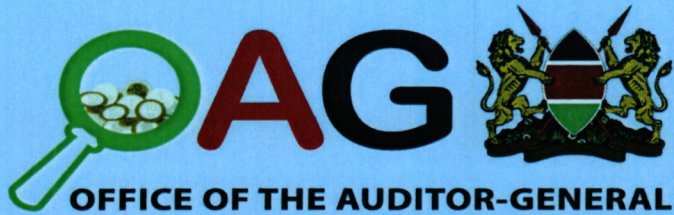


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THE NATIONAL ASSEMBLY	
REPORT	
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THE AUDITOR-GENERAL

ON

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

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



NJORO CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Wesley Kibet Ngeno
2.	Sub-County Accountant	Beatrice W Ndungu
3.	Chairman NGCDFC	John Ndungú Njoroge
4.	Member NGCDFC	Rose Kellong

(d) Fiduciary Oversight Arrangements

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

P.O. Box 531-20107
DCC HQ
Njoro, Sub County
KENYA

(f) NjoroConstituency NGCDF Contacts

Telephone: (254) 721-206070

E-mail: cdfNjoro@ngcdf.go.ke

Website: www.cdf.go.ke

(g) NjoroConstituency NGCDF Bankers

Equity Bank

West Side Mall Branch

P.O. Box 4399-20100

Nakuru, Kenya

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

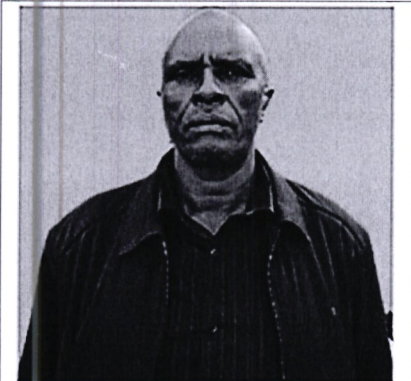
Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

II. NG-CDFC CHAIRMAN'S REPORT



**Mr. John Njoroge, NG-CDF
Chairman- Njoro**

The Njoro National Government Constituency Development Fund in the 2020-2021 financial years had a total receipt of Kshs. 166,992,625 which is inclusive of balance brought forward from the financial year 2019/2020. During the financial year 2020/2021 Ksh131,450,376 was spent thus leaving a balance of Kshs. 35,542,250 unspent. The undisbursed fund from the board for this financial year is *Ksh.45,088,879*. Our utilization budget was at 62%. The NG-CDFC has been able to give bursary to at least five thousand students in secondary and tertiary institutions. The fund also was disbursed to various development works in the constituency in the education and security sector. Here in is a budget execution summary.

The committee ensures that all the development projects are to completion and those that are incomplete are given priority in funding. Some of the projects implemented in the year are shown below.

We look forward to better performance in the next financial year 2021/2022



Mutarakwa Secondary School-Construction of 2 classrooms



Ndege Secondary School- Construction of 2 classrooms



Mukungugu Primary School- Construction of 2 classrooms and Installation of a 10,000 ltr water tank



Tarakuet Secondary School- Construction of a Kitchen

Signature

CHAIRMAN NGCDF COMMITTEE

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of *Njoro Constituency 2018-2022* plan are to:

- a) To ensure basic medical care, quality education, roads and infrastructure, youth and women access to clean water and safety for the most vulnerable residents in Njoro Constituency
- b) To foster interconnected and economically vibrant communities in which residents have the tools and opportunities necessary for jobs and careers that lead to economic self-sufficiency
- c) To facilitate a vibrant economy where residents have the tools and opportunities necessary for jobs and careers that lead to economic self-sufficiency
- d) To help increase basic and secondary school completion cycles by liaising with school's administration to identify most vulnerable and deserving bursary cases whilst improving institutions physical infrastructure

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	-To increase basic and secondary school completion cycles by liaising with school's administration to identify most vulnerable and deserving bursary cases whilst improving institutions physical infrastructure	Increased enrolment in primary and secondary schools and improved infrastructure in institutions	-Number of usable physical infrastructure build in primary, secondary institutions	In FY 20/21 -we increased number of classrooms from 30 that was implemented in the previous year to 43, and some were equipped with desks and lockers, 3completed laboratories, 1 administration blocks
Security	-To support security agencies for better service delivery through infrastructure development	-Reduced number of crime rates in the constituency - Improved physical security	-Number of security infrastructure constructed	In the FY 2020/2021 the NG-CDFC completed 2 chiefs office and ensured they are

Njoro Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

		infrastructure i.e. National Police Service and National Government Administration offices (DCC, ACC, Chiefs)		connected to Electricity
Environment	-To enhance sustainable environmental management -To increase forest cover and enhance agro-forestry at household level	-Enhanced water harvesting, programs in institutions	-Number of water tanks installed in education institutions	- In the financial year 2020/2021 27 schools benefitted with 10,000 litres water tanks for tapping rain water for school consumption.
Sports	-To engage the youths on sport activities to promote talent, peace and unity	- United youths on matters of development. Improved talents in sport activities	-Number of youths engage in sport activities -new number of sports talents within the constituency	In the financial year 2020/2021 teams drawn across Njoro Constituencies held tournaments and winning teams awarded with trophies. also, the teams benefitted with balls and sport uniforms

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Njoro 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 Njoro NG CDF, the committee funds the following key sectors with the following sustainable priorities.

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

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

2. Environmental performance

NGCDF– Njoro Constituency environmental programs are guided by an environmental policy. In the financial year 2019/2020 and 2020/2021 the NG-CDFC allocated Kshs. 2,700,000 and Kshs. 1,300,000 respectively for various environmental activities in different learning institutions within the constituency. The NG-CDFC has successfully conducted environmental projects over the years. They have employed various strategies to mitigate shortcomings that come along with these projects. For instance, the NG-CDFC made an analysis on the impact of environment projects which have been implemented over the past years and resolved to plan on implementing more of water harvesting projects in learning institutions since it has proven to have a big impact compared to other projects implemented in the previous financial years. On matters managing the biodiversity differences the NG-CDFC have ensured that the government legislations on environment are

followed, they have also educated the residents of Njoro Constituency on environment matters and have promoted conservation of nature. The NG-CDFC also has embraced a policy on waste management by ensuring reduction on waste, reuse and recycling. Thus, ensuring that all the projects implemented causes no harm to the environment.

3. Employee welfare

We invest in providing the best working environment for our employees. NJORO 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. NJORO 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-

Njoro NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Njoro 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 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.

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

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government 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-Njoro 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, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Njoro 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, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-NJORO 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.

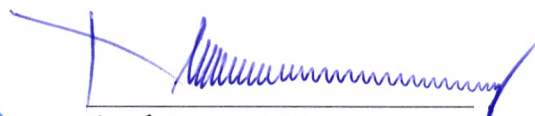
The Accounting Officer in charge of the NGCDFNjoro Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the 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-Njoro Constituency financial statements were approved and signed by the Accounting Officer on 30 Sep 2021.



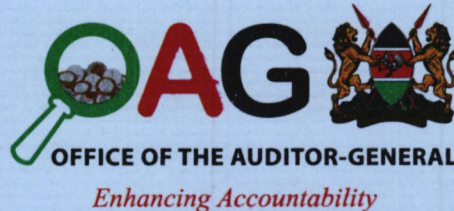
Chairman NGCDF Committee
Name: John Njoroge



Fund Account Manager
Name: Wesley Kibet

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NJORO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal control, 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-Njoro Constituency set out on pages 15 to 54, which

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

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

Basis for Qualified Opinion

1. Errors in Presentation and Disclosure in the Financial Statement

The financial statements submitted for audit had the following inconsistencies:

- i. The statement of cash flows is not titled.
- ii. In the statement of cash flows, the current year is indicated as 2019/2020 and the comparative year 2018/2019 instead of 2020/2021 and the comparative 2019/2020.

In the circumstances, the presentation and disclosure of the financial statements did not comply with the prescribed format by the Public Sector Accounting Standards Board.

2. Understatement of Sports Projects

The statement of receipts and payments reflects Kshs.51,662,633 in respect of other grants and transfers as detailed in Note 7 to the financial statements. Included in the amount is Kshs.1,373,677 in respect of sports projects which was paid to Njoro Sports Welfare for purchase of sports kits amounting to Kshs.1,969,740. However, the Fund only recognized an expenditure of Kshs.1,373,677 leading to understatement of Kshs.596,063.

In the circumstances, the accuracy and completeness of the other grants and transfers expenditure of Kshs.596,063 could not be confirmed.

3. Unsupported Transfer of Funds to Projects

The statement of receipts and payments reflects an expenditure of Kshs.68,900,000 and Kshs.51,662,633 in respect of transfers to other government units and other grants and

transfers respectively. Out of this amount, Kshs.77,342,050 was transferred to various projects as detailed in the table below

No.	Description	Amount Transferred (Kshs.)
1	Transfers to Primary Schools	44,200,000
2	Transfers to Secondary Schools	24,700,000
3	Security Projects	300,000
4	Environment Projects	2,700,000
5	Emergency Projects	5,442,050
	Total	77,342,050

However, review of the approval and disbursement process revealed that the conditions for disbursement of funds to the Project Management Committee bank accounts were not met before the funds were released contrary to Regulation 15 of the National Government Constituencies Development Fund Regulations, 2016. The unfulfilled conditions include: appointment of Project Management Committee (PMC), preparation of the requisite budgets and bills of quantities for approval by the Constituency committee, approval to open PMC bank account and properly prepared project work plan.

In the circumstances, accuracy and completeness of the transfers of Kshs.77,342,050 could not be confirmed.

4. Unsupported Bursaries

The statement of receipts and payments reflects other grants and transfers of Kshs.51,622,633 as disclosed in Note 7 to the financial statements. However, bursary payments amounting to Kshs.28,588,324 were not supported by a list of applicants, approved list of beneficiaries per school, student's name and admission numbers, amounts disbursed, Constituency Development Fund Committee minutes stating the process of identification and selection of the beneficiaries.

In the circumstances, the accuracy, completeness and validity of the other grants and transfers of Kshs.28,588,324 could not be confirmed.

5. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.35,542,250 while the cash book reflects a balance of Kshs.252,000 resulting to unreconciled difference of Ksh.35,290,250. In addition, a board of survey certificate reflected the cash book balance as Kshs.22,542,249 whereas the bank certificate reflects a balance of Kshs.57,636,028 resulting to unreconciled difference of Kshs.35,093,779.

In the circumstances, the accuracy, completeness and existence of the cash and cash equivalents balance of Kshs.35,542,250 could not be confirmed.

6. Land and Office Buildings without Title Documents

The summary of fixed assets register in Annex 4 to the financial statements reflects fixed assets balance of Kshs.25,239,000 as at 30 June, 2021. However, buildings and structures owned by the Fund with a carrying value of Kshs.17,500,000 were excluded in the balance. Further, a parcel of land on which the building is located is not owned by the National Government Constituencies Development Fund- Njoro Constituency. Further, no trust deed documents or memorandum confirming the ownership arrangement were provided for audit review.

In the circumstances, the accuracy and completeness of fixed assets balance of Kshs.25,239,000 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 - Njoro Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.212,081,504 and Kshs.166,992,625 respectively resulting to an underfunding amounting to Kshs.45,088,879 (or 21%) of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totaling Kshs.212,081,504 and Kshs.131,450,376 respectively resulting to an under expenditure amounting to Kshs.80,631,129 (or 38%) of the budget.

The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

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

Absence of Staff Establishment and Scheme of Service

Examination of personnel records, revealed that the Fund did not have in place, an approved scheme of service for its staff which defines job categories by profession, qualifications and experience, career progression and conditions of progression.

In the absence of the scheme of service, it was not possible to ascertain how recruitment and promotion of staff is conducted.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal 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 overall governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and 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 Fund's policies and procedures may deteriorate.


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

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

- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu CBS
AUDITOR-GENERAL

Nairobi

02 September, 2022

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


VII. STATEMENT OF RECEIPTS AND PAYMENTS


	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	128,640,876
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	232,000	-
TOTAL RECEIPTS		161,599,724	128,640,876
PAYMENTS			
Compensation of employees	4	3,122,460	3,122,460
Use of goods and services	5	7,765,282	6,445,072
Transfers to Other Government Units	6	68,900,000	95,400,000
Other grants and transfers	7	51,662,633	23,978,411
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		131,450,376	128,945,943
SURPLUS/DEFICIT		30,149,349	(305,067)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Njoro Constituency financial statements were approved on 30 Sep 2021 and signed by:


Fund Account Manager
Name: Wesley Kibet




National Sub-County Accountant
Name: Beatrice w Ndungu
ICPAK M/No: 24627


Chairman NG-CDF Committee
Name: John Njoro Ndungu

VIII. STATEMENT OF ASSETS AND LIABILITIES


	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	35,542,250	5,392,901
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		35,542,250	5,392,901
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		35,542,250	5,392,901
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL ASSETS		35,542,250	5,392,901
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	5,392,901	2,775,851
Prior year adjustments	16	-	2,922,117
Surplus/Deficit for the year		30,149,349	(305,067)
NET FINANCIAL POSITION		35,542,250	5,392,901

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Njoro Constituency financial statements were approved on 30 SEP 2021 and signed by:


Fund Account Manager

Name: Wesley Kibet




National Sub-County Accountant

Name: Beatrice w Ndungu
ICPAK M/No: 24627


Chairman NG-CDF Committee

Name: John NjorogeNdungu

IX. STATEMENT OF CASH FLOW

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


		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	128,640,876
Other Receipts	3	232,000	-
		161,599,724	128,640,876
Payments for operating activities			
Compensation of Employees	4	3,122,460	3,122,460
Use of goods and services	5	7,765,282	6,445,072
Transfers to Other Government Units	6	68,900,000	95,400,000
Other grants and transfers	7	51,662,633	23,978,411
Other Payments	9	-	-
		131,450,376	128,945,943
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		30,149,349	(305,067)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		30,149,349	(305,067)
Cash and cash equivalent at BEGINNING of the year	10A	5,392,901	2,775,851
Cash and cash equivalent at END of the year		35,542,250	2,470,784

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Njoro Constituency financial statements were approved on 30 SEP 2021 and signed by:


Fund Account Manager

Name: Wesley Kibet




National Sub-County Accountant

Name: Beatrice w Ndungu
ICPAK M/No: 24627


Chairman NG-CDF Committee

Name: John Njoroge Ndungu

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

X. SUMMARY STATEMENT OF APPROPRIATION

Receipt/Expense Item	Original Budget	Adjustments		Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation	
	a	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS								
Transfers from NG-CDF Board	137,088,879	5,392,901	69,367,724	211,849,504	166,760,625	45,088,879	79%	
Proceeds from Sale of Assets	-	-	-	0	-	-	0%	
Other Receipts	-	232,000.00	-	232,000	232,000	-	100%	
TOTAL RECEIPTS	137,088,879	5,624,901	69,367,724	212,081,504	166,992,625	45,088,879	79%	
PAYMENTS								
Compensation of Employees	3,132,600	21,779	1,800,000	4,954,379	3,122,460	1,831,919	63%	
Use of goods and services	5,614,072	137,746	1,017,102	6,768,920	7,765,282	(996,362)	115%	
Transfers to Other Government Units	68,850,000	1,300,000	25,200,000	95,350,000	68,900,000	26,450,000	72%	
Other grants and transfers	57,092,207	3,700,105	41,350,622	102,142,934	51,662,633	50,480,301	51%	
Acquisition of Assets	-	19,271	-	19,271	-	19,271	0%	
Other Payments	2,400,000	100,000	-	2,500,000	-	2,500,000	0%	
Fund pending approval	-	346,000	-	346,000	-	346,000	0%	
TOTAL	137,088,879	5,624,901	69,367,724	212,081,504	131,450,376	80,631,129	62%	

Njoro Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

I. Transfers from the NG-CDF Board

The constituency did not receive all the allocations hence could not translate to 100%. Within the financial year 2020/2021 some of the receipts related to the financial year 2019/2020.in the financial year under review 21% remained unutilized.

II. Compensation of employees

The utilization was at 63% hence leaving 37% remained unutilized. Ksh.1,800,000 was for the financial year 2019/2020.ksh.1,831,919 remained unutilized.

III. Use of goods and services

The utilization was at 115% since more activities were undertaken under the year of review

IV. Transfers to Other Government Units

The utilization was at 72%. The total budget was Ksh.95,350,000 out of which ksh.26,500,000 related to the financial year 2019/2020. Ksh.26,450,000 remained unutilized.

V. Other grants and transfers

The utilization was at 51%. The total budget was Kshs.102,142,934out of which ksh.45,050,727 related to the financial year 2019/2020. Kshs. 50,480,301remained unutilized.

VI. Other Payments


The utilization was at 0%. The total budget was ksh. 2,500,000 out of which ksh.100,000 related to balance that remained in previous financial years. The reason why there was no utilization is because the funds had not been released from the board

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	80,631,129
Less undisbursed funds receivable from the Board as at 30th June 2021	45,088,879
	35,542,250
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 202021	35,542,250

The NGCDF-Njoro Constituency financial statements were approved on 30 Sep 2021 and signed by:


Fund Account Manager

Name: Wesley Kibet


National Sub-County Accountant

Name: Beatrice w Ndungu
ICPAK M/No:24627


Chairman NG-CDF Committee

Name: John NjorogeNdungu



X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget 2020/2021 Kshs	Adjustments		Final Budget 2020/2021 Kshs	Actual on comparable basis 44377 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,132,600	21,779	1,800,000	4,954,379	3,122,460	1,831,919
1.2 Committee allowances	1,348,000	17,644	100,000	1,465,644	1,834,000	-368,356
1.3 Use of goods and services	1,166,072	21,166	288,266	1,475,504	2,149,709	-674,205
Sub Total	5,646,672	60,589	2,188,266	7,895,527	7,106,169	789,358
2.0 Monitoring and evaluation						
2.1 Capacity building	1,000,000		321,032	1,321,032	1,087,000	234,032
2.2 Committee allowances	1,100,000	3,563	0	1,103,563	1,701,400	-597,837
2.3 Use of goods and services	1,000,000	95,374	307,804	1,403,178	993,173	410,005
Sub Total	3,100,000	98,937	628,836	3,827,773	3,781,573	46,200
3.0 Emergency						0
3.1 Primary Schools And secondary	7,192,207	56,568	4,398,241	11,647,016	5,442,050	6,204,966
Sub Total	7,192,207	56,568	4,398,241	11,647,016	5,442,050	6,204,966
4.0 Bursary and Social Security						0
4.1 Primary Schools						0
4.2 Secondary Schools	12,000,000	1,281		12,001,281	10,075,030	1,926,251
4.3 Tertiary Institutions	33,000,000	4,437	32,578,703	65,583,140	31,771,876	33,811,264
4.4 Universities				0		0
4.5 Social Security				0		0
Sub Total	45,000,000	5,718	32,578,703	77,584,421	41,846,906	35,737,515
5.0 Sports						0
5.1. Sports	2,000,000		1,373,677	3,373,677	1,373,677	2,000,000

Sub Total	2,000,000	0	1,373,677	3,373,677	1,373,677	2,000,000
6.0 Environment						
6.1.0 Analat Primary School			100,000	100,000	100,000	0
6.1.1 Mau Narok Primary School			100,000	100,000	100,000	0
6.1.2 Chebitet Primary School			100,000	100,000	100,000	0
6.1.3 Taita Primary School			100,000	100,000	100,000	0
6.1.4 Kaptich Primary School			100,000	100,000	100,000	0
6.1.5 Kamungei Primary School			100,000	100,000	100,000	0
6.1.6 Kiriri Primary School			100,000	100,000	100,000	0
6.1.7 Tritagoi Primary School			100,000	100,000	100,000	0
6.1.8 Sigor Primary School			100,000	100,000	100,000	0
6.1.9 Bagaria Primary School			100,000	100,000	100,000	0
6.2.0 Nessuit Primary School			100,000	100,000	100,000	0
6.2.1 Sigaon Primary School			100,000	100,000	100,000	0
6.2.2 Messipei Primary School			100,000	100,000	100,000	0
6.2.3 Kalukiat Primary School			100,000	100,000	100,000	0
6.2.4 Ogiek Primary School			100,000	100,000	100,000	0
6.2.5 Amani Primary School			100,000	100,000	100,000	0
6.2.6 Mutiame Primary School			100,000	100,000	100,000	0
6.2.7 Kariaini Primary School			100,000	100,000	100,000	0
6.2.8 Mutamaiyo Primary School			100,000	100,000	100,000	0
6.2.9 Njuguini Primary School			100,000	100,000	100,000	0
6.3.0 Subuku Primary School			100,000	100,000	100,000	0
6.3.1 Mwigito Primary School			100,000	100,000	100,000	0
6.3.2 Mukungugu Njoro Primary School			100,000	100,000	100,000	0
6.3.3 Fiave Primary School			100,000	100,000	100,000	0
6.3.4 Njoro Township Primary School			100,000	100,000	100,000	0
6.3.5 Mutarakwa Secondary School			100,000	100,000	100,000	0
6.3.6 Ndege Secondary School			100,000	100,000	100,000	0
6.3.7 Mwenyere Primary School		0		0		0
6.3.8 Amani Secondary School		1		1		1
6.3.9 Njoro Constituency Organizing And Facilitation Of Environment Field Day		44,718		44,718	0	44,718
6.4.0 Sirondit Primary School		50,000		50,000	0	50,000

N Co en
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

6.4.1	Ngingye Primary School		50,000		50,000	0	50,000
6.4.2	Chesoton Primary School	100,000		100,000			100,000
6.4.3	Kusumek Primary School	100,000		100,000			100,000
6.4.4	Mahiga Primary School	100,000		100,000			100,000
6.4.5	Milimani Primary School	100,000		100,000			100,000
6.4.6	Mutumburu Primary School	100,000		100,000			100,000
6.4.7	Nduriri Primary School	100,000		100,000			100,000
6.4.8	Ogiek Primary School	100,000		100,000			100,000
6.4.9	Segutiet Primary School	100,000		100,000			100,000
6.5.0	Siryat Primary School	100,000		100,000			100,000
6.5.1	Sururu Primary School	100,000		100,000			100,000
6.5.2	Tengecha Secondary School	100,000		100,000			100,000
6.5.3	Utalii Primary School	100,000		100,000			100,000
6.5.4	Wendani Secondary School	100,000		100,000			100,000
Sub Total		1,300,000	144,719	2,700,000	4,144,719	2,700,000	1,444,719
7.0 Primary Schools Projects							
	(List all the Projects)						
7.1.0	Ngwataniro Primary School			300,000	300,000	300,000	0
7.1.1	Analat Primary School			1,700,000	1,700,000	1,700,000	0
7.1.2	Mau Narok Primary School			2,000,000	2,000,000	2,000,000	0
7.1.3	Kimugul Primary School			300,000	300,000	300,000	0
7.1.4	Kiriri Primary School			1,300,000	1,300,000	1,300,000	0
7.1.5	Mutieme Primary School			1,500,000	1,500,000	1,500,000	0
7.1.6	Subuku Primary School			1,100,000	1,100,000	1,100,000	0
7.1.7	Mwigito Primary School			2,000,000	2,000,000	2,000,000	0
7.1.8	Njoro Township Primary			1,700,000	1,700,000	1,700,000	0
7.1.9	Mauche Primary School			500,000	500,000	500,000	0
7.3.0	Sosiot Primary School		1,300,000		1,300,000	0	1,300,000
7.3.1	Amani Primary School	1,500,000			1,500,000		1,500,000
7.3.2	Cheptoroi Primary School	1,500,000			1,500,000		1,500,000
7.3.3	Chesoon Primary School	1,500,000			1,500,000	1,500,000	0
7.3.4	CCChesoton Primary School	1,300,000			1,300,000	1,300,000	0
7.3.5	Chorwet Primary School	1,500,000			1,500,000		1,500,000
7.3.6	Gichobo Primary School	1,500,000			1,500,000	1,500,000	0
7.3.7	Kapkumbu Primary School	200,000			200,000		200,000

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

7.3.8 Karogoe Primary School	1,300,000			1,300,000	1,300,000	1,300,000
7.3.9 Kenana Primary School	1,300,000			1,300,000	1,300,000	0
7.4.0 Kianjoya Primary School	1,300,000			1,300,000	1,300,000	0
7.4.1 Kikapu Primary School	1,300,000			1,300,000	1,300,000	1,300,000
7.4.2 Kilimo Primary School	1,500,000			15,00,000	1,500,000	0
7.4.3 Kiwanja Ndege Primary School	1,500,000			1,500,000	1,500,000	0
7.4.4 Koilonget Primary School	1,500,000			1,500,000	1,500,000	1,500,000
7.4.5 Kusumek Primary School	1500000			1,500,000	1,500,000	1,500,000
7.4.6 Larmudiac Primary School	1,300,000			1,300,000	1,300,000	0
7.4.5 Lulukwet Primary School	1,500,000			1,500,000	1,500,000	1,500,000
7.4.6 Lusiru Primary School	1,300,000			1,300,000	1,300,000	0
7.4.7 Makutano Primary School	1,500,000			1,500,000	1,500,000	0
7.4.8 Messipei Primary School	1,500,000			1,500,000	1,500,000	0
7.4.9 Milimani Primary School	1,500,000			1,500,000	1,500,000	0
7.5.0 Musegekwa Primary School	100,000			100,000	100,000	100,000
7.5.1 Mutirima Primary School	1,300,000			1,300,000	1,300,000	0
7.5.2 Mutumburu Primary School	1,500,000			1,500,000	1,500,000	1,500,000
7.5.3 Mwenyere Primary School	1,500,000			1,500,000	1,500,000	0
7.5.4 Naishi Primary School	1,300,000			1,300,000	1,300,000	0
7.5.5 Natu Primary School	1,300,000			1,300,000	1,300,000	1,300,000
7.5.6 Ndarugu Primary School	1,300,000			1,300,000	1,300,000	0
7.5.7 Nduriri Primary School	1,500,000			1500000	1,500,000	1,500,000
7.5.8 Ngano Primary School	1,300,000			1,300,000	1300000	0
7.5.9 Nguriga Primary School	300,000			300,000	300,000	0
7.6.0 Njoro Central Primary School	500,000			500,000	500,000	0
7.6.1 Njoro DEB Primary School	1,300,000			1,300,000	1,300,000	0
7.6.2 Segutiet Primary School	1,500,000			1,500,000	1,500,000	0
7.6.3 Sinendet Primary School	1,300,000			1,300,000	1,300,000	0
7.6.4 Siryat Primary School	1,500,000			1,500,000	1,500,000	1,500,000
7.6.5 Sururu Primary School	1,500,000			1,500,000	1,500,000	0

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

7.6.6 Tachasis Primary School	200,000			200,000	200,000	200,000
7.6.7 Tagitech Primary School	200,000			200,000	200,000	0
7.6.8 Teret Primary School	1,500,000			1,500,000	1,500,000	0
7.6.9 Tritagoi Primary School	750,000			750,000	750,000	750,000
Sub Total	50,450,000	1,300,000	12,400,000	64,150,000	44,200,000	19,950,000
8.0 Secondary Schools Projects (List all the Projects)						
8.1.0 Kaplich Secondary School			1,700,000	1,700,000	1,700,000	0
8.1.1 Keriko Secondary School			300,000	300,000	300,000	0
8.1.2 Ngwataniro Secondary School			500,000	500,000	500,000	0
8.1.3 Sinendet Secondary School			300,000	300,000	300,000	0
8.1.4 Mugumo Secondary School			2,200,000	2,200,000	2,200,000	0
8.1.5 Mutarakwa Secondary School			1,700,000	1,700,000	1,700,000	0
8.1.6 Iarmudiac Mixed Secondary School			2,200,000	2,200,000	2,200,000	0
8.1.7 Njoro Girls High School			1000000	1,000,000	1,000,000	0
8.1.8 Muthiga Secondary School			2,200,000	2,200,000	2,200,000	0
8.1.9 Tarakuet Secondary School			700,000	700,000	700,000	0
8.2.0 Amani Secondary School	100,000			100,000	100,000	0
8.2.1 Analat Secondary School	1,300,000			1,300,000	1,300,000	0
8.2.2 Cheptoroi Secondary School	200,000			200,000	200,000	200,000
8.2.3 Ewaat Secondary School	1,500,000			1,500,000	1,500,000	0
8.2.4 Gichobo Secondary School	2,000,000			2,000,000	2,000,000	0
8.2.5 Kenyatta Mixed Secondary School	1,300,000			1,300,000	1,300,000	1,300,000
8.2.6 Kianjoya Secondary School	500,000			500,000	500,000	500,000
8.2.7 Kilo Secondary School	200,000			200,000	200,000	0
8.2.8 Mahiga Secondary School	400,000			400,000	400,000	0
8.2.9 Mau Narok Secondary School	1,500,000			1,500,000	1,500,000	0
8.3.0 Milimani Secondary School	200,000			200,000	200,000	0
8.3.1 Mwigito Excel Secondary School	1,500,000			1,500,000	1,500,000	1,500,000
8.3.2 Naishi Secondary School	750,000			750,000	750,000	750,000
8.3.3 Nessuit Secondary School	750,000			750,000	750,000	750,000

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8.3.4 Segutiet Secondary School	1,500,000			1,500,000	1,500,000	1,500,000
8.3.5 Subuku Secondary School	1,500,000			1,500,000	1,500,000	0
8.3.6 Tengecha Secondary School	200,000			200,000	200,000	0
8.3.7 Teret Secondary School	1,500,000			1,500,000	1,500,000	0
8.3.8 Wendani Secondary School	1,500,000			1,500,000	1,500,000	0
Sub Total	18,400,000	0	12,800,000	31,200,000	24,700,000	6500000
9.0 Tertiary institutions Projects (List all the Projects)						0
9						0
10.0 Security Projects						0
10.1.0 Lare Assistant County Commissioner		150,000		150,000	150,000	0
10.1.1 Mau Narok Assistant Chiefs Office		150,000		150,000	150,000	0
10.1.2 Njokerio Chiefs Office	400,000			400,000	0	400,000
10.1.3 Tuiyotich Assistant Chiefs Office	1,200,000			1,200,000	0	1,200,000
Sub Total	1,600,000	300,000	300,000	1,900,000	300,000	1,600,000
11.0 Acquisition of assets						0
11.1 Motor Vehicles (including motorbikes)		19,271		19,271		19,271
11.2 Construction of CDF office		0		0		0
11.3 Purchase of furniture and equipment		0		0		0
11.4 Purchase of computers				0		0
11.5 Purchase of land				0		0
Sub Total		19,271	0	19,271	0	19,271
12.0 Others						0
12.1 Strategic Plan		100,000		100,000	0	100,000
12.2 Constituency Innovation Hub at Njoro Chief Office	1,200,000			1,200,000		1,200,000
12.3 Constituency Innovation Hub at Tuiyotich Assistant Chiefs Office	1,200,000			1,200,000		1,200,000
12.4 Sale of tenders						
12.5 Roads		71,054		71,054	0	71,054
12.6 water		3,422,047		3,422,047	0	3,422,047

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Sub Total	2,400,000	3,939,101	69,367,724	6,339,101	0	6,339,101
Funds pending approval**		346,000		346,000		346,000
Total	137,088,879	5,624,901	69,367,724	212,081,504	131,450,376	80,631,129

(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-NJORO Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 20th June 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

14. Errors

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

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

15. Related Party Transactions

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

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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
Normal Allocation			
AIE NO	B 047157		3,000,000
AIE NO	B 047185		48,040,876
AIE NO	B 047266		2,600,000
AIE NO	B041173		4,000,000
AIE NO	B041420		7,000,000
AIE NO	B 047635		20,000,000
AIE NO	B 048000		7,000,000
AIE NO	B104064		14,000,000
AIE NO	B 104443		23,000,000
AIE NO	B096996	15,000,000	
AIE NO	B104662	20,000,000.	
AIE NO	A823705	34,367,724	
AIE NO	B124639	9,000,000	
AIE NO	B119609	8,500,000	
AIE NO	B132002	6,000,000	
AIE NO	B132296	6,000,000	
AIE NO	B128240	6,900,000	
AIE NO	B119999	12,000,000	
AIE NO	B140695	12,000,000	
AIE NO	B105052	11,600,000	
AIE NO	B 126257	7,000,000	
AIE NO		13,000,000.	
TOTAL		161,367,724	128,640,876

2. PROCEEDS FROM SALE OF ASSETS

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from the Sale of Office and General Equipment	-	-
TOTAL	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Interest Received		-
Rents		-
Receipts Sale of Tender Documents	232,000	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere (specify)	-	-
TOTAL	232,000.00	-

4. COMPENSATION OF EMPLOYEES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,782,800	2,782,800
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity-contractual employees	194,796	194,796
Employer Contributions Compulsory national social security schemes	144,864	144,864
TOTAL	3,122,460	3,122,460

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Utilities supplies and services	-	-
Electricity	-	-
Water & sewerage charges	-	-
Office rent	-	-
Communication supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	932,600	-
Hospitality supplies and services	-	-
Other committee expenses	-	-
Committee allowance	3,909,000	3,716,200
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	1,172,220	1,887,772
Fuel, oil & lubricants	1,236,000	350,000
Other operating expenses	-	-
Bank service commission and charges	52,233	42,600
Other Operating Expenses	-	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	463,229	448,500
Routine maintenance- other assets	-	-
TOTAL	7,765,282	6,445,072

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Transfers to Primary Schools	44,200,000	48,600,000
Transfers to Secondary Schools	24,700,000	36,800,000
Transfers to Tertiary Institutions	-	10,000,000
TOTAL	68,900,000	95,400,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2020 - 2021	2019 - 2020
	Kshs	Kshs
Bursary - Secondary (see attached list)	9,653,030	10,519,024
Bursary -Tertiary (see attached list)	31,771,876	4,846,563
Bursary- Special Schools	422,000	578,000
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security Projects (see attached list)	300,000	254,007
Sports Projects (see attached list)	1,373,677	1,090,409
Environment Projects (see attached list)	2,700,000	1,090,408
Emergency Projects (see attached list)	5,442,050	5,600,000
TOTAL	51,662,633	23,978,411

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

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

9. OTHER PAYMENTS

Description	2020 - 2021	2019 - 2020
Strategic Plan	-	-
ICT Hubs	-	-
TOTAL	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	Account Number	2020 - 2021	2019 - 2020
		Kshs (30/6/2021)	Kshs (30/6/2020)
<i>Equity Bank , Westside Mall Branch, Njoro NG-CDF</i>	<i>A/C no. 1460277706825</i>	35,542,250	5,392,901
			-
TOTAL		35,542,250	5,392,901

10B: CASH IN HAND)		
Description	2020 - 2021	2019 - 2020
	Kshs (30/6/2021)	Kshs (30/6/2020)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
TOTAL	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2020)</i>
	Date imprest taken	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
			-	-
		-	-	-
TOTAL		-	-	-

12A. RETENTION

Description	2020-2021	2019-2020
	KShs	KShs
Retention as at 1st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30th June D= A+B-C	-	-

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	194,796	-
Gratuity paid during the Year (C)	194,796	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

13. BALANCES BROUGHT FORWARD

	2020- 2021	2019- 2020
	Kshs (1/7/2021)	Kshs (1/7/2020)
Bank accounts	5,392,901	2,775,851
Cash in hand	-	-
Imprest	-	-
TOTAL	5,392,901	2,775,851

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank accounts balances			-
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Others (Unclaimed payment received back into the books)	2,922,117	-	-
Total	2,922,117	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

Description	2020- 2021	2019- 2020
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in accounts receivables (D=A+B-C)	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

Description	2020- 2021	2019- 2020
	Kshs	Kshs
Deposits and Retention as a t 1st July 2019 (A)	-	-
Deposits and Retention held during the year (B)	-	2,922,117
Deposits and Retention paid during the year ©	-	-
Closing accounts payable at 30th June (D=A+B-C)	-	2,922,117

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

Description	2020- 2021	2019- 2020
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
TOTAL	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

Description	2020- 2021	2019- 2020
	Kshs	Kshs
NGCDF Staff	-	-
Others (specify)	-	-
	-	-

17.3: UNUTILIZED FUND (See Annex 3)

Description	2020- 2021	2019- 2020
	Kshs	Kshs
Compensation of employees	1,831,919	1,821,778.89
Use of goods and services	(996,362)	2,230,566.70
Amounts due to other Government entities (see attached list)	26,450,000	25,400,000.00
Amounts due to other grants and other transfers (see attached list)	50,480,301	42,152,891.47
Acquisition of assets	19,271	19,270.70
Others (<i>specify</i>)	-	-
Innovation Hubs	2,400,000	-
Strategic Plan	100,000	100,000.00
Funds pending approval	346,000	114,000.00
	80,631,129	71,838,508

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

Description	2020- 2021	2019- 2020
	Kshs	Kshs
PMC account balances (see attached list)	48,273,806	58,123,746
	48,273,806	58,123,746

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance	
		2020/21	2019/20
Compensation of employees		1,831,919	1,821,779
Use of goods & services		(996,362)	1,154,848
Amounts due to other Government entities			
Ngwataniro Primary School	Purchase and installation of 10,000ltr tank @ Ksh 100,000 and purchase of 50 desks @ Ksh200,000		300,000
Analat Primary School	Renovation of eight classrooms		1,700,000
Mau Narok Primary School	Renovation of 8 classrooms @ Ksh 1,800,000 and purchase of 50 desks		2,000,000
Kimugul Primary School	Completion of 4 classrooms@ Ksh 100,000 and purchase of 50 desks @Ksh 200,000		300,000
Kiriri Primary School	Renovation of 5 classrooms@ Ksh 1,100,000 and purchase of 50 desks @ 200,000		1,300,000
Mutieme Primary School	Renovation of 7 classrooms		1,500,000
Subuku Pry School	Renovation of 5 classrooms		1,100,000
Mwigito Pry School	Renovation of 8 classrooms		2,000,000
Njoro Township Pry School	Construction of 2 classrooms @ Ksh 1,500,000 and purchase of 50 desk @ 200,000		1,700,000
Mauche Pry School	Renovation of 4 classrooms		500,000

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Kaptich Sec School	Construction of 2 classrooms @ Ksh 1,500,00 and purchase of 50 desk @ 200,000	1,700,000
Keriko Sec School	Purchase of office furniture	300,000
Ngwataniro Sec School	Completion of a girl's dormitory	500,000
Sinendet Sec School	Purchase of office furniture	300,000
Mugumo Sec School	Construction of a laboratory and equipping	2,200,000
Mutarakwa Sec School	Construction of 2 classrooms @ Ksh 1,500,000 and purchase of 50 desk @ 200,000	1,700,000
Larmudiak Mixed Sec School	Construction of a laboratory and equipping	2,200,000
Njoro Girls Sec School	Completion of a dormitory	1,000,000
Muthiga Sec School	Construction of a laboratory and equipping	2,200,000
Tarakuwet Sec School	Completion of a kitchen	700,000
Sosiot Primary School	Education	1,300,000
Tarakuwet Primary School	Construction of 2 classrooms	1,300,000
Amani Primary School	Construction of 2 classrooms	1,500,000
Cheptoroi Primary School	Construction of 2 classrooms	1,500,000
chorwet Primary School	Construction of 2 classrooms	1,500,000
Kapkembu Primary School	Completion of 3 classrooms	200,000
Karogoe Primary School	Renovation of 6 classrooms	1,300,000
Kikapu Primary School	Renovation of 6 classrooms	1,300,000

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Koilonget Primary School	Construction of 2 classrooms	1,500,000	
Kusumek Primary School	Construction of 2 classrooms	1,500,000	
Lulukwet Primary School	Construction of 2 classrooms	1,500,000	
Musegekwa Primary School	Completion of 2 classrooms	100,000	
Mutumburu Primary School	Construction of 2 classrooms	1,500,000	
Natu Primary School	Renovation of 6 classrooms	1,300,000	
Nduriri Primary School	Construction of 2 classrooms	1,500,000	
Siryat Primary School	Construction of 2 classrooms	1,500,000	
Tachasis Primary School	Completion of 2 classrooms	200,000	
Tritagoi Primary School	Construction of 1 classroom	750,000	
Cheptoroi Secondary School	Completion of 2 classrooms	200,000	
Kenyatta Mixed Secondary School	Renovation of 6 classrooms	1,300,000	
Kianjoya Secondary School	Completion of a laboratory	500,000	
Mwigito Excel Secondary School	Construction of 2 classrooms	1,500,000	
Naishi Secondary School	Construction of 1 classroom	750,000	
Nessuit Secondary School	Construction of 1 classroom	750,000	
Segititiet Secondary School	Construction of 2 classrooms	1,500,000	
Sub-Total		27,285,557	29,476,627
Amounts due to other grants and other transfers			
Primary Schools And secondary emergency	To cater for any unforeseen occurrences in the constituency during the financial year	6,204,966	4454809

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Secondary Schools bursary	Payment of bursary to needy students in secondary schools	1,926,251	
Tertiary Institutions bursary	Payment of bursary to needy students in tertiary schools	33,811,264	32584421
environment Projects	Purchase of 10,000ltr water tank, installation and guttering in various schools	1,444,719	2844718
Lare Assistant County Commissioner	Electrification of the Chief's office		150,000
Mau Narok Assistant	Electrification of the Chief's office		150,000
Njokerio Chiefs Office	Construction of a 4-door toilet @ Ksh 200,000 and purchase of office furniture	400,000	
Tuiyotich Assistant Chiefs Office	Construction of a Chief's office	1,200,000	
Roads	Balances that remained in previous years	71,054	71054
water	Balances that remained in previous years	3,422,047	499930
Sports	To carry out sports tournament and the winning teams to be awarded with trophies, balls and games kits	2,000,000	1373678
	Sub-Total	50,480,301	42128610
Acquisition of assets		19,271	19271
sub-total		19,271	19271
Others (specify)			
Constituency Innovation Hub at Njoro Chief Office	Construction of innovation hub to completion at Ksh.950,000 and purchase of furniture at ksh.250,000	1,200,000	

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Constituency Innovation Hub at Tuiyotich Assistant Chiefs Office	Construction of innovation hub to completion at Ksh.950,000 and purchase of furniture at ksh.250,000	1,200,000	
Strategic plan	Unutilized balance for preparation of strategic plan	100,000	100000
Sub-Total		2,500,000	100000
Funds pending approval		346,000	114,000
Grand Total		80,631,129	71,838,508

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land				
Buildings and structures	17,500,000	-	-	17,500,000
Transport equipment	4,981,000	-	-	4,981,000
Office equipment, furniture and fittings	987,500	-	-	987,500
ICT Equipment, Software and Other ICT Assets	477,500	-	-	477,500
Other Machinery and Equipment	1,293,000	-	-	1,293,000
Heritage and cultural assets		-	-	-
Intangible assets		-	-	-
Total	25,239,000	-	-	25,239,000

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

NO	PMC	BANK	ACCOUNT NUMBER	BANK BALANCE 2020/2021	BANK BALANCE 2019/2021
1	Ewaat Primary School	KCB	1264271174		1,499.00
2	Njoro Central Primary School	KCB	1152032119		200,043.50
3	Nguriga Primary School	KCB	1150744189		179,861.45
4	Likia Primary School	KCB	1233340271		14,694.50
5	Mutarakwa Primary School	KCB	1159988145		2,565.00
6	Kiriri Primary School	KCB	1270170325		16,305.00
7	Ngwataniro Primary School	KCB	1234112469		132,580.00
8	Mauche Primary School	KCB	1207091243		234,932.00
9	Gathima Primary School	KCB	1159027811		1,193,429.00
10	Bagaria Primary School	KCB	1169664881		612,660.00
11	Mukungugu Njoro Primary School	KCB	1273504259		1,700,475.00
12	Gatimu Primary School	KCB	1161632549		1,409,604.00
13	Kalukiat Primary School	KCB	1160921733		1,929,695.00
14	Mukungugu Primary School	KCB	1213909007		61,850.00
15	Mutamaio Primary School	KCB	1207201944		950,644.00
16	Chebitet Primary School	KCB	1272960013		1,699,475.00
17	Kamungei Primary School	KCB	1273777638		924,615.00
18	Majimingi Primary School	KCB	1229066012		1,700,448.00
19	Muthiga Primary School	KCB	1169609775		1,601,981.00
20	Kariaini Primary School	KCB	1207078913		1,701,084.50
21	Piave Primary School	KCB	1202674496		1,700,895.00
22	Messipei Primary School	KCB	1160117799		1,479,606.85
23	Sigor Primary School	KCB	1178337456		1,924,119.00
24	Njuguini Primary School	KCB	1144615178		1,013,928.05
25	Nessuit Primary School	KCB	1208817833		1,253,685.00
26	Sigaon Primary School	KCB	1169620957		1,768,536.00
27	Taita Primary School	KCB	1233482424		1,206,132.00
28	Ndege Primary School	KCB	1273503996		1,000,475.00
29	Tritagoi Primary School	KCB	1273604741		1,698,975.00
30	Ogiek Primary School	KCB	1273789318		2,500,000.00
31	Njoro Central Secondary School	KCB	1169867820		6,919,369.00
32	Ogiek Nessuit Sec School	KCB	1149194766		6,902,638.00
33	Taita Mauche Secondary School	KCB	1177198959		6,901,114.00
34	Tengecha Secondary School	KCB	1261291247		2,067.00

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35	Siryat Secondary School	KCB	1226912249		5,449.00
36	Milimani Secondary School	KCB	1264747306		325,975.00
37	Cheptoroi Secondary School	KCB	1109597436		3,243.00
38	Kilo Secondary School	KCB	1264746970		696
39	Bagaria Secondary School	KCB	1162947128		7,416.00
40	Ndege Secondary School	KCB	1169865763		2,375.25
41	Tarakuet Secondary School	KCB	1233562673		619,362.00
42	Ndarugu Primary School	KCB	1169542182		1,517.00
43	Tipis Secondary School	KCB	1178007316		18,788.00
44	Sinendet Secondary School	KCB	1177792532		856.05
45	Sertonok Primary School	KCB	1233349228		400,934.00
46	Kapkembu Primary School	KCB	1259905586		400,421.00
47	Kimugul Primary School	KCB	1233681427		516,899.85
48	Analat Primary School	KCB	1241138818		1,535.00
49	Kapyemit Primary School	KCB	1142876632		76,231.00
50	Njoro Sports Welfare	KCB	1241198462		877,559.00
51	Tengecha Primary School	KCB	1207080047		109,160.70
52	Davision Primary School	KCB	1230923810		109,635.85
53	Gatimu Secondary School	KCB	1152037706		303,048.00
54	Kaptich Secondary School	KCB	1272669882		108,435.85
55	Amani Secondary School	KCB	1233339044		1,150.85
56	Messipei Primary School	KCB	1160117799		1,479,606.85
57	Mwenyere Primary School	KCB	1162320680		209,098.00
58	Naishi Police Station	EQUITY	1460278890630		4,371.90
59	Amani Pry School	KCB	1279373768	448.00	
60	Amani Sec School	KCB	1233339044	97,207.00	
61	Analat Pry School	KCB	1241138818	11,592.00	
62	Analat Sec Sch	KCB	1285289943	1,299,395.00	
63	Bagaria Pry School	KCB	1169664881	101,618.00	
64	Chebitet Pry School	KCB	1272960013	-	
65	Chesoen Pry School	KCB	1233365592	1,500,860.00	
66	Chesoton Pry School	KCB	1150503068	1,300,061.00	
67	Ewaat Sec Sch	KCB	1148978208	1,521,064.00	
68	Gichobo Pry School	KCB	1206675144	1,500,444.00	
69	Gichobo Sec	KCB	1152413686	2,058,598.00	
70	Kalukyat Pry School	KCB	1160921733	-	
71	Kamungei Pry School	KCB	1273777638	1,368.00	
72	Kaplelach Pry School	KCB	1160984999	2,295.00	
73	Kaptich Pry School	KCB	1162857544	2,045.00	
74	Kaptich Sec School	KCB	1272669882	71,037.00	

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75	Kariaini Pry School	KCB	1207078913	-	
76	Kenana Pry School	KCB	1234381605	1,302,070.00	
77	Keriko Secondary School	KCB	1177800160	71,567.00	
78	Kianjoya Pry School	KCB	1177851822	1,303,088.00	
79	Kilimo Pry School	KCB	1261110579	1,502,395.00	
80	Kilo Sec School	KCB	1264746970	196,879.00	
81	Kimugul Pry School	KCB	1233681427	8,482.00	
82	Kiriri Pry School	KCB	1270170326	-	
83	Kcilonget Primary	KCB	1182414966	6,015.00	
84	Lare Accs Office	KCB	1282084615	128,817.00	
85	Larmudiac Mixed Sec School	KCB	1177741504	7,297.00	
86	Larmudiac Pry School	KCB	1233471597	1,302,230.00	
87	Lusiru Pry School	KCB	1143028732	1,300,732.00	
88	Mahiga Sec School	KCB	1268241415	749,904.00	
89	Makutano Pry School	KCB	1208577379	1,475,967.00	
90	Mau Narok Assistant Chiefs Office	KCB	1282101803	31,590.00	
91	Mau Narok Pry School	KCB	1151829773	725.50	
92	Mau Narok Secondary	KCB	1101886226	1,521,332.00	
93	Mauche Pry School	KCB	1207091243	1,481.75	
94	Messipei Pry School	KCB	1160117799	1,501,302.85	
95	Milimani Pry School	KCB	1150608226	1,525,855.00	
96	Milimani Sec School	KCB	1264747306	212,184.00	
97	Mosop Pry School	KCB	1279718188	570.00	
98	Mugumo Sec School	KCB	1158530609	1,866.00	
99	Mukungugu Njoro Pry School	KCB	1273504259	-	
100	Mutamaiyo Pry School	KCB	1207201944	20.80	
101	Mutarakwa Sec School	KCB	1276653581	1,072.00	
102	Muthiga Sec School	KCB	1169609961	2,173.50	
103	Mutirima Pry Sch	KCB	1233470485	1,301,150.00	
104	Mutiume Pry School	KCB	1157951090	105,937.00	
105	Mutumburu Pry School	KCB	1279307781	809.00	
106	Mwenyere Pry School	KCB	1162320680	1,707,781.00	
107	Mwigito Pry School	KCB	1207360775	327.00	
108	Naishi Pry School	KCB	1161908668	1,305,534.00	
109	Ndarugu Pry School	KCB	1169542182	1,300,124.00	
110	Ndege Pry School	KCB	1273503996	1,500,000.00	
111	Ndege Sec School	KCB	1169865763	98,717.00	
112	Nduriri Pry School	KCB	1159129169	23,092.00	
113	Nessuit Pry School	KCB	1208817833	19,366.00	
114	Ngano Pry School	KCB	1169615597	1,300,414.50	

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115	Nguriga Pry School	KCB	1150744189	300,458.00	
116	Ngwataniro Primary School	KCB	1234112469	2,613.85	
117	Ngwataniro Sec School	KCB	1150724072	3,826.00	
118	Njoro Central Pry School	KCB	1152032119	499,703.05	
119	Njoro Deb Pry School	KCB	1229058281	1,300,770.00	
120	Njoro Girls Sec School	KCB	1172821372	1,003,565.00	
121	Njoro Sports Welfare	KCB	1241198462	-	
122	Njoro Township Pry	KCB	1213673364	9,307.50	
123	Njuguini Pry School	KCB	1144615178	106,418.05	
124	Ogiek Pry School	KCB	1273789318	202,325.00	
125	Piave Pry School	KCB	1202674496	1,700,058.00	
126	Segutiet Pry School	KCB	1243373792	1,500,955.00	
127	Sigaon Pry School	KCB	1169620957	1,355.00	
128	Sigor Pry School	KCB	1178337456	-	
129	Sinendet Pry School	KCB	1162696877	1,302,413.00	
130	Sinendet Secondary School	KCB	1177792532	299,287.00	
131	Subuku Pry School	KCB	1152350803	1,878.00	
132	Subuku Secondary	KCB	1286849578	1,049,869.00	
133	Sururu Primary School	KCB	1150801689	1,517,085.00	
134	Tagitech Pry School	KCB	1169851983	204,177.00	
135	Taita Primary School	KCB	1233482424	1,489.00	
136	Tarakuet Sec School	KCB	1233562673	98,038.00	
137	Tengecha Secondary	KCB	1261291247	200,624.00	
138	Teret Pry School	KCB	1147337020	1,499,880.00	
139	Teret Sec School	KCB	1205532595	1,503,180.00	
140	Tritagoi Pry School	KCB	1273604741	166,598.00	
141	Wendani Sec	KCB	1162751916	1,511,034.00	
	TOTAL			48,273,806.35	58,123,746.00

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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)
2.0. inaccuracies in the financial statements	<p>The financial statements for the period ended 30th June, 2020 submitted for audit review had the following inaccuracies.</p> <p>2.1. the forward report by the chairman on page 5 indicates that the fund received ksh.68,000,000 while the statement of receipts and payments reflects Kshs 128,640,876, resulting in a variance of kshs.60,640,876 which has not been explained or reconciled.</p> <p>2.2. the statement of receipts and payments for the year ended 30 June 2020 reflects transfers from the CDF board of Kshs.128,640,876 while the summary statement of appropriation: recurrent and development combined for the year then ended reflects</p>	<p>The forwarding report by the chairman has been amended in line with the statement of receipts and payments. Further, the Kshs.128,640,876 is the actual funds received in the year and is represented in the statement of appropriation. The variance of Ksh.2,775,851 seen from the recurrent and development combined for the year then ended reflecting Kshs.131,416,727, is the closing balance. This has been disclosed on the notes under the statement of appropriation page 18. See (appendix II)</p>	Resolved	N/A

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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)
	Kshs.131,416,727, resulting in a variance of Kshs. 2,775,851 which has not been explained or reconciled. Consequently, the accuracy and completeness of the financial statements for the year ended 30 June 2020 could not be confirmed.			