

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

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THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY

DATE: 06 AUG 2023

DAY:

TUE

TABLED
BY:

Hon Owen Baya, MP
Deputy leader, majority

ON

CLERK AT
THE TABLE:

Anne Shubuko

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
NYARIBARI MASABA CONSTITUENCY**

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



THE NATIONAL ASSEMBLY

DATE: 06 AUG 2023



TABLED BY:

CLERK-AT THE TABLE

NYARIBARI MASABA CONSTITUENCY

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

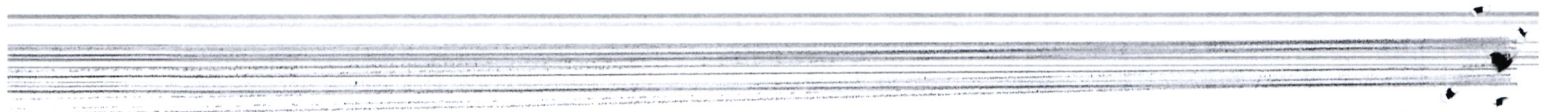
**FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022**

DATE: 08 AUG 2023

TABLED BY:

CLERK-AT THE TABLE

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



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

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I. Key Constituency Information and Management

(a) Background information

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

Mandate

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

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

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

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

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(c) Fiduciary Management

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

| No | Designation | Name |
|----|-----------------------|------------------------|
| 1. | A.I.E holder | Ronald Ingala Khaggayi |
| 2. | Sub-County Accountant | Evans Moruri Obae |
| 3. | Chairman NGCDFC | Mark Siko |
| 4. | Member NGCDFC | Joseph Omare King'oina |

(d) Fiduciary Oversight Arrangements

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

P.O. Box 976 -40202
Masimba NGCDF Office Building
Off Keroka – Kilgoris Road
Keroka, KENYA.

(f) Nyaribari Masaba Constituency NGCDF Contacts

Telephone: (254) 751 700004
E-mail: cdfnyaribarimasaba@ngcdf.go.ke
Website: www.ngcdf.go.ke

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(g) Nyaribari Masaba Constituency NGCDF Bankers

The Co-operative Bank of Kenya Ltd
Keroka Branch
P.O. Box 754 - 40202
Keroka, 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



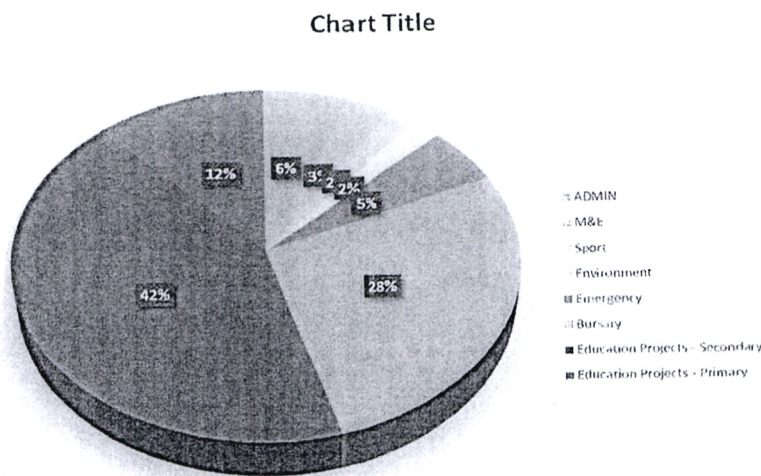
The Financial Year 2021/2022 is the final year under my leadership for the Nyaribari Masaba NGCDF. From the FY 2018/2019, we have enjoyed tremendous growth and achieved a majority of what we set up to achieve in our 5 year strategic plan for the year 2018-2022.

Nyaribari Masaba NGCDF embarked on developing the constituency strategic plan in order to re-evaluate the priority areas for the constituency's development agenda for the period 2018 to 2022. The strategic plan was to enable the constituency stakeholders to focus on selected critical development sectors and to realign resources allocation to achieve equitable economic and social development for the entire constituency. To move forward, the constituency development agenda advocated for the collaborative and collective participation by all stakeholders both within and outside the constituency.

In line with our strategic plan the major milestones include;

- The NGCDF Board was able to release all the funds allocated to Nyaribari Masaba NGCDF for the FY 2021/2022. We were able to expense all the funds received before the closure of the FY.

In the work plan for the FY 2021/2022, the funds were allocated to the different sectors as below;



54% of the funds went towards improving infrastructure in schools in line with the government policy of 100% transition as well implementation of the CBC program in Junior High Schools.

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28% of the funds went towards bursary to assist needy students' access quality education.

The environment vote was utilised towards maintenance of water springs in trying to create access to clean and safe drinking water for the residents of Masaba in line with millennium development goals of 2015.

In summary we have managed to build classrooms in over 100 schools both primary and secondary schools from the year 2018 to 2022. Nearly 10 secondary schools have benefitted with laboratories and dorms in 5 secondary schools.

Among the main beneficiaries of the fund is St. Peter's Chironge Secondary School who were received a 51 seater school bus and a 200 capacity dormitory for the girls as shown below;



Emerging Issues

- Being an election year, there is uncertainty on the outcome of the general elections. The citizens and other stakeholders remain unsure of the policies or the strategic plan will have for the leadership that comes in case of any changes.
- The stability of the fund will be successful with a smooth transition and proper handover of records from one regime to another. This is what we hope for as we exit the office after serving our terms as per the law.
- The fund needs to fully embrace ICT in managing of its financial affairs with the introduction of the CDFMIS and vote book management system which will make reporting more efficient and accurate.

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Challenges

- The NGCDF Board was unable to disburse a balance of funds due to the constituency in the FY 2020/2021 which has overlapped to the new financial year hence affecting some of our programs.
- The revised school program as affected by covid-19 had an impact on some of our activities. For example, undertaking construction while students are in school became a challenge in some cases where there is no space or students are in need of the same facilities.

Recommendations

- Timely disbursement of funds to the constituency unit by the NGCDF Board will ensure 100% utilisation of funds allocated in a FY.
- The budgeting of NGCDF Committee and its work plan to consider its work plan for a given financial year and undertake a review of the work plan to factor events which may affect its budget and performance.

We thank the leadership of Nyaribari Masaba constituency and the general public for having entrusted us with noble duty of handling the NGCDF funds and hope what we have achieved is to the betterment of the people.

God bless Nyaribari Masaba Constituency.



.....
Name: MARK SIKO
CHAIRMAN NGCDF COMMITTEE

Nyaribari Masaba Constituency
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III. Statement of Performance against Predetermined Objectives for FY2021/22

Introduction

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

The key development objectives of NGCDF-NYARIBARI MASABA Constituency's 2018-2022 plan are to:

- i. Improved quality of life (through poverty eradication) and sustainable social-economic development.
- ii. Efficient Communication and Logistics
- iii. Development of our youth's potential in education and extra-curriculum activities
- iv. Improved Security

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 have all children of school going age attending school | Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions | - Number of usable physical infrastructure build in primary, secondary, and tertiary institutions - Number of bursary beneficiaries at all levels | In FY 2021/22; - We have constructed 34 new classrooms, 6 laboratories and 4 dormitories in over 100, 1 administration block in both primary and secondary schools. - Distributed Bursary to 7,820 students in tertiary institutions and 5460 students in secondary schools. - We have purchased 5 new 51 seater school buses in schools. |

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| | | | | |
|----------------------------|---|---|--|---|
| <i>Security</i> | To improve the security situation for all households | Increased security infrastructure installations | - Number of police posts and stations | - There is an ongoing construction of one additional police post at Ichuni. |
| <i>Environment</i> | Improved quality of life through environmental management | Establishment of tree nurseries and plantations, water tanks and water springs rehabilitated. | - Number of water springs protected | - Protected 18 water springs as per the project proposal for the FY 2021/2022. |
| <i>Sports</i> | Development of our youth's potential in extra-curriculum activities | Increased number of youth participating in sports and other extra-curriculum activities | - Active participation in sports activities organised by the NG-CDF. | In the FY 2021/22; - We successfully organised a football tournament and an athletics sports day for the constituency. |
| <i>Disaster Management</i> | Develop an efficient communication and logistics system | Reduce the impact of a disaster on the community. | - Efficient response to emergency situations occurring in the community. | In this FY, in response to emergency situations; - We managed to build toilets in more 18 primary schools to improve the sanitary situation. - We bought hand washing points to all market places, bus stages in mitigation of the covid-19 pandemic. |

IV. Environmental and Sustainability Reporting

Nyaribari Masaba 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 Nyaribari Masaba NG - CDF, the committee funds the following key sectors with the following sustainable priorities.

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

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

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

2. Environmental performance

The Strategic Plan proposes several strategic interventions to address the issues of water shortage, water access and water management in the constituency. The interventions require a concerted collaborative approach by all stakeholders.

- i. Supply schools with high capacity plastic and/or concrete water tanks for water harvesting
- ii. Protect water springs and water points and build water reservoirs to hold the water as the overflows is left to go downstream.
- iii. Sensitize the community on the importance of water harvesting, management and effective use.
- iv. Support and encourage community members to form CBOs to expedite pooling of resources for each household to purchase water harvesting tanks.
- v. Encourage tree planting by households and the community to support river bank protection.
- vi. Use students from schools, especially from Environmental Clubs to be active in riverbank conservation.
- vii. Build adequate and good toilets in schools, churches, markets and encourage households to do so at home to improve hygiene.

The constituency in partnership with other stakeholders to construct proper drainage systems in towns, trading and market centres.

Closely related to water and sanitation is environmental conservation. Without conserving our environment, the springs will run dry, the rivers will cease to flow and the rains will be unpredictable. Indeed the phenomenon of climate change is attributed to plunder and misuse of

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our natural resources. In this strategy, the constituency will work hand in hand with stakeholders to conserve the environment by promoting good agricultural practices, proper management of waste and waste water, and afforestation efforts. To this end the following interventions are proposed:

- Focus was on water catchment areas where we embarked on water springs protection.
- Promote tree planting every year along roads, community land, and water catchment areas.
- Sponsor tree nursery Programmes in 25 primary schools (5 schools per ward).
- Provide good variety and quality tree seedling at cost to constituents.
- Declare one day a tree planting day in Nyaribari Masaba to mobilize the community for plant trees.
- Set one afternoon off once a month for cleaning public and community places - declare the afternoon Nyaribari Masaba Environment Cleaning Day.
- Promote environmental conservation and cleanliness through public barazas and community gathering events.

There is need to scale up the after-care of the environmental projects to be given priority just as other NGCDF projects. Unlike other projects which have been given proper maintenance by respective PMCs, the environmental projects are left to the mercy of nature hence failure for some of the trees planted to mature well.

The involvement of all stakeholders in the environmental sustainability program will lead to improved results in terms of outcome and impact of the efforts made.

3. Employee welfare

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Nyaribari Masaba 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.

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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.

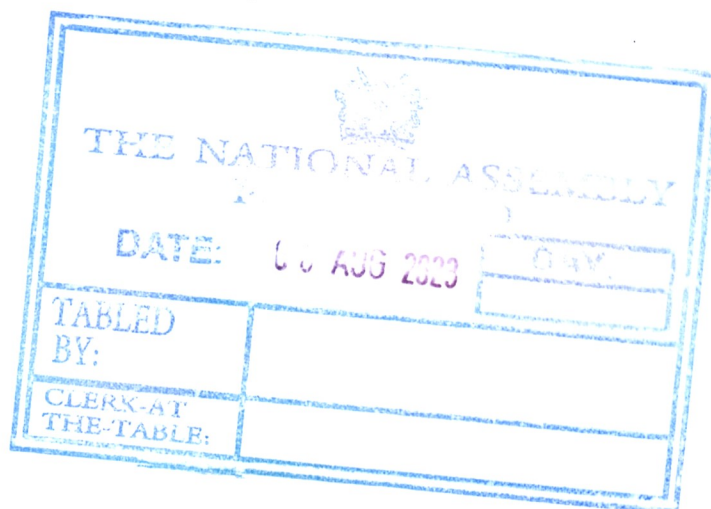
The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

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.

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

.....
Name: Ronald Ingala Khaggayi
Fund Account Manager



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

The Accounting Officer in charge of the NGCDF – Nyaribari Masaba 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 *Nyaribari Masaba Constituency*’s financial statements give a true and fair view of the state of entity’s transactions during the financial year ended June 30, 2022, and of the entity’s financial position as at that date. The Accounting Officer charge of the NGCDF – Nyaribari Masaba Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in

Nyaribari Masaba Constituency
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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 Nyaribari Masaba 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

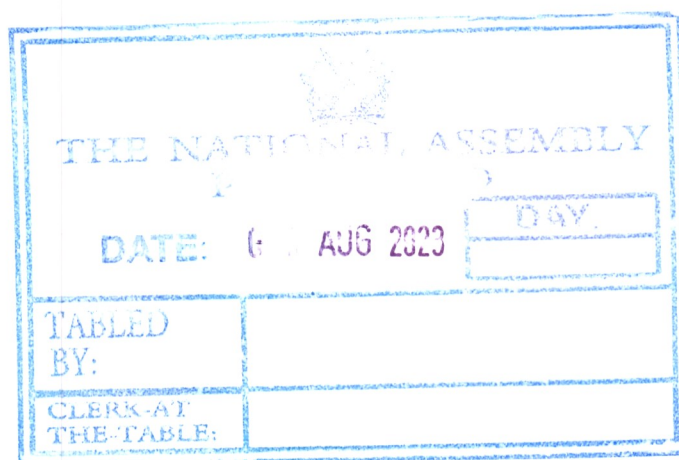
The NGCDF – Nyaribari Masaba Constituency financial statements were approved and signed by the Accounting Officer on 21st SEPT 2022.



.....
Name: Mr. Mark Siko
Chairman – NGCDF Committee



.....
Name: Mr. Ronald Ingala Khaggayi
Finance Account Manager



REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

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NAIROBI

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

PREAMBLE

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

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

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

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Nyaribari Masaba Constituency set out on pages 1 to 45, which comprise of the statement of assets and liabilities as at 30 June, 2022,

Report of the Auditor-General on National Government Constituencies Development Fund - Nyaribari Masaba Constituency for the year ended 30 June, 2022

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

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

Basis for Opinion

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

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final receipts budget and actual on comparable basis amounts of Kshs.182,351,962 and Kshs.170,263,083 respectively, resulting to an under funding of Kshs.12,088,083 (or 7% of the budget). Similarly, the Fund expended Kshs.170,067,731 against an approved budget of Kshs.182,351,962, resulting to an under-expenditure of Kshs.12,284,231 (or 7% of the budget).

In the circumstances, the underfunding and under expenditure affected the planned activities and may have impacted negatively on service delivery to the residents of Nyaribari Masaba Constituency.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness

and Effectiveness in Use of Public Resources sections of my report, I confirm that nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Failure to Constitute Project Management Committee

The statement of receipts and payments and Note 7 to the financial statements reflects other grants and transfers balance of Kshs.65,386,811 which include sports projects amount of Kshs.3,584,695 which was utilized on the construction of a sports pavilion at Getacho Primary School. However, review of the records revealed that the project was implemented without involving the project management committees as required by Regulation 15(1) of the National Government Constituency Development Regulations, 2016.

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

2. Delay in Completion of Projects

The statement of receipts and payments and Note 6 to the financial statements reflects transfer to other government units balance of Kshs.89,911,650 which comprises transfers to primary schools and secondary schools amounts of Kshs.24,700,000 and Kshs.65,211,650 respectively. Field inspection carried out on 22 March, 2023 revealed that seven (7) secondary and primary school projects implemented at a total cost of Kshs.17,000,000 remained incomplete with no contractors on site as tabulated below:

| Institution | Project Description | Amount Paid (Kshs) | Status/ Remarks |
|----------------------------|---|---------------------------|---|
| Ebachwa Primary School | Construction of 2 classrooms | 1,200,000 | Plastering on the outside walls, painting, floor for the veranda, fixing of windows and door panes had not been done. Further, one class was not in use |
| Masimba Primary School | Renovation of 10 classrooms | 2,800,000 | Plastering, painting and general finishes had not been done and doors and windows had not been fixed. |
| Ichuni Boys Primary School | Completion of one storey 8 classrooms | 5,000,000 | Plastering, flooring, electrical works and painting had not been done. Further, doors and windows panes had not been fixed. |
| Kiamokama Primary School | Construction of 2 classrooms on 1 st floor of an existing building to completion | 700,000 | No work had been done on the project. |
| Masabo Primary school | Construction of 4 classrooms | 1,000,000 | Plastering, flooring, electrical works and painting had not been done. Further, doors |

| Institution | Project Description | Amount Paid (Kshs) | Status/ Remarks |
|-----------------------------|--|--------------------|--|
| | | | and window panes had not been fixed. |
| Nyankononi Secondary School | Completion of 4 classrooms | 3,100,000 | Flooring and plastering of ground floor had not been done. In addition, painting was not complete, with only undercoat done on 1 st floor. Also, doors and window panes had not been fixed. |
| Gesabakwa Secondary School | Construction to completion of 300 students dining hall | 3,200,000 | Flooring, plastering and painting had not been done, and doors and windows had not been fixed. |
| Total | | 17,000,000 | |

In the circumstances, value for money on the expenditure of Kshs.17,000,000 could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance 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 processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free

from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of 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 Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material

weakness is a condition in which the design or operation of one or more of the internal controls 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 scepticism 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 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 of 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 controls that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships

and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.



CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

13 July, 2023


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


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

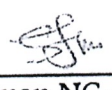
| | Note | 2021 – 2022 | 2020- 2021 |
|-------------------------------------|------|--------------------|-------------------|
| | | Kshs | Kshs |
| Receipts | | | |
| Transfers From NGCDF Board | 1 | 170,088,879 | 98,000,000 |
| Proceeds From Sale of Assets | 2 | - | - |
| Other Receipts | 3 | - | - |
| Total Receipts | | 170,088,879 | 98,000,000 |
| Payments | | | |
| Compensation Of Employees | 4 | 5,976,157 | 4,584,667 |
| Use Of Goods and Services | 5 | 8,793,113 | 7,637,400 |
| Transfers To Other Government Units | 6 | 89,911,650 | 37,460,000 |
| Other Grants and Transfers | 7 | 65,386,811 | 48,324,934 |
| Acquisition Of Assets | 8 | - | - |
| Other Payments | 9 | - | - |
| Total Payments | | 170,067,731 | 98,007,001 |
| Surplus/(Deficit) | | 21,148 | (7,001) |

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

The Nyaribari Masaba Constituency financial statements were approved on 21st SEPT 2022 and signed by:


 Fund Account Manager
 Name: Mr. Ronald I. Khaggayi


 National Sub-County
 Accountant
 Name: Mr. Evans Obae
 ICPAK M/No:


 Chairman NG-CDF Committee
 Name: Mr. Mark Siko

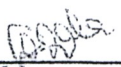
Nyaribari Masaba Constituency
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Annual Report and Financial Statements for The Year Ended June 30, 2022

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


| | Note | 2021-2022 | 2020-2021 |
|--|------|----------------|----------------|
| | | Kshs | Kshs |
| Financial Assets | | | |
| Cash And Cash Equivalents | | | |
| Bank Balances (As Per the Cash Book) | 10A | 195,352 | 174,204 |
| Cash Balances (Cash at Hand) | 10B | - | - |
| Total Cash and Cash Equivalents | | 195,352 | 174,204 |
| Accounts Receivable | | | |
| Outstanding Imprests | 11 | - | - |
| Total Financial Assets | | - | - |
| Financial Liabilities | | | |
| Accounts Payable (Deposits) | | | |
| Retention | 12A | - | - |
| Gratuity | 12B | - | - |
| Total Financial Liabilities | | - | - |
| Net Financial Assets | | 195,352 | 174,204 |
| Represented By | | | |
| Fund Balance B/Fwd | 13 | 174,204 | 181,204 |
| Prior Year Adjustments | 14 | - | - |
| Surplus/Deficit for The Year | | 21,148 | (7,001) |
| Net Financial Position | | 195,352 | 174,204 |

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

The Nyaribari Masaba Constituency financial statements were approved on 21st June 2022 and signed by:


 Fund Account Manager

Name: Mr. Ronald I. Khaggayi


 National Sub-County
 Accountant

Name: Mr. Evans Obae
 ICPAK M/No:


 Chairman NG-CDF Committee

Name: Mr. Mark Siko


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


| | Notes | 2021 - 2022 | 2020 - 2021 |
|--|-----------|--------------------|-------------------|
| | | Kshs | Kshs |
| Receipts From Operating Activities | | | |
| Transfers From NGCDF Board | 1 | 170,088,879 | 98,000,000 |
| Other Receipts | 3 | - | - |
| Total Receipts | | 170,088,879 | 98,000,000 |
| Payments | | | |
| Compensation Of Employees | 4 | 5,976,157 | 4,584,667 |
| Use Of Goods and Services | 5 | 8,793,113 | 7,637,400 |
| Transfers To Other Government Units | 6 | 89,911,650 | 37,460,000 |
| Other Grants and Transfers | 7 | 65,386,811 | 48,324,934 |
| Other Payments | 9 | - | - |
| Total Payments | | 170,067,731 | 98,007,001 |
| Total Receipts Less Total Payments | | | |
| Adjusted For: | | | |
| Decrease/(Increase) In Accounts Receivable | 15 | - | - |
| Increase/(Decrease) In Accounts Payable | 16 | - | - |
| Prior Year Adjustments | 14 | - | - |
| Net Cash Flow from Operating Activities | | 21,148 | (7,001) |
| 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 | | 21,148 | (7,001) |
| Cash & Cash Equivalent At Start Of The Year | 10 | 174,204 | 181,205 |
| Cash & Cash Equivalent At End Of The Year | 10 | 195,352 | 174,204 |

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


The Nyaribari Masaba Constituency financial statements were approved on 24th SEPT 2022 and signed by:


Fund Account Manager

Name: Mr. Ronald I. Khaggayi


National Sub-County Accountant

Name: Mr. Evans Obae
ICPAK M/No:


Chairman NG-CDF Committee

Name: Mr. Mark Siko

Nyaribari Masaba Constituency
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X. Summary Statement of Appropriation for the Year Ended 30th June 2022

| Receipts/Payments | Original Budget | Adjustments | | Final Budget | Actual on comparable basis | Budget utilization difference | % of Utilization |
|-------------------------------------|--------------------|--------------------------------|---|--------------------|----------------------------|-------------------------------|------------------|
| | | a | b | | | | |
| | 2021/2022 | Opening Balance (C/Bl) and AIA | Previous Years' Outstanding disbursements | 2021/2022 | 30/06/2022 | | |
| Receipts | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs |
| Transfers From NGCDF Board | 137,088,879 | 174,204 | 45,088,879.31 | 182,351,962 | 170,263,083 | 12,088,879 | 93% |
| Proceeds From Sale of Assets | - | - | - | - | - | - | - |
| Other Receipts | - | - | - | - | - | - | - |
| Totals | 137,088,879 | 174,204 | 45,088,879 | 182,351,962 | 170,263,083 | 12,088,879 | 93% |
| Payments | | | | | | | |
| Compensation Of Employees | 4,595,378 | 174,204 | 17,711 | 4,787,294 | 5,976,157 | (1,757,733) | 141% |
| Use Of Goods and Services | 7,742,621 | - | 255,221 | 7,997,843 | 8,793,113 | (252,401) | 99% |
| Transfers To Other Government Units | 75,600,000 | - | 35,740,000 | 111,340,000 | 89,911,650 | 21,428,350 | 80% |
| Other Grants and Transfers | 49,150,880 | - | 9,075,946 | 58,226,826 | 65,386,811 | (7,133,985) | 112% |
| Acquisition Of Assets | - | - | - | - | - | - | - |
| Other Payments | - | - | - | - | - | - | - |
| Funds Pending Approval** | - | - | - | - | - | - | - |
| Totals | 137,088,879 | 174,204 | 45,088,879 | 182,351,962 | 170,067,731 | 12,284,231 | 93% |

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

Explanatory Notes;

(a) The pending balances consist of balances held by the NGCDF Board due to the constituency relating to the FY 2020/2021.

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

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

| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference (e = c-d) | % of Utilization (f=d/c %) |
|---|--------------------|--------------------------------|--|------------------------|-------------------------------|---|----------------------------|
| | | Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | | | | |
| | 2021/2022 | | | 2021/2022 | 30/06/2022 | | |
| | Kshs | | Kshs | Kshs | Kshs | Kshs | |
| 1.0 Administration and Recurrent | | | | | | | |
| 1.1 Compensation of employees | 4,595,378 | 174,204 | 191,916 | 4,961,498 | 6,545,027 | (1,583,529) | 132% |
| 1.2 Committee allowances | 1,872,000 | - | - | 1,872,000 | 1,872,000 | - | 100% |
| 1.3 Use of goods and services | 1,757,954 | - | 237,053 | 1,995,007 | 1,995,007 | - | 100% |
| Total | 8,225,332 | 174,204 | 428,969 | 8,828,505 | 10,412,034 | (1,583,529) | 118% |
| 2.0 Monitoring and evaluation | | | | | | | |
| 2.1 Capacity building | 1,370,889 | - | 534,388 | 1,905,277 | - | 1,905,277 | 0% |
| 2.2 Committee allowances | 1,370,889 | - | 272,889 | 1,643,778 | 1,104,350 | 539,428 | 67% |
| 2.3 Use of goods and services | 1,370,889 | - | (789,112) | 581,777 | 3,278,886 | (2,697,109) | 564% |
| Total | 4,112,667 | - | 18,165 | 4,130,832 | 4,383,236 | (252,404) | 106% |
| 3.0 Emergency | | | | | | | |
| 3.1 Primary Schools | - | - | (4,200,000) | (4,200,000) | 2,969,110 | (7,169,110) | -71% |
| 3.2 Secondary schools | - | - | (1,301,082) | (1,301,082) | 2,000,000 | (3,301,082) | -154% |
| 3.3 Tertiary institutions | - | - | - | - | - | - | - |
| 3.4 Security projects | - | - | (300,000) | (300,000) | - | (300,000) | 0% |
| 3.5 Unutilised | 7,192,207 | - | 7,192,207 | 14,384,414 | - | 14,384,414 | 0% |
| Total | 7,192,207 | - | 1,391,125 | 8,583,332 | 4,969,110 | 3,614,222 | 58% |

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

| Programme/Sub-programme | Original Budget(a) | Adjustments(b) Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | Final Budget c = (a+b) | Actual on comparable basis (d) | Budget utilization difference(e) = c-d | % of Utilization (f=d/c %) |
|------------------------------------|--------------------|--|--|------------------------|--------------------------------|--|----------------------------|
| | 2021/2022 | | | 2021/2022 | 30/06/2022 | | |
| | Kshs | | Kshs | Kshs | Kshs | Kshs | |
| 4.0 Bursary and Social Security | | | | - | | | |
| 4.1 Secondary Schools | 13,116,895 | - | 6,339,118 | 19,456,013 | 13,056,000 | 6,400,013 | 67% |
| 4.2 Tertiary Institutions | 23,400,000 | - | (8,487,852) | 14,912,148 | 36,301,006 | (21,388,858) | 243% |
| 4.3 Social Security | - | - | - | - | - | - | - |
| 4.4 Special Needs | - | - | - | - | - | - | - |
| Total | 36,516,895 | - | (2,148,734) | 34,368,161 | 49,357,006 | (14,988,845) | 144% |
| 5.0 Sports | | | | | | | |
| 5.1 Constituency Sports Tournament | 2,741,778 | - | 2,041,780 | 4,783,558 | 3,584,695 | 1,198,863 | 75% |
| Total | 2,741,778 | - | 2,041,780 | 4,783,558 | 3,584,695 | 1,198,863 | 75% |
| 6.0 Environment | | | | | | | |
| 6.1 Tree Planting & Tree Nurseries | - | - | 191,778 | 191,778 | - | 191,778 | 0% |
| 6.2 Water Tanks | - | - | - | - | - | - | - |
| 6.3 Water Springs Protection | 2,700,000 | - | 400,000 | 3,100,000 | 750,000 | 2,350,000 | 24% |
| Total | 2,700,000 | - | 591,778 | 3,291,778 | 750,000 | 2,541,778 | 23% |
| 7.0 Primary Schools Projects | | | | | | | |
| 7.1 Risa Primary School | - | - | 900,000 | 900,000 | 900,000 | - | 100% |

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

| Programme/Sub-programme | Adjustments (b) | | Previous years Outstanding Disbursements | 2021/2022 | comparable basis (d) | Budget utilization difference (e = c-d) | % of Utilization (f=d/c %) |
|---|------------------------|--|--|-------------------|-------------------------|--|----------------------------------|
| | Original Budget (a) | Opening Balance (C/Blk) and AIA | | | | | |
| | 2021/2022 | | | 2021/2022 | 30/06/2022 | | |
| | Kshs | | Kshs | Kshs | Kshs | Kshs | |
| 7.2 Ichumi Boys Primary School | 4,000,000 | - | 1,500,000 | 5,500,000 | 5,500,000 | - | 100% |
| 7.3 Ikenye Primary School | 500,000 | - | 1,000,000 | 1,500,000 | 1,500,000 | - | 100% |
| 7.4 Kiamokama FAM Primary School | 2,000,000 | - | 900,000 | 2,900,000 | 900,000 | 2,000,000 | 31% |
| 7.5 Ekemuga Primary School | 1,000,000 | - | - | 1,000,000 | 1,000,000 | - | 100% |
| 7.6 Keroka DOK Primary School | 1,200,000 | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.7 Ebachwa Primary School | 1,200,000 | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.8 Nyasike Primary School | 1,200,000 | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.9 Sirorokwe Primary School | 1,200,000 | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.10 Masimba Primary School | 1,400,000 | - | - | 1,400,000 | 1,400,000 | - | 100% |
| 7.11 Engorwa Primary School | 1,200,000 | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.12 Masabo Primary School | 2,000,000 | - | - | 2,000,000 | 1,000,000 | 1,000,000 | 50% |
| 7.13 Kenyoro Primary School | 1,200,000 | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.14 Moremani Primary School | 1,200,000 | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.15 Nyamagesa Boarding Primary School | 1,000,000 | - | - | 1,000,000 | - | 1,000,000 | 0% |
| Total | 20,300,000 | - | 4,300,000 | 24,600,000 | 20,600,000 | 4,000,000 | 84% |
| 8.0 Secondary Schools Projects | | | | | | | |
| 8.1 Amasege Secondary School | 8,700,000 | - | - | 8,700,000 | 8,085,825 | 614,175 | 93% |
| 8.2 Bongonta Secondary School | 1,500,000 | - | 5,200,000 | 6,700,000 | 6,700,000 | - | 100% |
| 8.3 St. Mark Mokorogoinwa Secondary School | 1,500,000 | - | 5,200,000 | 6,700,000 | 6,700,000 | - | 100% |

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

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

| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | Final Budget c = (a+b) | Actual on comparable basis (d) | Budget utilization difference (e = c-d) | % of Utilization (f=d/c %) |
|---|--------------------|--|------------------------|--------------------------------|---|----------------------------|
| | 2021/2022 | Opening Balance (C/BK) and AIA | 2021/2022 | 30/06/2022 | | |
| | Kshs | Previous years Outstanding Disbursements | Kshs | Kshs | Kshs | |
| 1.0 Administration and Recurrent | | | | | | |
| 1.1 Compensation of employees | 4,595,378 | 174,204 | 4,961,498 | 6,545,027 | (1,583,529) | 132% |
| 1.2 Committee allowances | 1,872,000 | - | 1,872,000 | 1,872,000 | - | 100% |
| 1.3 Use of goods and services | 1,757,954 | - | 1,995,007 | 1,995,007 | - | 100% |
| Total | 8,225,332 | 174,204 | 8,828,505 | 10,412,034 | (1,583,529) | 118% |
| 2.0 Monitoring and evaluation | | | | | | |
| 2.1 Capacity building | 1,370,889 | - | 1,905,277 | - | 1,905,277 | 0% |
| 2.2 Committee allowances | 1,370,889 | - | 1,643,778 | 1,104,350 | 539,428 | 67% |
| 2.3 Use of goods and services | 1,370,889 | - | 581,777 | 3,278,886 | (2,697,109) | 564% |
| Total | 4,112,667 | - | 4,130,832 | 4,383,236 | (252,404) | 106% |
| 3.0 Emergency | | | | | | |
| 3.1 Primary Schools | - | - | (4,200,000) | 2,969,110 | (7,169,110) | -71% |
| 3.2 Secondary schools | - | - | (1,301,082) | 2,000,000 | (3,301,082) | -154% |
| 3.3 Tertiary institutions | - | - | - | - | - | - |
| 3.4 Security projects | - | - | (300,000) | - | (300,000) | 0% |

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

| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | Final Budget c = (a+b) | Actual on comparable basis (d) | Budget utilization difference (e = c-d) | % of Utilization (f=d/c %) |
|------------------------------------|--------------------|--------------------------------|------------------------|--------------------------------|---|----------------------------|
| | 2021/2022 | Opening Balance (C/Bk) and ALA | 2021/2022 | 30/06/2022 | | |
| | Kshs | | Kshs | Kshs | Kshs | |
| 3.5 Unutilised | 7,192,207 | - | 14,384,414 | - | 14,384,414 | 0% |
| Total | 7,192,207 | - | 8,583,332 | 4,969,110 | 3,614,222 | 58% |
| | | | | | | |
| 4.0 Bursary and Social Security | | | | | | |
| 4.1 Secondary Schools | 13,116,895 | - | 19,456,013 | 13,056,000 | 6,400,013 | 67% |
| 4.2 Tertiary Institutions | 23,400,000 | - | 14,912,148 | 36,301,006 | (21,388,858) | 243% |
| 4.3 Social Security | - | - | - | - | - | - |
| 4.4 Special Needs | - | - | - | - | - | - |
| Total | 36,516,895 | (2,148,734) | 34,368,161 | 49,357,006 | (14,988,845) | 144% |
| | | | | | | |
| 5.0 Sports | | | | | | |
| 5.1 Constituency Sports Tournament | 2,741,778 | - | 4,783,558 | 3,584,695 | 1,198,863 | 75% |
| Total | 2,741,778 | - | 4,783,558 | 3,584,695 | 1,198,863 | 75% |
| | | | | | | |
| 6.0 Environment | | | | | | |
| 6.1 Tree Planting & Tree Nurseries | - | - | 191,778 | - | 191,778 | 0% |
| 6.2 Water Tanks | - | - | - | - | - | - |
| 6.3 Water Springs Protection | 2,700,000 | - | 3,100,000 | 750,000 | 2,350,000 | 24% |
| Total | 2,700,000 | - | 3,291,778 | 750,000 | 2,541,778 | 23% |

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

| Programme/Sub-programme | Original Budget(a) | | Adjustments(b) | | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference(e = c-d) | % of Utilization (f=d/c %) |
|--|--------------------|------|---|--|---------------------------|-------------------------------------|---|----------------------------------|
| | 2021/2022 | Kshs | Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | | | | |
| | | Kshs | | Kshs | Kshs | Kshs | Kshs | |
| 7.0 Primary Schools Projects | | | | | | | | |
| 7.1 Risa Primary School | - | | - | 900,000 | 900,000 | 900,000 | - | 100% |
| 7.2 Ichuni Boys Primary School | 4,000,000 | | - | 1,500,000 | 5,500,000 | 5,500,000 | - | 100% |
| 7.3 Ikenye Primary School | 500,000 | | - | 1,000,000 | 1,500,000 | 1,500,000 | - | 100% |
| 7.4 Kiamokama FAM Primary School | 2,000,000 | | - | 900,000 | 2,900,000 | 900,000 | 2,000,000 | 31% |
| 7.5 Ekemuga Primary School | 1,000,000 | | - | - | 1,000,000 | 1,000,000 | - | 100% |
| 7.6 Keroka DOK Primary School | 1,200,000 | | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.7 Ebachwa Primary School | 1,200,000 | | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.8 Nyasike Primary School | 1,200,000 | | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.9 Sirorokwe Primary School | 1,200,000 | | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.10 Masimba Primary School | 1,400,000 | | - | - | 1,400,000 | 1,400,000 | - | 100% |
| 7.11 Engorwa Primary School | 1,200,000 | | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.12 Masabo Primary School | 2,000,000 | | - | - | 2,000,000 | 1,000,000 | 1,000,000 | 50% |
| 7.13 Kenyoro Primary School | 1,200,000 | | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.14 Moremani Primary School | 1,200,000 | | - | - | 1,200,000 | 1,200,000 | - | 100% |
| 7.15 Nyamagesa Boarding Primary School | 1,000,000 | | - | - | 1,000,000 | - | 1,000,000 | 0% |
| Total | 20,300,000 | | - | 4,300,000 | 24,600,000 | 20,600,000 | 4,000,000 | 84% |

*Nyaribari Masaba Constituency
National Government Constituencies Development Fund (NGCDF)
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| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference(c-d) | % of Utilization (f=d/c %) |
|---|--------------------|--------------------------------|--|------------------------|-------------------------------|------------------------------------|----------------------------|
| | | Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | | | | |
| | 2021/2022 | | | 2021/2022 | 30/06/2022 | | |
| | Kshs | | Kshs | Kshs | Kshs | Kshs | |
| 8.0 Secondary Schools Projects | | | | | | | |
| 8.1 Amasege Secondary School | 8,700,000 | - | - | 8,700,000 | 8,085,825 | 614,175 | 93% |
| 8.2 Bongonta Secondary School | 1,500,000 | - | 5,200,000 | 6,700,000 | 6,700,000 | - | 100% |
| 8.3 St. Mark Mokorogoinwa Secondary School | 1,500,000 | - | 5,200,000 | 6,700,000 | 6,700,000 | - | 100% |
| 8.4 Chironge Secondary School | 1,500,000 | - | 5,200,000 | 6,700,000 | 6,700,000 | - | 100% |
| 8.5 Nyamagesa DEB Secondary School | 2,500,000 | - | 1,800,000 | 4,300,000 | 3,300,000 | 1,000,000 | 77% |
| 8.6 Nyamagesa COG Secondary School | 2,000,000 | - | 1,800,000 | 3,800,000 | 3,000,000 | 800,000 | 79% |
| 8.7 Mesabisabi Secondary School | 8,700,000 | - | - | 8,700,000 | 8,085,825 | 614,175 | 93% |
| 8.8 Gesabakwa Mixed Secondary School | 8,700,000 | - | - | 8,700,000 | 3,000,000 | 5,700,000 | 34% |
| 8.9 Geteri Secondary School | 500,000 | - | - | 500,000 | 500,000 | - | 100% |
| 8.10 Mosisa Secondary School | 500,000 | - | 500,000 | 1,000,000 | 1,000,000 | - | 100% |
| 8.11 Masimba Secondary School | 500,000 | - | 300,000 | 800,000 | 300,000 | 500,000 | 38% |
| 8.12 Riuri secondary school | 500,000 | - | - | 500,000 | - | 500,000 | 0% |
| 8.13 Musa Nyandusi Gesicho secondary school | 800,000 | - | - | 800,000 | 300,000 | 500,000 | 38% |
| 8.14 Suguta Secondary School | 2,000,000 | - | 800,000 | 2,800,000 | 2,800,000 | - | 100% |
| 8.15 Nyankononi Secondary School | 1,000,000 | - | 2,100,000 | 3,100,000 | 3,100,000 | - | 100% |
| 8.16 Matibo Girls Secondary School | 2,000,000 | - | 1,040,000 | 3,040,000 | 3,040,000 | - | 100% |

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

| Programme/Sub-programme | Original Budget(a) | | Adjustments(b) | | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference(e = c-d) | % of Utilization (f=d/c %) |
|--|--------------------|------|---|--|---------------------------|-------------------------------------|---|----------------------------------|
| | 2021/2022 | Kshs | Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | | | | |
| 8.17 Masabo Secondary School | 1,000,000 | | - | - | 1,000,000 | 1,000,000 | - | 100% |
| 8.18 Mogweko Secondary School | 500,000 | | - | 300,000 | 800,000 | 800,000 | - | 100% |
| 8.19 Ekwere secondary school | 300,000 | | - | - | 300,000 | 300,000 | - | 100% |
| 8.20 Sosera secondary school | 500,000 | | - | - | 500,000 | 500,000 | - | 100% |
| 8.21 Moreremi Secondary School | 1,000,000 | | - | - | 1,000,000 | 500,000 | 500,000 | 50% |
| 8.22 St. James Ichuni Secondary School | 1,000,000 | | - | - | 1,000,000 | - | 1,000,000 | 0% |
| 8.23 Riabigutu Secondary School | 1,500,000 | | - | - | 1,500,000 | 1,500,000 | - | 100% |
| 8.24 Metembe Secondary School | 1,200,000 | | - | - | 1,200,000 | - | 1,200,000 | 0% |
| 8.25 Kegogi Secondary School | 1,200,000 | | - | - | 1,200,000 | - | 1,200,000 | 0% |
| 8.26 Moremani Secondary School | 1,600,000 | | - | - | 1,600,000 | 800,000 | 800,000 | 50% |
| 8.27 Chibwobi Secondary School | 2,600,000 | | - | 500,000 | 3,100,000 | 3,100,000 | - | 100% |
| 8.28 Ibacho High School | - | | - | 1,400,000 | 1,400,000 | 1,400,000 | - | 100% |
| 8.29 Nyanturago High School | - | | - | 2,500,000 | 2,500,000 | - | 2,500,000 | 0% |
| 8.30 Mesabisabi Secondary School | - | | - | 1,800,000 | 1,800,000 | 1,800,000 | - | 100% |
| 8.31 Getare Girls Secondary School | - | | - | 1,000,000 | 1,000,000 | 1,000,000 | - | 100% |
| Total | 55,300,000 | | - | 31,440,000 | 86,740,000 | 69,311,651 | 17,428,350 | 80% |
| 9.0 Tertiary institutions Projects | | | | | | | | |
| Total | | | | | | | | |

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

| Programme/Sub-programme | Original Budget(a) 2021/2022 Kshs | Adjustments(b) | | Final Budget c = (a+b) 2021/2022 Kshs | Actual on comparable basis(d) 30/06/2022 Kshs | Budget utilization difference(e = c-d) Kshs | % of Utilization (f=d/c %) |
|----------------------------|---|--------------------------------|--|--|---|--|----------------------------|
| | | Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | | | | |
| 10.0 Security Projects | | | | | | | |
| 10.1 ICHUNI POLICE POST | - | - | 7,200,000 | 7,200,000 | 6,700,000 | 500,000 | 93% |
| Total | - | - | 7,200,000 | 7,200,000 | 6,700,000 | 500,000 | 93% |
| 11.0 Acquisition of assets | | | | | | | |
| Total | - | - | - | - | - | - | - |
| 12.0 Other payments | | | | | | | |
| Total | - | - | - | - | - | - | - |
| 13.0 unallocated fund | | | | | | | |
| Unapproved projects | - | - | - | - | - | - | - |
| AIA | - | - | - | - | - | - | - |
| PMC savings | - | - | - | - | - | - | - |
| Total | 137,088,879 | 174,204 | 45,088,879 | 182,351,962 | 170,067,731 | 12,284,231 | 93% |

*Nyaribari Masaba Constituency
National Government Constituencies Development Fund (NGCDF)
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(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 Nyaribari Masaba Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

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

Significant Accounting Policies continued

14. Errors

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

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

15. Related Party Transactions

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

*Nyaribari Masaba Constituency
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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

| Description | 2021-2022 | 2020 - 2021 |
|--------------------|-----------------------|-------------------|
| | Kshs | Kshs |
| A.I.E. NO. B104906 | | 6,000,000 |
| A.I.E. NO. B124647 | | 9,000,000 |
| A.I.E. NO. B119617 | | 10,000,000 |
| A.I.E. NO. B030293 | | 13,000,000 |
| A.I.E. NO. B128248 | | 6,900,000 |
| A.I.E. NO. B132010 | | 6,000,000 |
| A.I.E. NO. B132304 | | 6,000,000 |
| A.I.E. NO. B138973 | | 13,000,000 |
| A.I.E. NO. B128248 | | 6,100,000 |
| A.I.E. NO. B104945 | | 10,000,000 |
| A.I.E. NO. B140704 | | 12,000,000 |
| A.I.E. NO. B105257 | 33,000,000 | |
| A.I.E. NO. B105544 | 44,000,000 | |
| A.I.E. NO. B128670 | 5,000,000 | |
| A.I.E. NO. B128980 | 12,000,000 | |
| A.I.E. NO. B154177 | 12,000,000 | |
| A.I.E. NO. B154402 | 18,000,000 | |
| A.I.E. NO. B105906 | 22,000,000 | |
| A.I.E. NO. B155524 | 24,088,879 | |
| | | |
| TOTAL | 170,088,879.00 | 98,000,000 |

2. Proceeds From Sale of Assets

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

Nyaribari Masaba Constituency
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Notes to the Financial Statements (Continued)

3. Other Receipts

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

4. Compensation of Employees

| | 2021-2022 | 2020-2021 |
|--|------------------|------------------|
| | Kshs | Kshs |
| NG-CDFC Basic staff salaries | 2,696,495 | 3,384,434 |
| Personal allowances paid as part of salary | - | 34,500 |
| House Allowance | - | - |
| Transport Allowance | - | - |
| Leave allowance | - | - |
| Gratuity to contractual employees | 3,083,770 | - |
| Employer Contributions Compulsory national social security schemes | 195,893 | 919,332 |
| Total | 5,976,158 | 4,584,667 |

Nyaribari Masaba Constituency
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Notes to the Financial Statements (Continued)

5. Use of Goods and Services

| Description | 2021-2022 | 2020 - 2021 |
|--|------------------|------------------|
| | Kshs | Kshs |
| Utilities, supplies and services | 2,548,813 | 526,696 |
| Electricity | - | 20,000 |
| Water & sewerage charges | - | - |
| Office rent | - | - |
| Communication, supplies and services | 268,000 | 501,204 |
| Domestic travel and subsistence | 1,457,500 | 864,000 |
| Printing, advertising and information supplies & services | - | 0 |
| Rentals of produced assets | - | - |
| Training expenses | - | 550,000 |
| Hospitality supplies and services | 282,000 | 286,500 |
| Other committee expenses | 990,350 | 954,000 |
| Committee allowance | 1,986,000 | 2,016,000 |
| Insurance costs | - | - |
| Specialized materials and services | - | - |
| Office and general supplies and services | 508,300 | 784,000 |
| Fuel , oil & lubricants | 664,000 | 500,000 |
| Other operating expenses | - | - |
| Bank service commission and charges | - | 48,000 |
| Other Operating Expenses | - | - |
| Security operations | - | - |
| Routine maintenance - vehicles and other transport equipment | 88,150 | 512,000 |
| Routine maintenance- other assets | - | 75,000 |
| TOTAL | 8,793,113 | 7,637,400 |

6. Transfer to Other Government Units

| Description | 2021-2022 | 2020-2021 |
|--|-------------------|-------------------|
| | Kshs | Kshs |
| Transfers To Primary Schools (See Attached List) | 24,700,000 | 13,900,000 |
| Transfers To Secondary Schools (See Attached List) | 65,211,650 | 23,560,000 |
| Transfers To Tertiary Institutions (See Attached List) | - | - |
| Total | 89,911,650 | 37,460,000 |

Nyaribari Masaba Constituency
National Government Constituencies Development Fund (NGCDF)
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Notes to the Financial Statements (Continued)

7. Other Grants and Other transfers

| | 2021-2022 | 2020-2021 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Bursary – secondary schools (see attached list) | 13,056,000 | 7,336,000 |
| Bursary – tertiary institutions (see attached list) | 36,327,006 | 32,487,852 |
| Bursary – special schools (see attached list) | - | - |
| Mock & CAT (see attached list) | - | - |
| Social Security programmes (NHIF) | - | - |
| Security projects (see attached list) | 6,700,000 | - |
| Sports projects (see attached list) | 3,584,695 | 700,000 |
| Environment projects (see attached list) | 750,000 | 2,000,000 |
| Emergency projects (see attached list) | 4,969,110 | 5,801,082 |
| Total | 65,386,811 | 48,324,934 |

8. Acquisition of Assets

| | 2021-2022 | 2020-2021 |
|---|-----------|-----------|
| | Kshs | Kshs |
| Purchase of Buildings | - | - |
| Construction of Buildings | - | - |
| Refurbishment of Buildings | - | - |
| Purchase of Vehicles and Other Transport Equipment | - | - |
| Purchase of Household Furniture and Institutional Equipment | - | - |
| Purchase of Office Furniture and General Equipment | - | - |
| Purchase of ICT Equipment, Software and Other ICT Assets | - | - |
| Purchase of Specialized Plant, Equipment and Machinery | - | - |
| Acquisition of Land | - | - |
| Total | - | - |

Notes to the Financial Statements (Continued)

9. Other Payments

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

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| | | |
|--------------|---|---|
| Total | - | - |
|--------------|---|---|

Notes to the Financial Statements (Continued)

10: Cash Book Bank Balance

| Name Of Bank, Account No. & Currency | 2021-2022 | 2020-2021 |
|---|-----------|-----------|
| | Kshs | Kshs |
| 10A: Bank Accounts (Cash Book Bank Balance) | 195,352 | 174,204 |
| <i>The Cooperative Bank of Kenya, Keroka Branch</i> <i>A/c. No. 01120018104700</i> | - | - |
| Total | 195,352 | 174,204 |
| 10 B: Cash on Hand | | |
| Location 1 | - | - |
| Total | - | - |

11: Outstanding Imprests

| Name of Officer or Institution | Date Imprest Taken | Amount Taken | Amount Surrendered | Balance |
|--------------------------------|--------------------|--------------|--------------------|---------|
| | | Kshs | Kshs | Kshs |
| Name of Officer | - | - | - | - |
| Total | | - | - | - |

12A. Retention

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

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12B. Gratuity

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

[Provide short appropriate explanations as necessary]

13. Balances Brought Forward

| | 2021-2022 (1 st July 2021) | 2020-2021 (1 st July 2020) |
|---------------|--|--|
| | Kshs | Kshs |
| Bank accounts | xx | xx |
| Cash in hand | xx | xx |
| Imprest | xx | xx |
| Total | xx | xx |

14. Prior Year Adjustments

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

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15. Changes in Accounts Receivable – Outstanding Imprests

| | 2021-2022 | 2020-2021 |
|--|-----------|-----------|
| | KShs | KShs |
| Outstanding Imprest as at 1 st July (A) | - | - |
| Imprest issued during the year (B) | - | - |
| Imprest surrendered during the Year (C) | - | - |
| closing accounts in account receivables D= A+B-C | - | - |
| Changes in Account Receivables E= D-A | - | - |

16. Changes in Accounts Payable – Deposits and Retentions

| | 2021 – 2022 | 2020 – 2021 |
|---|-------------|-------------|
| | KShs | KShs |
| Deposit and Retentions as at 1 st July (A) | - | - |
| Deposit and Retentions held during the year (B) | - | - |
| Deposit and Retentions paid during the Year (C) | - | - |
| closing account payables D= A+B-C | - | - |
| Changes in Accounts Payable E= D-A | - | - |

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17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

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

17.2: Pending Staff Payables (See Annex 2)

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

17.3: Unutilized Fund (See Annex 3)

| | 2021-2022 | 2020-2021 |
|---|------------|------------|
| | Kshs | Kshs |
| Compensation of employees | - | 191,915 |
| Use of goods and services | 59,599 | 255,222 |
| Amounts due to other Government entities (see attached list) | 12,398,836 | 35,740,000 |
| Amounts due to other grants and other transfers (see attached list) | - | 9,075,946 |
| Acquisition of assets | - | - |
| Funds pending approval | - | - |
| Total | 12,458,435 | 45,263,083 |

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17.4: PMC account balances (See Annex 5)

| | 2021-2022 | 2020-2021 |
|--|-----------|-----------|
| | Kshs | Kshs |
| PMC account balances (see attached list) | 3,735,148 | 3,106,956 |
| Total | 3,735,148 | 3,106,956 |

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Annexes
Annexes: 1 Analysis of Pending Accounts Payable

| Supplier of Goods or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance 2022 | Comments |
|-------------------------------|-----------------|-----------------|---------------------|--------------------------|----------|
| | a | b | c | d=a-c | |
| Construction of buildings | | | | | |
| 1. | | | | | |
| 2. | | | | | |
| 3. | | | | | |
| Sub-Total | | | | | |
| Construction of civil works | | | | | |
| 4. | | | | | |
| 5. | | | | | |
| 6. | | | | | |
| Sub-Total | | | | | |
| Supply of goods | | | | | |
| 7. | | | | | |
| 8. | | | | | |
| 9. | | | | | |
| Sub-Total | | | | | |
| Supply of services | | | | | |
| 10. | | | | | |
| Sub-Total | | | | | |
| Grand Total | | | | | |

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Annex 2 - Analysis of Pending Staff Payables

| Name of Staff | Designation | Date employed | Outstanding Balance 30 th June 2022 | 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 2021/2022 | Outstanding Balance 2020/2021 | Comments |
|--|-------------------------------|-------------------------------|-------------------------------|----------|
| Compensation of employees | | - | 191,915 | |
| Use of goods & services | | 58,435 | 255,221 | |
| Amounts due to other Government entities | | | | |
| Bongonta Secondary School | School Bus Purchase | - | 5,200,000 | |
| St. Mark Mkorogoinwa Secondary School | School Bus Purchase | - | 5,200,000 | |
| Chironge Secondary School | School Bus Purchase | - | 5,200,000 | |
| Nyamagesa DEB Secondary School | Dormitory Construction | 1,000,000 | 1,800,000 | |
| Nyamagesa COG Secondary School | 8No. Classrooms | 700,000 | 1,800,000 | |
| Ibacho High School | Dormitory Construction | - | 1,400,000 | |
| Nyanturago High School | Dormitory Construction | 2,500,000 | 2,500,000 | |
| Mosisa Secondary School | Laboratory Construction | - | 500,000 | |
| Masimba Secondary School | Dormitory Construction | - | 300,000 | |
| Getare Girls Secondary School | Tuition Block Completion | - | 1,000,000 | |
| Mesabisabi Secondary School | Dormitory Construction | - | 1,800,000 | |
| Suguta Secondary School | 8No. Classrooms | - | 800,000 | |
| Nyankononi Secondary School | 8No. Classrooms | - | 2,100,000 | |
| Matibo Girls Secondary School | Laboratory Construction | - | 1,040,000 | |
| Masabo Secondary School | Administration Block | - | 500,000 | |
| Mogweko Secondary School | 6No. Classrooms | - | 300,000 | |

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| Name | Brief Transaction Description | Outstanding Balance 2021/2022 | Outstanding Balance 2020/2021 | Comments |
|--|-------------------------------|-------------------------------|-------------------------------|----------|
| Risa Primary School | 2No. Classrooms | - | 900,000 | |
| Ichuni Boys Primary School | 8No. Classrooms | - | 1,500,000 | |
| Kiamokama DEB Primary School | 2No. Classrooms | 2,000,000 | 900,000 | |
| Ikenye Primary School | 6No. Classrooms | - | 1,000,000 | |
| Amasege Secondary School | School Bus Purchase | - | - | |
| Masabo Primary School | 4No. Classrooms | 1,000,000 | - | |
| Nyamagesa Boarding Primary School | 4No. Classrooms | 1,000,000 | - | |
| St. James Ichuni Mixed Sec. School | 2No. Classrooms | 1,000,000 | - | |
| Metembe Secondary School | 2No. Classrooms | 1,200,000 | - | |
| Kegogi Secondary School | 2No. Classrooms | 1,200,000 | - | |
| Moremani Secondary School | 4No. Classrooms | 800,000 | - | |
| | Sub-Total | 12,458,435 | 36,187,136 | |
| Amounts due to other grants and other transfers | | | | |
| Bursary to Tertiary Institutions | Bursary | - | 1,875,946 | |
| Ichuni Police Post | Completion of Police Post | - | 7,200,000 | |
| | Sub-Total | - | 9,075,946 | |
| Acquisition of assets | | | | |
| | | - | - | |

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Annex 4 – Summary of Fixed Asset Register

| Asset class | Historical Cost b/f (Kshs) 2020/21 | Additions during the year (Kshs) | Disposals during the year (Kshs) | Historical Cost (Kshs) 2021/22 |
|--|---|--|--|---|
| Land | 18,924,723 | - | - | 18,924,723 |
| Buildings and structures | 4,000,000 | - | - | 4,000,000 |
| Transport equipment | 1,357,635 | - | - | 1,357,635 |
| Office equipment, furniture and fittings | 420,000 | - | - | 420,000 |
| ICT Equipment, Software and Other ICT Assets | 466,000 | - | - | 466,000 |
| Other Machinery and Equipment | - | - | - | - |
| Heritage and cultural assets | - | - | - | - |
| Intangible assets | - | - | - | - |
| Total | 25,168,358 | - | - | 25,168,358 |

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Annex 5 –PMC Bank Balances As At 30th June 2022

| PMC | Bank | Account number | Bank Balance 2021/2022 | Bank Balance 2020/2021 |
|-----------------------------|--------------------|----------------|------------------------|------------------------|
| GESABAKWA SEC | CO-OP BANK, KEROKA | 01139361984900 | 2,000,335 | 335 |
| MOSISA SEC | KCB- KEROKA | 1258206668 | 2,817 | 162,817 |
| MATIHO GIRLS SEC | EQUITY BANK | 1240278937928 | 683 | 50,683 |
| MOCHENGO SDA PRIMARY | KCB, KEROKA | 12568832499 | 192 | 192 |
| EMBOROGO SDA PRIMARY | CO-OP BANK, KEROKA | 01141017310800 | 4,310 | 4,310 |
| MOTONYONI DOK PRIMARY | CO-OP BANK, KEROKA | 01141017521900 | 475 | 179,475 |
| MESOCHO SDA PRIMARY | KCB, KEROKA | 1258689014 | 929 | 929 |
| RIAMICHOKI D.O.K | KCB, KEROKA | 1166548066 | 1,058 | 333,058 |
| ST. CECILIA RAMASHA SEC | KCB, KEROKA | 110567434 | 7,248 | 7,248 |
| GETACHO DEB PRIMARY | KCB, KEROKA | 1257092413 | 918 | 310,618 |
| MUSA NYANDUSI – GESICHO SEC | KCB, KEROKA | 1257032445 | 1,132 | 218,123 |
| MASABO SEC | CO-OP BANK, KEROKA | 01141017571700 | 19,661 | 59,661 |
| KIAMOKAMA FRIENDS SEC | EQUITY BANK KEROKA | 1240278884187 | 64 | 64 |
| KENYORO DEB PRIMARY | KCB, KEROKA | 1259907848 | 723 | 723 |
| KIOMITI DOK PRIMARY | KCB, KEROKA | 1234192446 | 9 | 1,565 |
| SOSERA SEC | KCB, KEROKA | 1176083988 | 3,120 | 113,120 |
| ST. PETERS CHIRONGE | KCB, KEROKA | 1234868865 | 997 | 267,897 |
| MASIMBA SECONDARY | EQUITY -KEROKA | 1240279034187 | 530 | 26,530 |
| NYAMAGESA SDA BOARDING | CO-OP BANK, KEROKA | 01141361360200 | 1,915 | 1,915 |
| EMEROKA MIXED SECONDARY | CO-OP BANK, KEROKA | 01141363401800 | 4,231 | 4,231 |
| OBWARI SDA PR | CO-OP BANK, KEROKA | 01139361706900 | 587 | 587 |

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| PMC | Bank | Account number | Bank Balance 2021/2022 | Bank Balance 2020/2021 |
|-------------------------------|---------------------|----------------|------------------------|------------------------|
| MESABISABI SEC SCHOOL | CO-OP BANK, KEROKA | 01141362021900 | 2,449 | 2,449 |
| IBANCHORE PRIMARY | CO-OP BANK, KEROKA | 01139361929700 | 6,770 | 6,770 |
| EMBOROGO SDA PRIMARY SCHOOL | CO-OP BANK, KEROKA | 01141017310800 | 4,310 | 4,310 |
| RURI MIXED DEB SECONDARY | CO-OP BANK, KEROKA | 01141364178700 | 594 | 594 |
| ST. LUKE EKWARE SEC SCHOO | CO-OP BANK, KEROKA | 01141360910300 | 9,012 | 9,012 |
| OMOGOGO DOK PRIMARY | CO-OP BANK, KEROKA | 0141364457900 | 761 | 761 |
| KIAMOKAMA DEB PR | CO-OP BANK, KEROKA | 01139361911700 | 11,605 | 11,605 |
| BOKIBARORI PR SCHOOL | CO-OP BANK, KEROKA | 01139363360900 | 3,952 | 3952 |
| RIOIRA DEB PRIMARY SCHOOL | CO-OP BANK, KEROKA | 0141016874100 | 115 | 115 |
| RIANYOKA PRIMARY | CO-OP BANK, KEROKA | 01139391917100 | 7,232 | 7,232 |
| IBACHO HIGH SCHOOL | CO-OP BANK, KEROKA | 01141017571700 | 9,661 | 59,661 |
| RIAMAKANDA DEB PRIMARY SCHOOL | CO-OP BANK, KEROKA | 01139361911700 | 11,605 | 11,605 |
| GETARE GIRLS SECONDARY | CO-OP BANK, KEROKA | 01141363190400 | 162 | 162 |
| CHIRONGE DEB PRIMARY | CO-OP BANK, KEROKA | 01139361910000 | 2,562 | 2,562 |
| GEKONGE DEB PRIMARY SCHOOL | EQUITY BANK, KEROKA | 1240279865951 | 56 | 56 |
| NYANKONONI DEB SEC SCHOOL | EQUITY BANK, KEROKA | 1240261489997 | 8,441 | 8,441 |
| GETERI SEC | EQUITY BANK, KEROKA | 1240266715083 | 200,064 | 64 |
| RURI DEB PRIMARY | KCB, KEROKA | 1272697711 | 224 | 224 |
| SASATI MIXED SEC | KCB, KEROKA | 1236246586 | 9 | 3,129 |
| SUGUTA COG SEC | KCB, KEROKA | 1234202697 | 930 | 702,330 |
| NYAMASIBI PRI. SCHOOL | KCB, KEROKA | 1273536363 | 959 | 480,459 |
| ST. JAMES ICHUNI MIXED | KCB, KEROKA | 1272684059 | 1,210 | 1,210 |
| SIRIROKWE DEB PR | KCB, KEROKA | 1272654561 | 1,400,000 | 0 |

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| PMC | Bank | Account number | Bank Balance 2021/2022 | Bank Balance 2020/2021 |
|---------------------------|-------------|----------------|------------------------|------------------------|
| MOREREMI SEC SCHOOL | KCB, KEROKA | 1175863017 | 9 | 1,711 |
| NYAMAGESA CHIEFS OFFICE | KCB, KEROKA | 1236700988 | 503 | 503 |
| MOKOBOKOBO DEB PRIMARY | KCB, KEROKA | 1112958207 | 9 | 5,295 |
| NYAMESOCHO SDA SEC | KCB, KEROKA | 1226641318 | 9 | 6,518 |
| KEGOGI DEB PRIMARY SCHOOL | KCB, KEROKA | 1257683233 | - | 32,139 |
| | | | | |
| TOTAL | | | 3,735,148 | 3,106,956 |

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|---|--|---|--------------------------------------|---|
| <p>SNNY/NYARIBARI MASABA NGCDF/2020/2021/(11)</p> | <p>1. Committee Expenses</p> <p>Included in note 5 under use of goods and services figure of Kshs. 7,637,399 is other committee expenses and allowances of Kshs. 954,000 and Kshs. 2,016,000 respectively. However, review of the payment vouchers and expenditure records noted that they were not supported with signed attendance schedule as well as monitoring and evaluation reports.</p> <p>Consequently, the validity and accuracy of the committee expense balance of Kshs.2,970,000 could not be confirmed.</p> | <p>The management has ensured all vouchers supporting the expenditure for Kshs. 2,970,000 for committee expenses and allowances have all the supporting documents. This includes, the minutes authorizing the budget expenditure, the budget as authorized, signed attendance schedules, signed payment schedules as well as monitoring and evaluation reports where necessary.</p> | <p>Submitted to the Audit Team</p> | <p>September 2022</p> |
| <p>SNNY/NYARIBARI MASABA NGCDF/2020/2021/(11)</p> | <p>2. Budgetary Control and Performance</p> <p>The statement of comparison of budget and actual amounts for the year under review</p> | <p>The under receipt of Kshs. 45,263,083 from the NGCDF Board was beyond the control of the</p> | <p>Resolved</p> | <p>August 2022</p> |

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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) |
|---|---|---|--------------------------------------|---|
| | <p>reflects total budgeted receipts of Kshs.143,270,083 and actual receipts of Kshs. 98,181,204 resulting to overall under receipts of Kshs. 45,088,879 or 31%. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.143,270,083 and Kshs.98,007,000 respectively resulting in an underperformance amounting to Ksh.45,263,083 or 32%. The underfunding and under expenditure affected the planned activities and may have impacted negatively on service delivery to the residents of Nyaribari Masaba constituency.</p> | <p>management of the Nyaribari Masaba NGCDF. The management is in agreement that under expenditure affects the planned activities and has a negative impact on the service delivery aspect to the people of Nyaribari Masaba Constituency.</p> | | |
| <p>SNY/NYARIBARI MASABA NGCDF/2020/2021/(11)</p> | <p>3. Transfers to Other Government Entities 3.1 Completion of a Laboratory at Matibo Girls Secondary School Included in transfers and other government entities figure is Kshs. 37,460,000 that reflects transfer to Secondary school's expenditure of Kshs. 23,560,000 out of which an amount of Kshs.1,460,000 was disbursed to Matibo Girls Secondary School for construction of one Storey twin laboratories. The scope of works included</p> | <p>The project was initiated in the FY 2019/2020. The project was initially conceived to be a one storey structure. However, the project was expanded to two storey to accommodate offices, laboratories, classrooms and a library due to the needs of the school. The project has been</p> | <p>Not Resolved</p> | <p>June 2023</p> |

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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) |
|--|--|---|-----------------------------------|--|
| | <p>slab, walling, roofing, plastering, windows, doors, painting, electricity and general finishes with a capacity of 50 work-stations per room. However, tender documents such as tender advertisement, the bill of quantities, tender opening, evaluations and award committee minutes, expenditure returns, inspection reports, CDPC monitoring and evaluation report, certified drawings and design were not availed for audit review.</p> <p>Physical verification of the project on May 2022 revealed that the foundation and super structure were done but the building was incomplete and stalled.</p> <p>Delay in completion of projects may lead to escalation of costs and the students and other stakeholders have not received the expected utility and value for money from the funds so far spent on the projects.</p> | <p>consistently funded in all subsequent years and the trend is set to continue until the project is complete and of use to the community.</p> | | |
| <p>SNV/NYARIBARI MASABA NGCDF/2020/2021/(11)</p> | <p>3.2 Construction of Dormitory One Storey at Chibwobi Secondary School</p> <p>Included in transfers and other government entities figure is Kshs. 37,460,000 which include transfer to Secondary school's expenditure of Kshs. 23,560,000 out of which an amount of Kshs.4,000,000 was disbursed to Chibwobi Secondary Schools for construction of one Storey twin</p> | <p>The project is still ongoing with the final phase to be completed by 30th June 2023. The initial funding of Kshs. 4,000,000 was to do up to roofing level considering the cost of escalating</p> | <p>Resolved</p> | <p>December 2022</p> |

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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) |
|--|--|--|--------------------------------------|---|
| | <p>dormitories to completion. The scope of works included foundation, super structure, lintel, plastering, fixing windows, painting and general finishes with a capacity of 100 beds on each floor.</p> <p>However, tender documents such as tender advertisement, the bill of quantities, tender opening, evaluations and award committee minutes, expenditure returns, project bank statement, inspection reports, CDPC monitoring and evaluation report, certified drawings and design were not availed for audit review.</p> <p>Physical verification of the project at the time of audit established that only the foundation, and super structure had been done and construction works were still on-going.</p> <p>Under the circumstances, the value for money was achieved in the expenditure of shs.4,000,000 towards the construction of the classroom could not be confirmed.</p> | <p>materials.</p> <p>The project file has been availed by the management for review for documents such as the tender documents, bill of quantities, expenditure returns, reconciliation and monitoring and evaluation reports.</p> | | |
| <p>SNY/NYARIBARI MASABA NGCDF/2020/2021/(11)</p> | <p>3.3 Purchase of Secondary School Buses</p> <p>Included in transfers and other government entities figure is Kshs.37,460,000 reflected in the statement of receipts and payments is transfer to secondary school's expenditure</p> | <p>The NGCDF committee proposed funding for three school buses to go to the following schools; Bong'onta Secondary School, St. Mark</p> | <p>Resolved</p> | <p>August 2022</p> |

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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) |
|--|--|--|--------------------------------------|---|
| | <p>of Kshs. 23,560,000 out of which expenditure amounting to Kshs. 6,000,000 was disbursed to three (3) Secondary School for purchase of a 51 seater school bus from a motor vehicle company. However, there was no inspection and acceptance committee pursuant to section 48 (3)(b) of the Public Procurement and Disposal Act, 2015 which states that the inspection and acceptance committee shall immediately after the delivery of the goods, works or services inspect and review the goods, works or services in order to ensure compliance with the terms and specifications of the contract. In addition, contract documents were not provided for audit review. Consequently, the value for money spent could not be confirmed.</p> | <p>Mokorogoinwa Secondary School and St. Peter's Chironge Secondary School. The buses were as per the government agreed contract and we engaged the services of Associated Motors Ltd for the delivery of the bus as per the specifications negotiated by the government and as per the needs of the schools. The entire process was monitored by the school and the management of the NGCDF committee until the buses were delivered successfully to the schools. The project files and all the necessary documentation with the regards to the buses contact have been provided for your review.</p> | | |

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

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|--|--|--|--------------------------------------|---|
| SNY/NYARIBARI MASABA NGCDF/2020/2021/(11) | <p>4.0 Emergency Funds</p> <p>The statement of receipts and payments indicates other grants and transfers figure of Kshs. 48,324,934 and as disclosed under note 7 of the financial statement included expenditure on emergency projects of Kshs. 5,801,082. However, the project management committee minutes, monitoring and evaluation report, inspection and acceptance committee reports were not provided for audit review. Consequently, regularity and propriety of the expenditure of Kshs.5,801,082 on emergency projects could not be established.</p> | <p>The management has made available the project management committee monitoring and evaluation reports, and acceptance committee reports, drawings and expenditure returns for your review.</p> | Resolved | August 2022 |


 Name
 Fund Account Manager.

