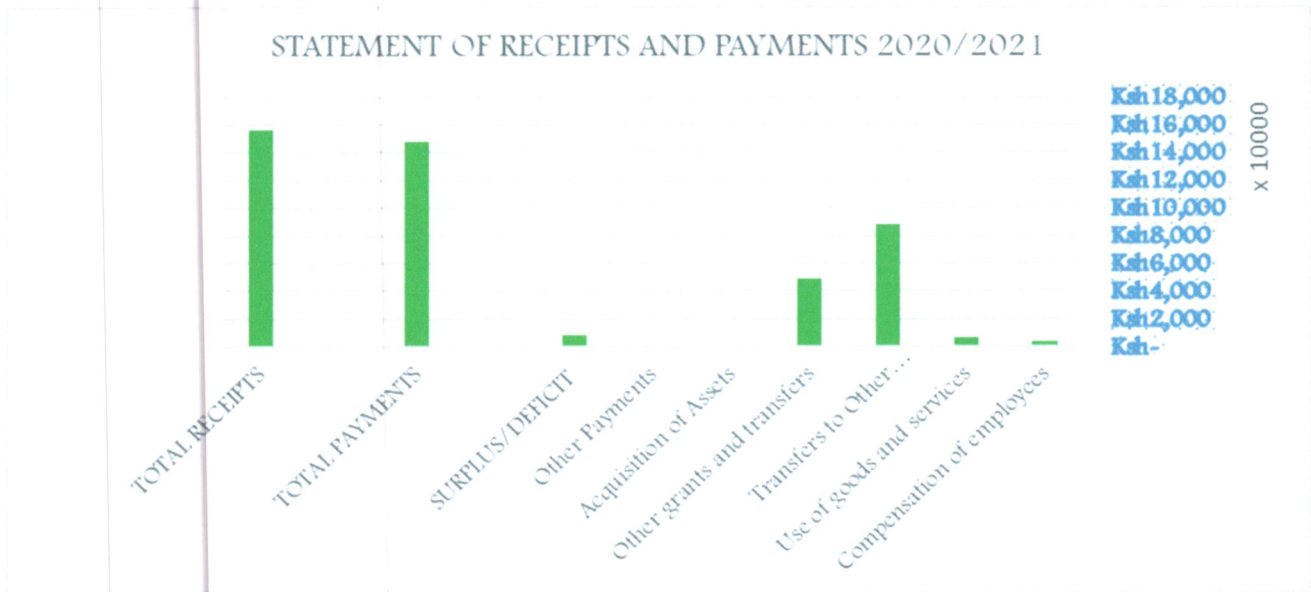
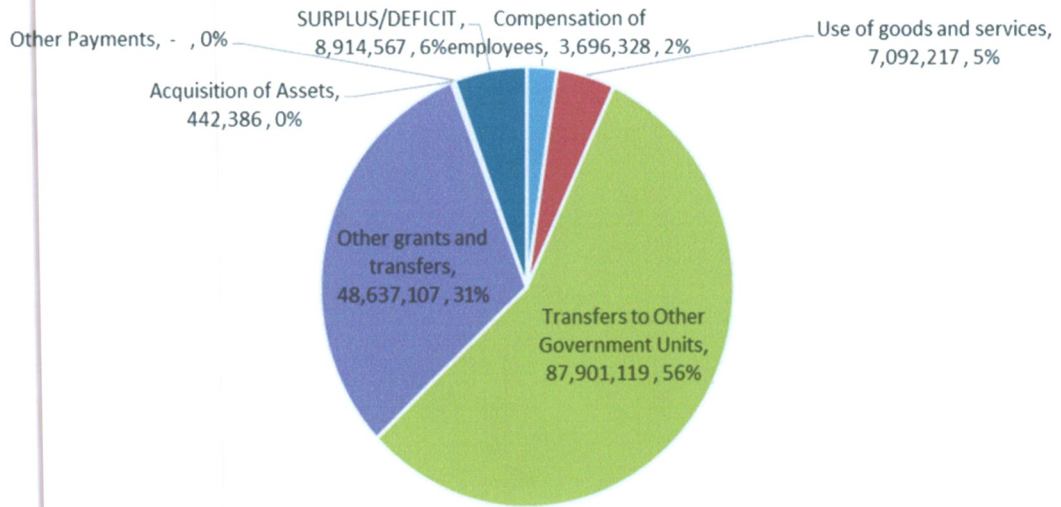


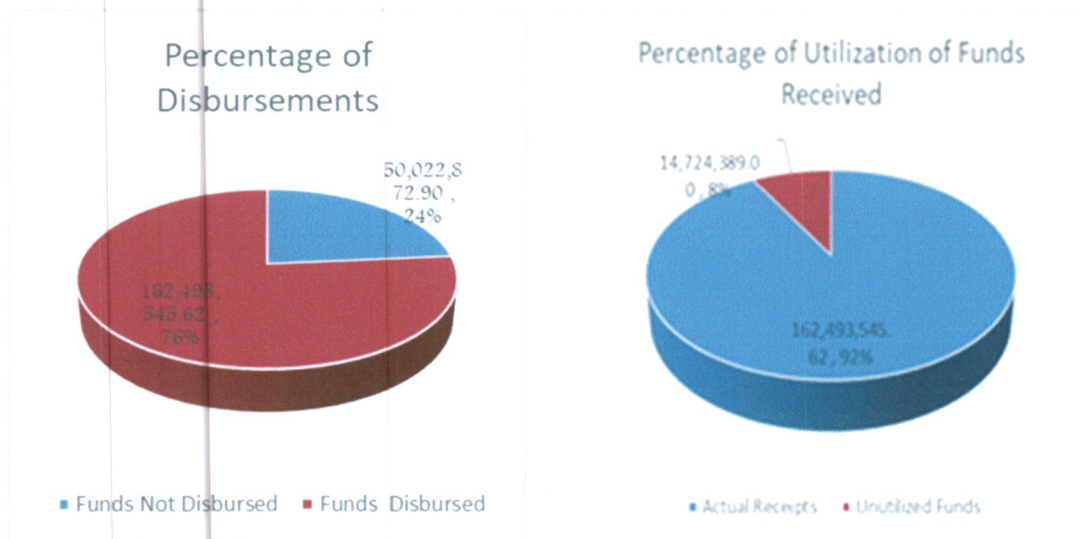
Chart 1. Statement of Receipt and Payments for the year 2021/2022

Webuye West NGCDF expenditure chart f/y 2020/2021



- Compensation of employees
- Use of goods and services
- Transfers to Other Government Units
- Other grants and transfers
- Acquisition of Assets
- Other Payments
- SURPLUS/DEFICIT

Chart 2: Webuye West NGCDF Disbursements from NGCDF Board and utilization at the constituency



Some of key achievements have been realised in the following areas.

BURSARY

Disbursement of bursaries have been done whereby key beneficiaries have been very needy and deserving students from vulnerable families the orphaned the sick, single parents families and the very old. In total ksh 32,000,000 was successfully disbursed during the year.

EMERGENCY

The NGCDF was able to adequately able emergencies by disbursing funds to unforeseen circumstances where dormitory was burned down at Bokoli High school. The dormitory was reconstructed and conducive learning environment was restored for the learners.

PROJECT IDENTIFICATION IN EDUCATION AND SECURITY

Due to proper stakeholder identification there was implementation and completion of on-going projects in education and security sectors record times. The coordination role of bringing all stakeholders on board in identification, prioritization, implementation, monitoring and usage of output is another delaying challenge as many stakeholders emerge every day with the latest being the county government. To bolster capacity of the office to smoothly see this mandate additional staffs have to be hired and this initiative has begun to bore fruits.

Despite a myriad of challenges, the NGCDF continue to be the most preferred devolved fund at the grass root level by the society due to its broadened and inclusive management style and the visible tangible results that have brought hope to many villages that not so long ago were living in despair and ravaging poverty.

The NGCDF board should improve in the disbursement speed so as to enable NGCDFCs utilize funds in time and also call upon all the stakeholders with interest in the management of NGCDF to develop a positive thinking approach towards NGCDF issues.



Picture-1 Lugulu day Secondary School Webuye West- Six classrooms storey block with ramp



PICTURE 2. Construction of 340 bed capacity dorm at Matulo Fr girls School in Webuye west Matulo ward Completed and in use providing enhanced learning environment.



PICTURE 3 : 3 Construction of 3 classrooms for 150 learners completed



PICTURE 4: The constituency carries out sports tournament in every ward where equipment are awarded to the winning teams.

CHALLENGES AND WAY FORWARD

During the financial year project implementation was affected by fluctuating prices as a result of effects of covid -19. PMC and general public is still having low awareness levels which is affecting project implementation.

The NGCDF will plan for more capacity building trainings for the PMC and NGCDF committees. The Public works can incorporate contingencies to carter for price fluctuations.

A handwritten signature in black ink, appearing to read 'Peter Amutallah Nyongesa', is written over a dotted line.

Name Peter Amutallah Nyongesa
CHAIRMAN NGCDF COMMITTEE

III. Statement Of Performance Against Predetermined Objectives for FY2021/22

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 Webuye West Constituency 2018-2022 plan are to:

- a) To increase and equip learning institutions with adequate instructional materials
- b) To raise literacy levels equitably for both males and females.
- c) To sensitize the community on the proper use of available resources.
- d) To sensitise the community and build their capacity to monitor and evaluate projects.

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	Increase transition rates from primary to secondary schools by 35% in 7 years (5% per year) in both private & public schools	Increased number of streams per class in each secondary school	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions	In FY 21/22 -we increased number of classrooms, by 39 new classes in primary school one storey block dormitory at matulo secondary school
Sports	Empower and develop youth and special groups to harness talent and empower the economically	Have a yearly calendar of various sporting activities	-number of sporting activities done annually	In FY 21/22 -we carried out four sporting events one in each ward
Security	Enhance capacity of provincial administration and other	Have a modern Chiefs and assistant chiefs office in each	-number of chiefs and assistant chiefs	In the FY 21/22 we constructed one chiefs office at Khalumuli sublocation

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Constituency Program	Objective	Outcome	Indicator	Performance
	security organs in order to improve service delivery	location and sub location	offices constructed	
Emergency	To cater for urgent and unforeseen occurrences in the constituency.	Reconstruct educational and government institutions which are destroyed by occurrence of natural disasters.	-number of facilities affected and reconstructed using emergency kitty	In the financial year 21/22 the constituency reroofed classrooms at Webuye SA Primary School and Bokoli Secondary School

IV. Environmental and Sustainability Reporting

Webuye west NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

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

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

- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

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

2. Environmental performance

- The NG-CDF supports students to carry out environmental conservation activities in all schools having NG_CDF projects
- The NG-CDF carries out sensitization on impact of drugs by construction and training all stakeholders involved in implementation of projects funded under the programme.

3. Employee welfare

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

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

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

4. Market place practices-

Webuye west NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and 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.

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

Public Awareness

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

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



.....
Name George Shibanda

FAM

V.Statement of Management Responsibilities

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

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

The Accounting Officer in charge of the NGCDF-Webuye west Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Webuye west 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 Webuye west 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

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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- Webuye west Constituency financial statements were approved and signed by the Accounting Officer on 12-6- 2023.



.....
Name: Peter Amutallah Nyongesa
Chairman – NGCDF Committee

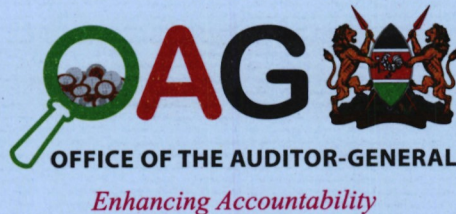


.....
Name: George Shibanda
Fund Account Manager

VI. Report Of the Independent Auditors On The NGCDF- Webuye West Constituency

REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
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HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

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

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

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Webuye West Constituency set out on pages 1 to

42, which comprise of the statement of assets and liabilities as at 30 June, 2022, 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, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Webuye West Constituency as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012, and the National Government Constituencies Development Fund Act, 2015.

Basis for Opinion

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects receipts budget and actual on comparable basis of Kshs.201,852,147 and Kshs.193,852,147 respectively, resulting to under-funding of Kshs.8,000,000 or 4% of the budget. Similarly, the statements reflects actual expenditure of Kshs.174,340,335 against approved budget of Kshs.201,852,147 resulting to under-performance of Kshs.27,511,812 or 14% of the budget.

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

2. Unresolved Prior Year Audit Matters

In the audit report of the previous year, a paragraph was raised under the Report on Financial Statements. The Management has not resolved the issue nor given any

explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

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 matter 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

Delay in Project Implementation

Analysis of the Projects Implementation Status of National Government Constituencies Development Fund - Webuye West Constituency revealed that the Fund had planned to implement of thirty-seven (37) projects with the budget of Kshs.91,750,674. However, review of the expenditure returns revealed that twenty-six (26) or 70% of the projects valued at Kshs.71,090,101 had been completed while eleven (11) or 30% of the projects valued at Kshs.20,660,573 were still on-going.

In the circumstances, value for money was not obtained from the eleven (11) incomplete projects.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standard requires 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease its operations.

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

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

Those charged with Governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities,

- 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.


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

18 July, 2023

financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

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

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


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the appropriate 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 as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain services.

VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022

	Note	2021 – 2022	2020- 2021
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	179,127,758	156,667,724
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	16,000
Total Receipts		179,127,758	156,683,724
Payments			
Compensation Of Employees	4	5,275,176	3,696,328
Use Of Goods and Services	5	8,012,202	7,092,217
Transfers To Other Government Units	6	94,442,673	87,901,119
Other Grants and Transfers	7	66,610,284	48,637,107
Acquisition Of Assets	8	-	442,386
Other Payments	9	-	-
Total Payments		174,340,335	147,769,157
Surplus/(Deficit)		4,787,423	8,914,567

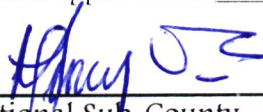
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved on 12-6- 2023 and signed by:



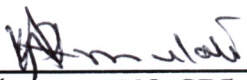
 Fund Account Manager

Name: George Shibanda



 National Sub-County
 Accountant

Name: Peter Sifuna
 Makanyanga
 ICPAK M/No:



 Chairman NG-CDF
 Committee

Name: Peter Amutallah
 Nyongesa

VIII.Statement of Assets and Liabilities As At 30th June 2022

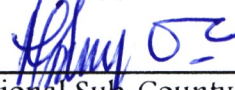
	Note	2021-2022	2020-2021
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	19,511,812	14,724,389
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		19,511,812	14,724,389
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		19,511,812	14,724,389
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		<u>19,511,812</u>	<u>14,724,389</u>
Represented By			
Fund Balance B/Fwd	13	14,724,389	5,809,822
Prior Year Adjustments	14	-	-
Surplus/Deficit for The Year		4,787,423	8,914,567
Net Financial Position		<u>19,511,812</u>	<u>14,724,389</u>

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

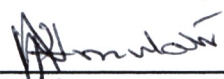
The Constituency financial statements were approved on _____ 2023 and signed by:



 Fund Account Manager



 National Sub-County
 Accountant



 Chairman NG-CDF
 Committee

Name:George Shibanda

Name:Peter Sifuna
 Makanyanga
 ICPAK M/No:

Name:Peter Amutallah
 Nyongesa

IX . Statement of Cash Flows for the Year Ended 30th June 2022

	Notes	2021-2022	2020-2021
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	179,127,758	156,667,724
Other Receipts	3	-	16,000
Total Receipts		179,127,758	156,683,724
Payments			
Compensation Of Employees	4	5,275,176	3,696,328
Use Of Goods and Services	5	8,012,202	7,092,217
Transfers To Other Government Units	6	94,442,673	87,901,119
Other Grants and Transfers	7	66,610,284	48,637,107
Other Payments	9	-	-
Total Payments		174,340,335	147,326,771
Total Receipts Less Total Payments		4,787,423	9,356,953
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	-	-
Prior Year Adjustments	14	-	-
Net Cash Flow from Operating Activities		4,787,423	9,356,953
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	-	442,386
Net Cash Flows from Investing Activities		-	(442,386)
Net Increase In Cash And Cash Equivalent		4,787,423	8,914,567
Cash & Cash Equivalent At Start Of The Year	10	14,724,389	5,809,822
Cash & Cash Equivalent At End Of The Year	10	19,511,812	14,724,389

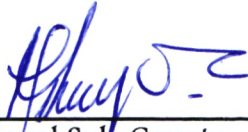
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved on 12-6-2023 and signed by:



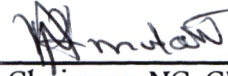
Fund Account Manager

Name: **George Shibanda**



National Sub-County
Accountant

Name: **Peter Sifuna**
Makanyanga
ICPAK M/No:



Chairman NG-CDF
Committee

Name: **Peter Amutallah**
Nyongesa

IX. Summary Statement of Appropriation for the Year Ended 30th June 2022

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
		a	b				
	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2021/2022	30/06/2022		
Receipts		Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	137,088,879	14,724,389	50,038,879	201,852,147	193,852,147	8,000,000	96.0%
Proceeds From Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	-	0.0%
Totals	137,088,879	14,724,389	50,038,879	201,852,147	193,852,147	8,000,000	96.0%
Payments							
Compensation Of Employees	4,325,796	2,100,560	-	6,426,356	5,275,176	1,151,180	82.1%
Use Of Goods and Services	8,012,202	-	-	8,012,202	8,012,202	-	100.0%
Transfers To Other Government Units	74,092,675	9,350,000	13,000,000	95,942,675	94,442,673	2,000,002	97.9%
Other Grants and Transfers	49,658,206	3,247,829	37,038,879	89,944,914	66,610,284	23,334,630	74.1%
Funds Pending Approval**	1,000,000	26,000	-	1,026,000	-	1,026,000	0.0%
Totals	137,088,879	14,724,389	50,038,879	201,852,147	174,340,335	27,511,812	86.4%



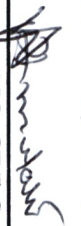
**Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.
Explanatory Notes.

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]

(b) below is a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)
 Changes between original and final budget as a result of outstanding undisbursed funds from the board added to this year allocation
 Compensation of employees has utilization of 82.1% due to balances brought forward for previous years
 Other grants had utilization of 74.1% due to late disbursement received in June which could not be utilized by 30 June 2022

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	27,511,812
Less undisbursed funds receivable from the Board as at 30 th June 2022	8,000,000
	19,511,812
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/2022	19,511,812

The Constituency financial statements were approved on 12-6-2023 and signed by:

		
<u>Fund Account Manager</u>	<u>National Sub-County Accountant</u>	<u>Chairman NG-CDF Committee</u>
Name: George Shibanda	Name: Peter Sifuna Makanyanga	Name: Peter Amutallah Nyongesa
ICPAK M/No:		

X. Budget Execution by Sectors and Projects for the Year Ended 30th June 2022

Programme/Sub-programme	Original Budget		Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilisation (f=d/c %)
	2021/2022	Kshs	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
		Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
1.0 Administration And Recurrent								
1.1 Compensation Of Employees	4,325,796		2,100,560	-	6,426,356	5,275,176	1,151,180	82%
1.2 Committee Allowances	1,169,955		-	-	1,169,955	1,169,955	-	100%
1.3 Use Of Goods And Services	2,729,581		-	-	2,729,581	2,729,581	-	100%
Total	8,225,332		2,100,560	-	10,325,892	9,174,712	1,151,180	89%
2.0 Monitoring And Evaluation								
2.1 Capacity Building	1,000,000		-	-	1,000,000	1,000,000	-	100%
2.2 Committee Allowances	600,000		-	-	600,000	600,000	-	100%
2.3 Use Of Goods And Services	2,512,666		-	-	2,512,666	2,512,666	-	100%
Total	4,112,666		-	-	4,112,666	4,112,666	-	100%
3.0 Emergency								
3.1 Primary Schools								
3.1.1 Webuye Sa Primary School	2,000,000		-	-	2,000,000	2,000,000	-	100%
3.1.2 Chengoli Primary School	155,000		-	-	155,000	155,000	-	100%

3.1.3 Mungakha Primary School	-	998,236		998,236	998,236	-	100%
3.1.4 misikhu Re Primary School	-	-	2,262,300	2,262,300	2,262,300	-	100%
3.2 Secondary Schools		-	-	-	-	-	-
3.2.1 Freinds School Bokoli	800,000	-	-	800,000	800,000	-	100%
3.2.2 Miendo Freinds Secondary School	-	-	2,200,000	2,200,000	2,200,000	-	100%
3.2.3 Freinds Secondary School Mangana	-	-	1,300,000	1,300,000	1300000	-	100%
3.3 Tertiary Institutions	-	-	-	-	-	-	-
3.4 Security Projects	-	-	-	-	-	-	-
3.5 Unutilised	4,237,207		129,907	4,367,114		4,367,114	0%
Total	7,192,207	998,236	5,892,207	14,082,650	9,715,536	4,367,114	69%
4.0 Bursary And Social Security							
4.1 Secondary Schools	16,000,000		11,494,329	27,494,329	23,145,580	4,348,749	84%
4.2 Tertiary Institutions	16,000,000	2,200,592	19,152,343	37,352,935	23,954,600	13,398,335	64%
4.3 Social Security	-	-	-	-	-	-	-
4.4 Special Needs	-	-	-	-	-	-	-
Total	32,000,000	2,200,592	30,646,672	64,847,264	47,100,180	17,747,084	73%
5.0 Sports	500,000	49,000	500,000	1,049,000	549,000	500,000	52%
5.1							
Total	500,000	49,000	500,000	1,049,000	549,000	500,000	52%

6.0 Environment	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
7.0 Primary Schools Projects	-	-	-	-	-	-	-	-	-
7.1 Bituyu Primary School	200,000	-	-	-	200,000	200,000	-	-	100%
7.2 Bunangeni Primary School	150,000	-	-	-	150,000	150,000	-	-	100%
7.3 Kakimanyi Primary School	4,000,000	-	-	-	4,000,000	4,000,000	-	-	100%
7.4 Khalumuli Primary School	859,240	-	-	-	859,240	859,240	-	-	100%
7.5 Kuywa Primary School	1,000,000	-	-	-	1,000,000	1,000,000	-	-	100%
7.6 Lukhuna SA Primary School	4,000,000	-	-	-	4,000,000	4,000,000	-	-	100%
7.7 Lutaso RC Primary School	4,000,000	-	-	-	4,000,000	4,000,000	-	-	100%
7.8 Milo Primary School	4,000,000	-	-	-	4,000,000	4,000,000	-	-	100%
7.9 Nambalayi DEB Primary School	4,000,000	-	-	-	4,000,000	3,000,000	1,000,000	-	75%
7.10 Ndurusia PEFA Primary School	200,000	-	-	-	200,000	200,000	-	-	100%
7.11 Sawa PCU Primary School	2,500,000	-	-	-	2,500,000	2,500,000	-	-	100%
7.12 Sikimbilo RC Primary School	8,000,000	-	-	-	8,000,000	8,000,000	-	-	100%
7.13 Sirisia Bok Primary School	4,000,000	-	-	-	4,000,000	4,000,000	-	-	100%
7.14 Webuye DEB Primary School	4,000,000	-	-	-	4,000,000	4,000,000	-	-	100%
7.15 Chebini Primary School	300,000	-	-	-	300,000	300,000	-	-	100%
7.16 Wamangoli Gbf Primary School	4,000,000	-	-	-	4,000,000	3,000,000	1,000,000	-	75%
7.17 Chengoli Primary School	1,604,639	-	-	-	1,604,639	1,604,639	-	-	100%
7.18 Mattisi Primary School	7,839,450	-	-	-	7,839,450	7,839,450	-	-	100%
7.19 Mwembula Primary School	5,200,000	-	-	-	5,200,000	5,200,000	-	-	100%

7.20 Misikhu RC Primary School	-	7,500,000	-	7500000	7,500,000	-	100%
7.21 Manani RC Primary School	-	350,000	-	350000	350000	-	100%
7.22 Webuye SA primary school	-	-	500,000	500,000	500,000	-	100%
Total	59,853,329	7,850,000	500,000	68,203,329	68,203,329	2,000,000	97%
8.0 Secondary Schools Projects	-	-	-	-	-	-	-
8.1 Milo Friends Girls Secondary School	1,100,000	-	-	1,100,000	1,100,000.	-	100%
8.2 Moyokwe Secondary School	300,000.	-	-	300,000	300,000	-	100%
8.3 Sitikho Secondary School	400,000	-	-	400,000	400,000	-	100%
8.4 Chebosi Girls Secondary School	981,078	-	-	981,078	981077.6	-	100%
8.5 Lugulu Friends Secondary School	2,005,445	-	-	2,005,445	2005445	-	100%
8.6 Matulo Girls Secondary School	8,999,901	-	12,500,000	21,499,901	21499901	-	100%
8.7 Sirende ACK Secondary School	452,922	-	-	452,922	452922	-	100%
Total	14,239,346	-	12,500,000	26,739,346	26,739,346	-	100%
9.0 Tertiary Institutions Projects	-	-	-	-	-	-	-
9.1 Webuye West Tti	-	1,500,000	-	1,500,000	1,500,000	-	100%
Total	-	1,500,000	-	1,500,000	1,500,000	-	100%
10.0 Security Projects	-	-	-	-	-	-	-
10.1 Khalumuli Assistant Chief Office	4,000,000	-	-	4,000,000	4,000,000	-	100%
10.2 Matisi Police Post	1,310,573	-	-	1,310,573	590142	720,431	45%
10.3 Miendo Chiefs Office	4,000,000	-	-	4,000,000	4000000	-	100%

10.4 Miendo Chiefs Office	655,426	-	-	655,426	655,426	-	100%
Total	9,965,999	-	-	9,965,999	9,245,568	720,431	93%
11.0 Acquisition Of Assets	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
12.0 Other Payments	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-
13.0 Unallocated Fund	-	-	-	-	-	-	-
Unapproved Projects (Webuye West Tti)	1,000,000	-	-	1,000,000	1,000,000	0	0%
Aia	-	26,000	-	26,000	26,000	0	0%
Pmc Savings	-	-	-	-	-	-	-
	1,000,000	26,000	-	1,026,000	1,026,000	0	0.0%
Total	137,088,879	14,724,388	50,038,879	201,852,146	174,340,337	27,511,809	86%

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

XI. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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.

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

Significant Accounting Policies continued

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 30 June 2021 for the period 1st July 2021 to 30th June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

14. Errors

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

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

15. Related Party Transactions

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

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
B104517		15,000,000
B096879		250,000
B104692		19,000,000
A823746		31,017,724
B124694		9,000,000
B119683		8,500,000
B119722		12,000,000
B128316		6,900,000
B132076		6,000,000
B132396		6,000,000
B126038		12,000,000
B126330		7,000,000
B105125		11,000,000
B140769		13,000,000
B105327	33,100,000	
B140824	4,350,000	
B105675	44,000,000	
B105960	22,000,000	
B128737	6,000,000	
B163899	12,000,000	
B154243	12,000,000	
B154461	18,000,000	
B155514	15,088,879	
A888516	12,588,879	
Totals	179,127,758	156,667,724

Notes To the Financial Statements (Continued)

2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	16,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	16,000

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,357,535	3,313,040
Personal allowances paid as part of salary		
House Allowance	-	-
Basic wages of casual labour		3,000
Transport Allowance	-	-
Leave allowance	-	4,000
Gratuity to contractual employees	1,799,561	258,208

Employer Contributions Compulsory national social security schemes	118,080	118,080
Total	5,275,176	3,696,328

Notes To the Financial Statements (Continued)

5. Use Of Goods and Services

	2021-2022	2020-2021
	Kshs	Kshs
Utilities, supplies and services	-	15,961.00
Electricity	-	24,390.00
Water & sewerage charges	312,088.00	66,330.00
Office rent		-
Communication, supplies and services	-	39,450.00
Domestic travel and subsistence allowance	855,777.00	449,400.00
Printing, advertising and information supplies & services	-	283,940.00
Training expenses	-	225,000.00
Hospitality supplies and services	-	-
Other committee expenses	1,310,000.00	3,410,424.00
Committee allowance	1,325,000.00	312,500.00
Insurance costs	172,654.00	-
Specialised materials and services		-
Office and general supplies and services	934,914.00	133,660.00
Field training attachment	50,000.00	
Office and general supplies and services: sanitary and cleaning material	41,334.00	-
Fuel , oil & lubricants	1,650,000.00	1,350,000.00
Other operating expenses	-	347,003.00
Bank service commission and charges	-	33,971.00
Routine maintenance - vehicles and other transport equipment	893,835.00	328,188.00
Routine maintenance- other assets	-	72,000.00
Advertising awareness and publicity campaigns	230,000.00	-
Routine maintenance - maintenance of office furniture	95,000.00	-
Routine maintenance - Maintenance of civil works	81,600.00	-
Hire of transport	30,000.00	-
Hire of training facilities and equipment	30,000.00	-
TOTAL	8,012,202.00	7,092,217.00

Notes To the Financial Statements (Continued)

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	66,203,328	46,208,413
Transfers To Secondary Schools (See Attached List)	26,739,345	41,692,706
Transfers To Tertiary Institutions (See Attached List)	1,500,000	-
Total	94,442,673	87,901,119

7. Other Grants and Other transfers

	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	23,145,580	22,549,107
Bursary – tertiary institutions (see attached list)	23,954,600	11,287,000
Security projects (see attached list)	9,245,568	3,900,000
Sports projects (see attached list)	549,000	451,000
Environment projects (see attached list)	-	450,000
Emergency projects (see attached list)	9,715,536	10,000,000
Total	66,610,284	48,637,107

8. Acquisition Of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	442,386.00
Acquisition of Land	-	-
Total	-	442,386.00

Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
<i>Cooperative Bank-Account No.01120534809500</i>	19,511,812	14,724,389
Total	19,511,812	14,724,389
10 B: Cash on Hand		
Location 1	-	-
Other Locations	-	-
Total	-	-

11: Outstanding Imprests

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer</i>	dd/mm/yy	-	-	-
<i>Total</i>		-	-	-

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

Notes to the Financial Statement Continued

12A. Retention

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

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	1,799,561	-
Gratuity paid during the Year (C)	1,799,561	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	14,724,389	5,809,822
Cash in hand	-	-
Imprest	-	-
Total	14,724,389	5,809,822

Notes To the Financial Statements (Continued)

14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

** The adjusted balances are not carried down on the face of the financial statement.
(Entity to provide disclosure on the adjusted amounts)

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022	2020-2021
	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	-	-
Changes in Account Receivables E= D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	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	-	-
Changes in Accounts Payable E= D-E	-	-

Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

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

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	1,151,180	2,100,560
Use of goods and services		
Amounts due to other Government entities (see attached list)	2,000,000	21,850,000
Amounts due to other grants and other transfers (see attached list)	17,747,084	32,847,264
Acquisition of assets		
Others	5,587,545	7,439,443
Funds pending approval	1,026,000	526,000
Total	27,511,809	64,763,267

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	60,752,688	62,180,683
Total	60,752,688	62,180,683

Annexes
Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Comments
	a	b	c	d=a-c	
Construction of buildings	-	-	-	-	-
1.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Construction of civil works	-	-	-	-	-
1.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Supply of goods	-	-	-	-	-
1.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Supply of services	-	-	-	-	-
1.	-	-	-	-	-
Sub-Total	-	-	-	-	-
Grand Total	-	-	-	-	-

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2022	Comments
NG-CDFC Staff				
1.				
Sub-Total				
Grand Total				

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees	Employees compensation	1,151,180	2,100,560	
Use of goods & services				
Amounts due to other Government entities				
Wamangoli Primary School	Construction of three classrooms	1,000,000		
Nambalayi Primary School	Construction of three classrooms	1,000,000		
Matulo Girls Secondary School	Construction of dormitory block		12,500,000	
Manani Primary School	Construction of six classrooms		350,000	
Misikhu Rc Primary School	Purchase of school bus		7,500,000	
Webuye West Thi	Erection of chainlink fence		1,500,000	
Sub-Total		2,000,000	21,850,000	
Amounts due to other grants and other transfers				
Bursary Tertiary Institution	Education Bursary schemes for awards of bursaries to needy and deserving students in tertiary and university	13,398,335	21,352,935	
Bursary Secondary Institution	Education Bursary schemes for awards of bursaries to needy and deserving students in secondary school	4,348,749	11,494,329	
Sub-Total		17,747,084	32,847,264	
Acquisition of assets				

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Others (<i>specify</i>)				
Sports Projects	Sports activity in the constituency	500,000	549,000	
emmergency	To cater for unforeseen occurrences in the constituency	4,367,114	5,892,207	
Mungakha primary school	Purchase of school land		998,236	
Security Projects	Construction of administration block at matisi police post	720,431		
Sub-Total		5,587,545	7,439,443	
Funds pending approval				
Webuye SA primary school	Fabrication of school desk		500,000	
Webuye west TTI	Erection of chainlink fence	1,000,000		
AIA		26,000	26,000	
Subtotal		1,026,000	526,000	
Grand Total		27,511,809	64,763,267	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	1,500,000			1,500,000
Buildings and structures	26,874,719			26,874,719
Transport equipment	4,616,600			4,616,600
Office equipment, furniture and fittings	1,383,691			1,383,691
ICT Equipment, Software and Other ICT Assets	382,600			382,600
Purchase of computers, printers and other IT equipment	103,000			103,000
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	34,860,610			34,860,610

Annex 5 –PMC Bank Balances As At 30 June 2022

Financial year	PMC	Bank	Account number	Date opened	Bank Balance 2021/22	Bank Balance 2020/21
2021-2022	Cheng'oli Primary School	1139609374500	Cooperative Bank of Kenya	10-6-2014	151,188	3,222,986
2021-2022	Khalumuli Primary School	1139610425400	Cooperative Bank of Kenya	16-6-2015	236,157	1,151,972
2021-2022	Mwembula Primary School	1141745829200	Cooperative Bank of Kenya	24-6-2020	5,359,687	2,995,777
2021-2022	Matisi Primary	1141745979200	Cooperative Bank of Kenya	25-1-2021	5,265,721	1,871,846
2021-2022	Miendo Fr Secondary School	1139049437902	Cooperative Bank of Kenya	1-6-2015	27,631	7,538,511
2021-2022	Iutaso primary	1141745683700	Cooperative Bank of Kenya	4-2-2022	947,256	-
2021-2022	Matulo Girls Secondary School	1139011798501	Cooperative Bank of Kenya	18-6-2014	2,045,442	14,360,299
2021-2022	Lugulu Friends Secondary School	1141745829300	Cooperative Bank of Kenya	24-6-2020	362	538,872
2021-2022	Sirende Ack Secondary School	1141470430700	Cooperative Bank of Kenya	14-2-2014	185,350	7,259,332
2021-2022	Miendo Chiefs Office	1141610837400	Cooperative Bank of Kenya	25-1-2016	14,137	2,066,513
2021-2022	Miendo Chiefs Office	1141745855200	Cooperative Bank of Kenya	9-5-2022	3,998,975	-
2021-2022	Chebini Pefa Primary School	1139049487903	Cooperative Bank of Kenya	24-6-2014	305,103	100,580
2021-2022	Kuywa Primary School	1139609438900	Cooperative Bank of Kenya	15-6-2014	4,165	4,645
2021-2022	Moyokwe Primary School	1139049943103	Cooperative Bank of Kenya	25-6-2015	1,287	-
2021-2022	nambarni secondary school	1139610053600	Cooperative Bank of Kenya	14-1-2015	637	1,116
2021-2022	S.A Chebosi Girls Secondary	1139745103900	Cooperative Bank of Kenya	29-5-2018	256,416	257,016

Financial year	PMC	Bank	Account number	Date opened	Bank Balance 2021/22	Bank Balance 2020/21
2021-2022	Khalumuli Assistant Chiefs	1141745756600	Cooperative Bank of Kenya	9-4-2020	3,999,670	150
2021-2022	Lukhuna Primary School	1139609838400	Cooperative Bank of Kenya	10-10-2014	4,044,169	44,649
2021-2022	Sitikho Secondary School	1139610440200	Cooperative Bank of Kenya	21-6-2015	38,172	39,132
2021-2022	Kakimanyi Primary School	1139610893900	Cooperative Bank of Kenya	25-2-2016	2,391,037	21,511
2021-2022	Sirisia Bok Primary School	1139610214700	Cooperative Bank of Kenya	13-3-2015	1,273,128	452
2021-2022	Webuye Deb Primary School	1133630553	Commercial Bank Kenya	13-3-2015		
2021-2022	Nambalayi Deb Primary School	1139610043200	Cooperative Bank of Kenya	12-1-2015	3,054,257	54,736
2021-2022	Ndurusia Peta Primary School	1139610005300	Cooperative Bank of Kenya	29-12-2014	61,516	51,315
2021-2022	Sikimbilo Primary School	1139049306302	Cooperative Bank of Kenya	21-2-2016	8,000,593	1,072
2021-2022	Milo Girls Secondary School	1139534780500	Cooperative Bank of Kenya	24-2-2014	1,100,121	601
2021-2022	Milo Primary School	1139744329600	Cooperative Bank of Kenya	24-11-2016	2,599,546	11,722
2021-2022	Mungakh Primary School	1141470690800	Cooperative Bank of Kenya	24-6-2014	998,650	893
2021-2022	Wamang'oli Primary School	1139610119500	Cooperative Bank of Kenya	2-2-2014	3,000,051	530
2020/2021	Mahanga Primary School	1139744496600	Cooperative Bank of Kenya	11-6-2019	1,643,716	1,644,196
2020/2021	Manani Rc Primary School	1139745204600	Cooperative Bank of Kenya	20-9-2018	312,193	92,672
2020/2021	Kuywa Primary School	1139744542800	Cooperative Bank of Kenya	13-3-2017	1,001,793	2,525,962

Financial year	PMC	Bank	Account number	Date opened	Bank Balance 2021/22	Bank Balance 2020/21
2020/2021	Sirende Primary	1139609459200	Cooperative Bank of Kenya	1-7-2014	2,584	742,739
2020/2021	Malaha Primary School	1141745869000	Cooperative Bank of Kenya	10-9-2020	252,920	3,164,790
2020/2021	Khalala Primary School	1139049258601	Cooperative Bank of Kenya	26-6-2014	58,666	2,701,712
2020/2021	Webuye Deb Secondary School	1139744179200	Cooperative Bank of Kenya	15-9-2015	1,753	2,232
2020/2021	Misikhu Friends Boys High School	1139610079900	Cooperative Bank of Kenya	21-1-2015	419,038	419,518
2020/2021	St Marys Bokoli Secondary School	1139610453100	Cooperative Bank of Kenya	30-6-2015	588,715	2,090,322
2020/2021	Freinds Secondary School Khalumuli	1139411908600	Cooperative Bank of Kenya	27-12-2014	716	1,023,723
2020/2021	Bokoli Chiefs Office	1141744456400	Cooperative Bank of Kenya	31-1-2017	118	59,601
2020/2021	Township Chiefs Office Webuye	1141610166100	Cooperative Bank of Kenya	23-2-2015	7,947	8,906
2019/2020	Bukunjangabo Primary School	1141050356500	Cooperative Bank of Kenya	19-8-2019	9,683	10,163
2019/2020	Bunjosi Fym Primary School	1139745433400	Cooperative Bank of Kenya	13-6-2019	467,043	875,751
2019/2020	Makhonge Primary	1139609397401	Cooperative Bank of Kenya	24-8-2015	304,699	305,178
2019/2020	Maloho Primary School	1139745435300	Cooperative Bank of Kenya	18-6-2019	171,751	649,006
2019/2020	Matulo Rc Primary	1139534687400	Cooperative Bank of Kenya	20-2-2014	8,427	8,906
2019/2020	Misikhu Rc Primary School	1139610281100	Cooperative Bank of Kenya	9-4-2015	802	22,381
2019/2020	Ngach Primary School	1139340257800	Cooperative Bank of Kenya	20-9-2010	39,276	72,116
2019/2020	Sawa Pcu Primary School	1141049189500	Cooperative Bank of Kenya	27-7-2016	2,473,743	2,172

Financial year	PMC	Bank	Account number	Date opened	Bank Balance 2021/22	Bank Balance 2020/21
2019/2020	Yalusi Primary School	1139744686900	Cooperative Bank of Kenya	29-8-2017	5,842	345,902
2019/2020	St Anthony School For The Deaf	1139744588700	Cooperative Bank of Kenya	27-3-2017	37,014	118,893
2019/2020	Bunangeni Primary School	1139744103300	Cooperative Bank of Kenya	1-8-2016	213,364	173,843
2019/2020	Bokoli Fym Primary School	1139609458100	Cooperative Bank of Kenya	1-7-2014	722	1,201
2019/2020	Sambu Pefa Primary School	1139610544100	Cooperative Bank of Kenya	18-8-2015	3,309	3,788
2019/2020	Bunjosi Secondary School	1139610078800	Cooperative Bank of Kenya	20-1-2015	939	1,418
2019/2020	Webuye DEB secondary school	1139744179200	Cooperative Bank of Kenya	15-9-2016	1,753	2,232
2018/2019	Webuye Sa Primary School	1141609399900	Cooperative Bank of Kenya	24-6-2014	2,500,261	740
2018/2019	Bukholi Police Post	1141744032200	Cooperative Bank of Kenya	17-6-2016	1,826	2,310
2018/2019	Brendagirls Secondary School Misikhu	1139610618100	Cooperative Bank of Kenya	16-9-2015	7,605	1,169,487
2018/2019	Ngwelo Secondary School	1139058700201	Cooperative Bank of Kenya	22-7-2015	183,049	183,528
2018/2019	Webuye Muslim Primary School	1139610841200	Cooperative Bank of Kenya	26-1-2016	20,156	385,007
2017/2018	Bituyu Primary School	1139610847800	Cooperative Bank of Kenya	1-2-2016	168,793	19,173
2017/2018	Bokoli Boys Secondary	1139050291602	Cooperative Bank of Kenya	12-09-2009	58,419	1,175,884
2017/2018	Lugulu Day Secondary School	1139609483301	Cooperative Bank of Kenya	15-1-2015	334	334
2017/2018	Sa Chebosi Girls Secondary School	1139435082302	Cooperative Bank of Kenya	21-9-2012	15,454	16,054
2016/2017	Kituni High School	1139609457100	Cooperative Bank of Kenya	30-6-2014	5,133	5,613

Financial year	PMC	Bank	Account number	Date opened	Bank Balance 2021/22	Bank Balance 2020/21
2016/2017	Matisi Primary	1136588973	Kenya Commercial Bank	30-6-2015		
2016/2017	Matulo Fym Primary	1127630806	Kenya Commercial Bank	30-4-2017		
2016/2017	Milani Primary School	1139610297500	Cooperative Bank of Kenya	14-4-2015	1,289	21,766
2016/2017	Namawanga Primary School	1139744105200	Cooperative Bank of Kenya	2-8-2016	118	598
2016/2017	Namawanga Secondary School	1139049922102	Cooperative Bank of Kenya	6-2-2015	12	492
2016/2017	Namawanga Secondary School	1139049922103	Cooperative Bank of Kenya	26-6-2015	183	183
2016/2017	Sirende Assistant Chief	1141610425000	Cooperative Bank of Kenya	16-6-2015	36,033	89,581
2016/2017	Sirisia Bok Secondary School	1139744565100	Cooperative Bank of Kenya	21-3-2017	2,093	2,573
2016/2017	Sitkho Primary School	1139610440200	Cooperative Bank of Kenya	23-6-2015	38,172	-
2016/2017	Wenyila Primary School	1115773240	Kenya Commercial Bank	24-6-2016		-
2015/2016	Ben Kapten Primary School	1139610275600	Cooperative Bank of Kenya	8-4-2015	1,436	1,916
2015/2016	Bunjosi Dispensary	1141610835900	Cooperative Bank of Kenya	25-1-2016	70,433	70,913
2015/2016	Chebosi Sa Secondary School	1139049922501	Cooperative Bank of Kenya	14-6-2014	757	1,237
2015/2016	Chebosi Boys Secondary School	1139049922502	Cooperative Bank of Kenya	24-12-2014	199	149,679
2015/2016	Kuywa Secondary School	1139050997502	Cooperative Bank of Kenya	12-11-2008	41,989	72,309

Financial year	PMC	Bank	Account number	Date opened	Bank Balance 2021/22	Bank Balance 2020/21
2015/2016	Mahanga Dispensary	1141610094100	Cooperative Bank of Kenya	3-4-2012	983	1,463
2015/2016	Mahanga Secondary School	1139340224800	Cooperative Bank of Kenya	3-4-2015	1,872	2,352
2015/2016	Mangana Pry School		Cooperative Bank of Kenya		-	-
2015/2016	Matili Technical Training Institute	1141610835900	Cooperative Bank of Kenya	25-1-2016	-	-
2015/2016	Matulo Dispensary	1141411179001	Cooperative Bank of Kenya	1-6-2014	113,521	113,521
2015/2016	Milani Friends Secondary School	1139610079300	Cooperative Bank of Kenya	20-1-2015	469	
2015/2016	Township Chiefs Office Webuye	1141610166100	Cooperative Bank of Kenya	23-2-2015	7,947	-
2015/2016	Mukite Primary School	1139050359601	Cooperative Bank of Kenya	16-3-2015	6,093	6,573
2015/2016	Nambami Primary School	1139610464200	Cooperative Bank of Kenya	7-6-2015	4,325	4,804
2015/2016	Nambami Secondary School	1139610053600	Cooperative Bank of Kenya	14-1-2015	637	
2015/2016	Sirisia Bok Primary School	113941190800	Cooperative Bank of Kenya	14-1-2015		-
2014/2015	Bokoli Technical Institute	1139609029200	Cooperative Bank of Kenya	15-3-2014	1,268	1,747
2014/2015	Bunang'eni Secondary School	1139534724300	Cooperative Bank of Kenya	21-2-2014	1,635	2,114
2014/2015	Kituni Dispensary	1141534746300	Cooperative Bank of Kenya	4-11-2013	-	3
2014/2015	Namilimo Primary School	1139050147801	Cooperative Bank of Kenya	27-2-2014	3,954	4,433
2014/2015	St Annes Maloho Pri School	1139609010700	Cooperative Bank of Kenya	14-3-2014	658	1,138
2014/2015	St Thomas Misikhu Rc Primary Sh	1139011798802	Cooperative Bank of Kenya	14-11-2008	62,289	2,768

Financial year	PMC	Bank	Account number	Date opened	Bank Balance 2021/22	Bank Balance 2020/21
2014/2015	Yalusi Secondary School	1139609061401	Cooperative Bank of Kenya	20-6-2014	4,360	4,839
TOTAL					60,752,687.88	62,180,683

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: (Put a date when you expect the issue to be resolved)
REPORT ON THE FINANCIAL STATEMENTS				
Other Matter				
	<p>Budgetary Control and Performance</p> <p>The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis totalling to Kshs.192,678,212 and Kshs.123,060,490 respectively, resulting to an underfunding amounting to Kshs. 69,617,722 or 36% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling to Kshs.192,678,212 and Kshs.117,250,668 respectively, resulting to under expenditure of Kshs.75,427,544 or 39% of the budget.</p> <p>The underfunding and under performance affected the planned activities and may have impacted negatively on the delivery of services to the residents of Webuye West Constituency.</p>	<p>The fund experienced delays in the disbursement of the authority to incur expenditure (A.I.E) this majorly contributed to the performance</p> <p>Resolved all funds have been disbursed to the constituency</p>	30th June 2022	
REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES				
Basis for Conclusion				
1	<p>Fixed and Moveable Assets not Insured</p> <p>The summary of fixed asset register at Annex 3 reflects fixed assets valued at Kshs.34,469,698 which</p>	<p>The NGCDF Webuye West is liaising with the NGCDF board to have</p> <p>The insurance process has been started</p>		30 th June 2022

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2	<p>have not been insured. This is contrary to Section 36(3) of the National Government Constituencies Development Fund Act, 2015 which stipulates that all fixed and movable assets, including equipment bought under this Act for use by the Constituency Committee shall be the property of the Board and shall be insured in the name of the Board. Although Management has indicated that budgetary allocation for the insurance of the fixed assets has been included in the 2020/2021 budget, no evidence was provided to support this explanation.</p> <p>In the circumstances, the Fund Management was in breach of the law</p> <p>Delay in Implementation of Projects</p> <p>The Fund's Project Implementation Status report as at 30 June, 2020 shows that nine (9) projects with estimated cost of Kshs.119,063,269 were still ongoing as at 30 June, 2020. Out of the nine (9) ongoing projects, six (6) were scheduled to be completed in June, 2021 and two (2) in June, 2022. However, one (1) project with estimated cost of Kshs:4,600,000, which ought to have been completed by June, 2020 was still ongoing as at the time of audit, February, 2021.</p> <p>Further, eleven (11) projects estimated to cost a total of Kshs.12,850,000 which commenced during the financial years 2013/2014 to 2018/2019 and which ought to have been completed between June, 2015 and June, 2020 were still ongoing as at June, 2020.</p>	<p>the property insured since its registered in the name of the board.</p>		

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Consequently, failure to implement and complete projects within the stipulated period impacted negatively on service delivery to the residents of the Webuye West Constituency.			
REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND OVERALL GOVERNANCE				
Basis for Conclusion				
	<p>Weaknesses in Internal Control over Accounting Records</p> <p>Review of the Fund's annual expenditure returns showed a number of transactions totalling Kshs.71,712,850.124 which were charged to wrong project or item code casting doubt on whether the Fund had checks and balances to ensure accuracy and reliability of accounting records.</p> <p>Consequently, the information in the annual expenditure returns may be misleading.</p>	The NGCDF- Webuye West is liaising with the NGDF board to have the assets insured		



George Shibnada

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Fund Account Manager.