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THE AUDITOR-GENERAL

ON

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

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



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

REPORTS AND FINANCIAL STATEMENTS

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

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

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2018 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Francis O.Onyango
2.	Sub-County Accountant	Lucas Atinda
3.	Chairperson NGCDFC	Teresa B.Mose
4.	Member NGCDFC	Ezekiel O Mogere

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF SOUTH MUGIRANGO Constituency Headquarters

NGCDF Office complex.
P.O Box 991-40200,
Kisii
Nyamarambe

(f) NGCDF SOUTH MUGIRANGO Constituency Contacts

Telephone: (254) 725912723

E-mail: cdfsouthmugiraango@ngcdf.go.ke

Website: www.go.ke

(g) NGCDF SOUTH MUGIRANGO Constituency Bankers

Cooperative Bank of Kenya

Rongo

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GOP 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

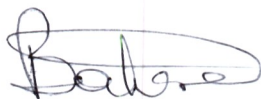
City Square 00200

Nairobi, Kenya

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

1. The committee was sort of implementing fully the budget due to late disbursements of funds from the Board, However with the overlap of funds from the previous financial year, the management managed to complete a number of projects which are currently complete and are in use
2. The committee managed to complete 27 classrooms, a laboratory, and 7 residential houses for administration police among others.
3. The additional classroom have provided conducive learning atmosphere and increased enrolment in schools
4. The construction and completion of the security personnel have improved moral among the staff and increase patrols along the border which has seen reduction in crime rate as per the security personnel.
5. The committee awarded over 3,000 student bursary which also improved the university enrolment List emerging issues related to the entity,
6. The committee is however disadvantaged by the limited resources against the unlimited needs of the constituents.
7. Further, the biggest challenge the inadequate technical staff at the constituency level results in delayed implementation of projects, it would be prudent if the board consider staffing of technical staff directly from the board to assist in the operations. List the implementation challenges and recommended way forward

Sign



CHAIRMAN NGCDF COMMITTEE

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

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

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

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

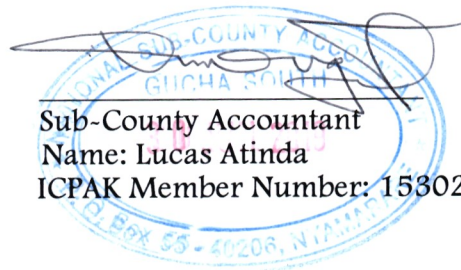
Approval of the financial statements

The NGCDF-SOUTH MUGIRANGO Constituency financial statements were approved and signed by the Accounting Officer on 30/06/2019 2019.

Fund Account Manager
Name: Francis Onyango



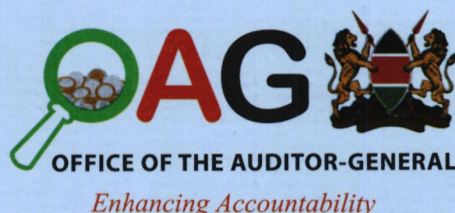
Sub-County Accountant
Name: Lucas Atinda
ICPAK Member Number: 15302





REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - South Mugirango Constituency set out on pages 6 to 38, which comprise the statement of assets and liabilities as at 30 June, 2019, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation - recurrent and development combined and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - South Mugirango Constituency as at 30 June, 2019, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Unaccounted for Bursary Disbursements

The statement of receipts and payments reflects expenditure of Kshs.45,685,994 under other grants and transfers for the year ended 30 June, 2019. The expenditure includes an amount of Kshs.6,480,790 under Note 7 which was incurred on bursary disbursements to secondary schools. However, audit revealed that, out the total disbursements, an amount of Kshs.5,790,790 was not accounted for or acknowledged as having been received by the beneficiary schools.

Consequently, the validity of the expenditure on bursary disbursements of Kshs.6,480,790 could not be confirmed.

2. Erroneous Net Liabilities

The statement of assets and liabilities reflects total financial assets balance of Kshs.9,104,010 and Nil liabilities as at 30 June, 2019. However, contrary to the guidelines issued by the Public Sector Accounting Standards Board, the statement

reflects net liabilities instead of net assets and liabilities balance of Kshs.9,104,011. No explanation was provided for this anomaly.

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

Key Audit Matters

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

Other Matter

1.0 Budgetary Control and Performance

The summary statement of appropriation - recurrent and development reflects final receipts budget and actual on comparable basis of Kshs.172,941,721 and Kshs.117,900,845 respectively resulting to an under-funding of Kshs.55,040,876 or 32% of the budget. Similarly, the Fund spent Kshs.108,796,834 against an approved budget of Kshs.172,941,721 resulting to an under-expenditure of Kshs.64,144,887 or 37% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the residents of South Mugirango Constituency.

1.1 Non-Implemented Projects

The audit revealed that an amount of Kshs.44,200,000 was allocated to fifty-four (54) projects for construction, completion and renovations of classrooms in fifty-four (54) primary and secondary schools. However, these projects were not implemented during the year under review.

Consequently, the constituents did not obtain value for money on the projects not implemented leading to delay in service delivery to the stakeholders.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether 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 using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or cease operations..

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

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting

from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal 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 continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

26 October, 2021

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018 - 2019	2017 - 2018
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board	1	108,784,483	43,405,172
Proceeds from Sale of Assets	2	-	
Other Receipts	3	79,000	
TOTAL RECEIPTS		108,863,483	43,405,172
PAYMENTS			
Compensation of employees	4	1,632,486	1,722,221
Use of goods and services	5	10,273,633	4,127,667
Transfers to Other Government Units	6	48,207,771	18,223,000
Other grants and transfers	7	45,685,994	16,033,640
Acquisition of Assets	8	-	
Other Payments	9	2,996,950	1,705,000
TOTAL PAYMENTS		108,796,834	41,811,528
SURPLUS/DEFICIT		66,649	1,593,644

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-SOUTH MUGIRANGO Constituency financial statements were approved on 30/06/2019 2019 and signed by:


Fund Account Manager
Name: Francis Onyango
P.O. Box 991 Kajiado
SOUTH MUGIRANGO CONSTITUENCY


Sub-County Accountant
Name: Lucas Atinda
ICPAK Member Number: 15302
P.O. Box 55 - 40208, N. MURANGA DISTRICT

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**SOUTH MUGIRANGO CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2019****V. STATEMENT OF ASSETS AND LIABILITIES**

	Note	2018 - 2019	2017- 2018
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	9,104,010	9,037,362
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		9,104,010	9,037,362
Current Receivables			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		9,104,010	9,037,362
FINANCIAL LIABILITES			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	-	-
Total Financial Liabilities		-	-
NET FINANCIAL ASSETS		<u>9,104,010</u>	<u>9,037,362</u>
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	9,037,362	7,443,717
Surplus/Deficit for the year		66,649	1,593,644
Prior year adjustments	14	-	-
NET LIABILITIES		9,104,011	9,037,362

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-SOUTH MUGIRANGO Constituency financial statements were approved on 30-06-2019 and signed by:

Fund Account Manager
Name: Francis Onyango

Sub-County Accountant
Name: Lucas Atinda
ICPAK Member Number: 15302

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**SOUTH MUGIRANGO CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2019****VI. STATEMENT OF CASHFLOW**

		2018 - 2019	2017 - 2018
Receipts			
Transfers from CDF Board	1	108,784,483	43,405,172
Other Receipts	3	79,000	
Total Receipts		108,863,483	43,405,172
Payments			
Compensation of Employees	4	1,632,486	1,722,221
Use of goods and services	5	10,273,633	4,127,667
Transfers to Other Government Units	6	48,207,771	18,223,000
Other grants and transfers	7	45,685,994	16,033,640
Other Payments	9	2,996,950	1,705,000
Total Payments		108,796,834	41,811,528
Total Receipts Less Total payments		66,649	1,593,644
Adjusted for:			
Outstanding Imprest	11		
Retention	12A		
Gratuity Payable	12B	-	
Prior Year adjustment	14		
Net Adjustments		-	-
Net cash flow from operating Activities		66,649	1,593,644
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		66,649	1,593,644
Cash and cash equivalent at BEGINNING of the year	13	9,037,362	7,443,717
Cash and cash equivalent at END of the year		9,104,011	9,037,362

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-SOUTH MUGIRANGO Constituency financial statements were approved on 29/06/2019 and signed by:

Fund Account Manager
Name: Francis Onyango
ICPAK Member Number: 15302

Sub-County Accountant
Name: Lucas Atinda

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

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	109,040,876	63,821,845	172,862,721	117,821,845	55,040,876	68.2%
Proceeds from Sale of Assets			-		-	
Other Receipts		79,000	79,000	79,000	-	100.0%
TOTAL RECEIPTS	109,040,876	63,900,845	172,941,721	117,900,845	55,040,876	68.2%
PAYMENTS						
Compensation of Employees	2,960,000	1,029,079	3,989,079	1,632,486	2,356,593	40.9%
Use of goods and services	6,853,678	3,514,102	10,367,780	10,273,633	94,147	99.1%
Transfers to Other government Units	67,605,344	29,143,717	96,749,061	48,207,771	48,541,290	49.8%
Other grants and transfers	31,621,854	19,741,920	51,363,774	45,685,994	5,677,779	88.9%
Acquisition of Assets			-	-	-	
Other Payments		10,472,027	10,472,027	2,996,950	7,475,077	28.6%
TOTAL	109,040,876	63,900,845	172,941,721	108,796,834	64,144,887	62.9%

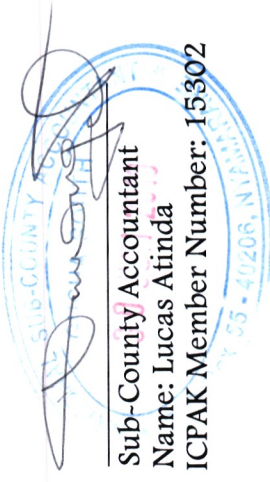
- i. The full amount of ksh 109,040,876.00 budget had not been fully received from the board hence the underutilization below 90%
- ii. Compensation of employees includes two years gratuity and an anticipated employment of additional staff and interns budgeted for but not spent in the financial under review.
- iii. Transfer to other government units and other grants and transfers were underspent since the full amount budgeted for had not been received by the end of the financial year.

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

- iv. *The other payments are the emergency funds which had not been received and thus not spent for the financial year under review.*

The final budget includes the original budget and the adjusted figures from the previous financial year.

The NGCDF-SOUTH MUGIRANGO Constituency financial statements were approved on _____ 2019 and signed by:



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

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2018/2019 Kshs	Adjustments Kshs	Final Budget 2018/2019 Kshs	Actual on comparable basis 30/06/2019 Kshs	Budget utilization difference Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	2,960,000.00	994,717.00	3,954,717.00	1,632,486	2,322,231
1.2 Committee allowances	2,044,000.00	852,358.61	2,896,358.61	2,044,000.00	852,359
1.3 Use of goods and services	1,538,452.07	1,305,626.49	2,844,078.56	2,844,078.56	-
2.0 Monitoring and evaluation					
2.1 Capacity building	1,700,000.00	13,500.00	1,713,500.00	1,497,100.00	216,400
2.2 Committee allowances	800,000.00	0	800,000.00	800,000.00	-
2.3 Use of goods and services	771,226.00	622,480.00	1,393,706.00	1,379,701.51	14,004
3.0 Emergency	1,233,779.45	6,257,872.86	7,491,652.31		7,491,652
3.5.1 Muma-Igare Omobiri Access road	3599364		3,599,364.00	3,599,364.00	-
3.5.2 Riosanta Entanda primary school	905850		905,850.00	905,850.00	-
4.0 Bursary and Social Security					
4.1 Primary Schools					
4.2 Secondary Schools	3,000,000.00	6,125,170.50	9,125,170.50	8,654,254.37	470,916.13
4.4 Universities & Tertiary Institutions	24,160,219.00	874,810.35	25,035,029.35	25,035,029.35	0.00
4.5 special Schools	100,000.00	0	100,000.00	0	100,000.00
5.0 Sports	2,180,817.00	1,952,068.00	4,132,885.00	1,952,068.00	2,180,817.00
6.0 Environment	2,180,817.00	1,819,109.19	3,999,926.19	1,819,109.19	2,180,817.00

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7.0 Primary Schools Projects								
(List all the Projects)								
Mosache Primary School		700,000.00				700,000.00	-	700,000.00
Kenyoro Primary School		1,000,000.00				1,000,000.00		1,000,000.00
Nyamonaria Primary School		700,000.00				700,000.00	0	700,000.00
Bogisero Gitembe Primary School		700,000.00				700,000.00	700,000.00	0.00
Ensoko Primary School		1,000,000.00				1,000,000.00	1,000,000.00	0.00
Nduru Primary School		700,000.00				700,000.00	700,000.00	0.00
Kiorina Primary School		700,000.00				700,000.00	0	700,000.00
Egetonto Primary School		1,400,000.00				1,400,000.00	1,100,000.00	300,000.00
Entanda Primary School		700,000.00				700,000.00	0	700,000.00
St. JohnsGosere Primary School		700,000.00				700,000.00	0	700,000.00
Nyagichenche Primary School		700,000.00				700,000.00	700,000.00	0.00
Ikoba Primary School		700,000.00				700,000.00	700,000.00	0.00
Kimai Enkora Primary School		700,000.00				700,000.00		700,000.00
Kenuchi Primary School		700,000.00				700,000.00		700,000.00
Muma Primary School		1,000,000.00				1,000,000.00		1,000,000.00
Ekerongo Primary School		1,000,000.00						1,000,000.00

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Bosaga Primary School	700,000.00			1,000,000.00	700,000.00	0.00
Gekongo Primary School	1,000,000.00			1,000,000.00		1,000,000.00
Engeti Primary School	1,000,000.00			1,000,000.00		1,000,000.00
Giasobera Primary School	700,000.00			700,000.00		700,000.00
Gesonso primary School	700,000.00			700,000.00		700,000.00
Ichuni Primary School	700,000.00			700,000.00		700,000.00
NyabiosiMaranatha Primary School	700,000.00			700,000.00		700,000.00
Emesa Primary School	1,000,000.00			1,000,000.00		1,000,000.00
Kabonyo Primary School	700,000.00			700,000.00		700,000.00
Nyabisase Primary School	700,000.00			700,000.00		700,000.00
Manywanda A Primary School	700,000.00			700,000.00		700,000.00
Marongo Primary School	1,300,000.00			1,300,000.00	1,300,000.00	0.00
Manywanda B Primary School	1,300,000.00			1,300,000.00	1,300,000.00	0.00
Rionsata Primary School	700,000.00			700,000.00		700,000.00
RangetiS.D.A Boarding Primary School	700,000.00			700,000.00		700,000.00
Riasuta Primary School	700,000.00			700,000.00		700,000.00

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Nyabikondo Primary School	700,000.00			700,000.00		700,000.00
Keburanchogu Primary School	700,000.00			700,000.00		700,000.00
Etago D.O.K primary School	700,000.00			700,000.00	700,000.00	0.00
Makongeni Primary School	700,000.00			700,000.00		700,000.00
Mesocho Primary School	700,000.00			700,000.00		700,000.00
Kebabe Primary School	700,000.00			700,000.00		700,000.00
St.MichaelOmogumo Primary School	700,000.00			700,000.00		700,000.00
Nyabitunwabine Primary School	700,000.00			700,000.00	700,000.00	0.00
Ebinyinyi Primary School	700,000.00			700,000.00		700,000.00
Kiagware Primary School	700,000.00			700,000.00		700,000.00
Nyasasa Primary School	700,000.00			700,000.00		700,000.00
Nyansembe Primary School	700,000.00			700,000.00		700,000.00
Moticho Primary School	700,000.00			700,000.00		700,000.00
Ruma DOK primary School	700,000.00			700,000.00		700,000.00
Mariwa Primary School	700,000.00			700,000.00		700,000.00
Roura Primary School	700,000.00			700,000.00		700,000.00
Ndonyo Primary School	1,000,000.00					1,000,000.00

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Rangeti sda pri.			1,169,256.90	1,169,256.90	1,169,256.90	0.00
Sare pri.sch			1,169,256.90	1,169,256.90	1,169,256.90	0.00
Keburunga primary			1,169,257.50	1,169,257.50	1,169,257.50	0.00
8.0 Secondary Schools Projects (List all the Projects)				-		
Gotichaki Secondary School	1,200,000.00			1,200,000.00		1,200,000.00
Amaiko S.D.A Secondary School	1,200,000.00			1,200,000.00		1,200,000.00
Nyachenge Sec	1,000,000.00			1,000,000.00		1,000,000.00
KiororiSec.School	1,200,000.00			1,200,000.00		1,200,000.00
Nyango DOK Sec.School	1,200,000.00			1,200,000.00		1,200,000.00
Nyagichenche Sec.School	1,200,000.00			1,200,000.00	1,200,000.00	0.00
Giasobera Sec. School	1,200,000.00			1,200,000.00	1,200,000.00	0.00
Manywanda Girls Sec. School	1,200,000.00			1,200,000.00		1,200,000.00
Omobiri Sec.School	1,200,000.00			1,200,000.00	1,200,000.00	0.00
Nyabine DEB Sec School	1,000,000.00			1,000,000.00		1,000,000.00
BogichonchoSec.School	1,000,000.00			1,000,000.00	1,000,000.00	0.00
Mesocho Sec. School	1,000,000.00			1,000,000.00		1,000,000.00
NyamondoSec.School	700,000.00				700,000.00	0.00

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Nyangweta SDA Sec.School	1,000,000.00			700,000.00		1,000,000.00
KarunguSec.School	700,000.00			700,000.00		700,000.00
Moticho Girls Sec.School	1,100,000.00			1,100,000.00		1,100,000.00
Nyangweta DOK Sec.School	600,000.00			600,000.00	600,000.00	0.00
Nyakeyo Sec. School	1,200,000.00			1,200,000.00		1,200,000.00
Nyakembene SDA Sec.			1,500,000.00	1,500,000.00	1,500,000.00	0.00
Nyasasa Sec			1,000,000.00	1,000,000.00	1,000,000.00	0.00
St.Fabian Makara Sec			2,500,000.00	2,500,000.00	2,500,000.00	0.00
Nyatwoni Sec			2,000,000.00	2,000,000.00	2,000,000.00	0.00
Ayora Sec			1,500,000.00	1,500,000.00	1,500,000.00	0.00
Ndonyo Sec			1,000,000.00	1,000,000.00	1,000,000.00	0.00
Kiendege Sec			1,000,000.00	1,000,000.00	1,000,000.00	0.00
Ikoba Sec.			1,000,000.00	1,000,000.00	1,000,000.00	0.00
Tabaka Township Sec.			1,000,000.00	1,000,000.00	1,000,000.00	0.00
Esaka Sec.			1,000,000.00	1,000,000.00	1,000,000.00	0.00
Kiabigoria Sec.			1,000,000.00	1,000,000.00	1,000,000.00	0.00

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Muma sec .			1,000,000.00	1,000,000.00	1,000,000.00	0.00
Nyamue secondary			1,000,000.00	1,000,000.00	1,000,000.00	0.00
9.0 Tertiary institutions Projects (List all the Projects)			-	-		
10.0 Security Projects			-	-		
Moticho Administration Police post	500,000.00		1,476,422.02	1,476,422.02	500,000.00	
Bonyancha Administration Police post	500,000.00		1,000,000.00	1,000,000.00	500,000.00	
Omogwa ACC office			400,000.00	400,000.00	0.00	
Etago Social hall			1,000,000.00	1,000,000.00	0.00	
Bomonyara Ass.chief's office			200,000.00	200,000.00	0.00	
Assistant Chief's Office Muma			200,000.00	200,000.00	0.00	
Assistant Chiefs office Kabiero			300,000.00	300,000.00	0.00	
Chief's Office Nyakembene			200,000.00	200,000.00	0.00	
Nyansore Ass.chief's Office			700,000.00	700,000.00	0.00	
Assistant Chief's Office Muma			200,000.00	200,000.00	0.00	
Moticho office			1,000,000.00	1,000,000.00	0.00	
11.0 Acquisition of assets			-	-		
11.1 Motor Vehicles (including motorbikes)			-	-		

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11.2 Construction of CDF office (office renovation and fittings)	866,351.45	1,000,000.00	1,866,351.45	1,000,000.00	866,351.45
11.3 Purchase of furniture and equipment			-		-
11.4 Purchase of computers			-		-
11.5 Purchase of land			-		-
12.0 Others			-		-
12.1 Strategic Plan	0	1,605,000.00	1,605,000.00	1,605,000.00	-
12.2 Innovation Hub	0	1,159,256.21	1,159,256.21	0	1,159,256.21
12.3.NG-cdfe Office furniture		934,682.47	934,682.47	144,600.00	790,082.47
	109,040,875.97	63,900,845.00	172,941,720.97	108,796,834	64,144,887

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IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

External Assistance

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

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

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

During the year ended 30th June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

In-kind contributions are donations that are made to the Entity in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the Entity includes such value in the statement of

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receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. Cash and Cash Eequivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2018 for the period 1st July 2018 to 30th June 2019 as required by Law.

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

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12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

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X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017 - 2018
		Kshs	Kshs
Normal Allocation			
	AIE	28,000,000.00	
	AIE NO. 2018/2019/537	15,000,000.00	
	AIE NO. 2018/2019/816	10,000,000.00	
	AIE NO. 2018/2019/979	11,000,000.00	
	AIE NO. 2018/2019/1263	18,000,000.00	
	AIE	26,784,483.15	
	AIE		5,500,000.00
	AIE		37,905,172.00
TOTAL		108,784,483.15	43,405,172.00

2. PROCEEDS FROM SALE OF ASSETS

Description		2018-2019	2017 - 2018
		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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3 OTHER RECEIPTS			
Description		2018-2019	2017 - 2018
		Kshs	Kshs
Interest Received		-	-
Rents		-	-
Sale of Tender Documents		79,000.00	-
Other Receipts Not Classified Elsewhere (specify)		-	-
TOTAL		79,000.00	-

4 COMPENSATION OF EMPLOYEES			
Description		2018-2019	2017 - 2018
		Kshs	Kshs
Basic wages of contractual employees		1,632,486.00	1,722,220.86
Basic wages of casual labour		-	
Personal allowances paid as part of salary		-	
House allowance		-	
Transport allowance			
Leave allowance		-	
Other personnel payments		-	
Employer contribution to NSSF			
Gratuity-Paid		-	
Gratuity-Accrued			
TOTAL		1,632,486.00	1,722,220.86

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5 USE OF GOODS AND SERVICES			
Description		2018-2019	2017 - 2018
		Kshs	Kshs
Utilities, supplies and services		-	65,938.37
Office rent		-	156,000.00
Communication, supplies and services		102,010.00	12,000.00
Domestic travel and subsistence		840,900.00	560,840.00
Printing, advertising and information supplies & services		441,004.93	168,000.00
Training expenses		2,014,580.00	250,400.00
Hospitality supplies and services		47,138.00	114,800.00
Other committee expenses		643,225.00	1,854,400.00
Committee allowance		2,977,400.00	785,000.00
Specialized materials and services		-	127,200.00
Office and general supplies and services		113,992.00	
Fuel , oil & lubricants		101,400.00	65,500.00
Other operating expenses		1,190,142.63	
Routine maintenance - vehicles and other transport equipment		18,840.00	71,968.00
Routine maintenance- other assets		-	18,620.31
Strategic Plan		1,783,000.00	1,705,000.00
TOTAL		10,273,632.56	5,832,666.68

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 TRANSFER TO OTHER GOVERNMENT ENTITIES			
Description		2018-2019	2017 - 2018
		Kshs	Kshs
Transfers to Primary schools		19,807,771.30	6,000,000.00
Transfers to Secondary schools		28,400,000.00	3,600,000.00
Transfers to Tertiary institutions		-	8,500,000.00
TOTAL		48,207,771.30	18,100,000.00

7 OTHER GRANTS AND OTHER PAYMENTS			
Description		2018-2019	2017 - 2018
		Kshs	Kshs
Bursary -Secondary		6,480,790.00	778,000.00
Bursary –Tertiary		26,511,470.00	15,225,640.00
Bursary-Special schools		-	-
Mocks & CAT		-	-
Security		4,476,422.02	-
Sports		1,986,098.42	-
Environment		1,726,000.00	-
Emergency Projects		4,505,214.00	-
TOTAL		45,685,994.44	16,003,640.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

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

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

9 Other Payments		2018-2019	2017 - 2018
ICT HUB		2,996,950.00	-
specify		-	-
specify		-	-
TOTAL		2,996,950.00	-

10A: Bank Balances (cash book bank balance)			
Name of Bank, Account No. & currency	Account Number	2018-2019	2017 - 2018
		Kshs (30/6/2019)	Kshs (30/6/2018)
NG-CDF South Mugirango cooperative bank, Rongo.	01120018205600,	9,104,010.42	9,037,361.77

10B: CASH IN HAND)			
		2018-2019	2017 - 2018
		Kshs (30/6/2019)	Kshs (30/6/2018)
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other receipts (specify)		-	-
TOTAL		-	-

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11: OUTSTANDING IMPRESTS				
<i>Name of Officer</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2019)</i>
	Date imprest taken	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
12 Retention				
Supplier/Contractor	PV No.	2018-2019	2017 - 2018	
ABC Ltd				
XYZ Ltd				
TOTAL				
Gratuity		-		

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13 BALANCES BROUGHT FORWARD			
		2018-2019	2017 - 2018
		(1/7/2018	(1/7/2017)
		Kshs	Kshs
Bank accounts		9,037,361.77	25,533,334.76
Cash in hand			-
Imprest			-
TOTAL		9,037,361.77	25,533,334.76
14 .PRIOR YEAR ADJUSTMENTS			
		2018-2019	2017 - 2018
		Kshs	Kshs
Bank accounts		-	-
Cash in hand		-	-
Imprest		-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.OTHER IMPORTANT DISCLOSURES		
15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)		
	2018-2019	2017 - 2018
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
TOTAL	-	-
15.2: PENDING STAFF PAYABLES (See Annex 2)		
	2018-2019	2017 - 2018
	Kshs	Kshs
NGCDFC Staff	-	-
Others (Gratuity)	892,302.00	-
15.3: UNUTILIZED FUND (See Annex 3)		
	2018-2019	2017 - 2018
	Kshs	Kshs
Compensation of employees	2,356,593	950,079.00 -
Use of goods and services	94,147	1,914,102.00
Amounts due to other Government entities	48,541,290	29,143,717.00
Amounts due to other grants and other transfers	5,677,779	21,341,920.00
Others (Emergency and ICT)	7,475,077	10,472,027.00
TOTALS	64,144,886.67	63,821,845.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued) *NOTES TO THE FINANCIAL STATEMENTS (Continued)*

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
11.					
12.					
Sub-Total					
Grand Total					

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
		a	B	c	d=a-c	
Senior Management						
1.						
2.						
3.						
Sub-Total						
Middle Management						
4.						
5.						
6.						

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

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For the year ended June 30, 2014 (Kshs'000)

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
Sub-Total						
Unionisable Employees						
7.						
8.						
9.						
Sub-Total						
Others (<i>specify</i>)						
10.						
11.						
12.						
Sub-Total						
Grand Total						

ANNEX 3 – UNUTILIZED FUND

Name	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Compensation of employees	2,356,593		
Use of goods & services	94,147.44		
Amounts due to other Government entities	48,541,290		
Sub-Total	50,992,030.59		
Amounts due to other grants and other transfers	5,677,779.08		
Sub-Total	5,677,779.08		
Acquisition of assets			
Others (<i>specify</i>)	7,475,077.00		
Sub-Total			
Grand Total	64,144,886.67		

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Addition s during the year (Kshs)	Disposal s during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land		0	0	
Buildings and structures	7,281,179.0 0	0	0	7,281,179.0 0
Transport equipment	4,378,363.0 0	0	0	4,378,363.0 0
Office equipment, furniture and fittings	81,180.00	0	0	81,180.00
ICT Equipment, Software and Other ICT Assets	280,067.00	0	0	280,067.00
Other Machinery and Equipment	0	0	0	0
Heritage and cultural assets	0	0	0	0
Intangible assets	0	0	0	0
Other assets (cutlery)	10,274.00	0	0	10,274.00
Total	12,031,063.			12,031,063.

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2019

S/N O	PROJECT NAME	ACCOUNT NO	BANK	BRANCH	30TH JUNE 2019
1	Nduru Deb primary sch	1257738380	Kcb	Rongo	700,000.00
2	Nyakorere Pag primary	1141618728700	Co-operative	Rongo	163.00
3	Sare deb primary	1259895653	Kcb	Rongo	-
4	Nyasase secondary	1139477493401	Co-operative	Kisii	203,777.50
5	Bonyancha AP Post	114618633200	Co-operative	Rongo	3,360.00
6	Etogo dok primary	1257692933	Kcb	Rongo	700,000.00
7	Nyakembene secondary	1141618744500	Co-operative	Rongo	654,385.00
8	Manywanda B dok primary	1204271275	Kcb	Rongo	119.50
9	Ensoko deb primay	1149334991	Kcb	Rongo	516.00
10	Nyabitunwa Bine deb primary	1257443836	Kcb	Rongo	700,000.00
11	Egetonto deb primary	1257108786	Kcb	Rongo	1,100,000.00
12	Giasobera sda high school	1149260440	Kcb	Rongo	3,219.50
13	Bogichoncho pag secondary	1257122576	Kcb	Rongo	999,269.00
14	Nyamondo secondary	1257798316	Kcb	Rongo	699,884.00
15	Bomonyama deb primary	1141017089800	Co-operative	Rongo	2,100.00
16	Etogo Social Hall	1141618300100	Co-operative	Rongo	4,650.00
17	Moticho AP Camp	1141618839600	Co-operative	Rongo	2,331.00
18	Nyagichenche secondary	1149210826	Kcb	Rongo	1,203,191.00
19	Nyangweta dok secondary	1257781286	Kcb	Rongo	

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					598,800.00
20	Keburunga primary school	1257603566	Kcb	Rongo	1,169,131.50
21	Marongo primary school	1141017090400	Co-operative	Rongo	1,300,032.50
22	Nyatwoni sda secondary	1141477936500	Co-operative	Rongo	87,970.50
23	Kiendege secopndary school	1141618664400	Co-operative	Rongo	96,840.00
24	St Fabian Makara dok secondary	1141618361400	Co-operative	Rongo	21,102.00
25	Muma secondary school	1141618840300	Co-operative	Rongo	998,975.00
26	Nchoro sda primary school	1141017460700	Co-operative	Rongo	600.42
27	Ibencho deb primary	1141617911700	Co-operative	Rongo	49,297.50
28	Nyagichenche sda primary	1141017529100	Co-operative	Rongo	723,635.00
29	Tabaka Township mixed secondary	1141018972400	Co-operative	Rongo	68,115.00
30	Nyachenge elck primary	1141017525100	Co-operative	Rongo	86,075.00
31	Ikoba mixed secondary	1141618756300	Co-operative	Rongo	90,059.00
32	Bomware sda primary	1150030704	Kcb	Rongo	8,612.00
33	Keburanchogu dok primary	1141618149500	Co-operative	Rongo	625.00
34	Kiabigoria elck secondary school	1149106034	Kcb	Rongo	436,308.00
35	Nyangweta sda primary	1252245939	Kcb	Rongo	350,451.00
36	Gesonso dok primary	1141017566400	Co-operative	Rongo	2,435.00
37	Bogisero Getembe deb primary	1148963855	Kcb	Rongo	700,755.00
38	Rangeti sda primary school	1141617911800	Co-operative	Rongo	27,860.00
39	Esaka dok secondary school	1199356557	Kcb	Rongo	56,295.00
40	Assistant chief's office Bomonyara	1255494123	Kcb	Rongo	16,621.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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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. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
KSI/HUB/SOUTH MUGCDF/2017/2018	Schedule of projects representing ksh 18,823,027 not presented for audit(qualified opinion)	The code list had been presented to the audit team	Barbanas.O. Odok	Not resolved	By end of october

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
SOUTH MUGIRANGO CONSTITUENCY

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TRIAL BALANCE AS AT 30TH JUNE 2019			
		DR	CR
Cash and Cash equivalents			
	Bank Balances	9,104,010	
	Cash Balances	-	
	Outstanding Imprest		
Payments			
	Compensation of Employees	1,632,486	
	Use of goods and services	10,273,633	
	Transfers to Other Government Units	48,207,771	
	Other grants and transfers	45,685,994	
	Acquisition of Assets	-	
	Other Payments	2,996,950	
Receipts			
	Transfers from the Board		108,784,483
	Proceeds from sale of assets		-
	Others receipts		79,000
Prior Year Adjustment			-
Receivables			
Payables			
Accrued gratuity			-
Fund Balance b/f			9,037,362
TOTAL		117,900,845	117,900,845