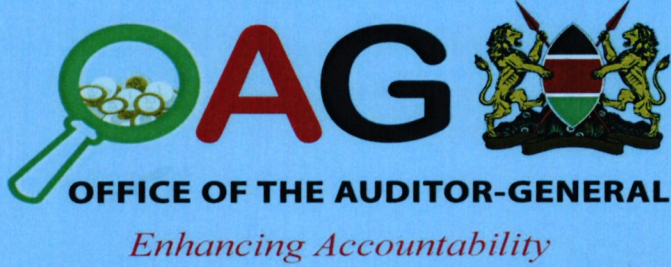


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REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 07 OCT 2021

DAY:

THURSDAY

OF

TABLED
BY:

Loni

CLERK-AT
THE-TABLE:

Benson Inzoga

THE AUDITOR-GENERAL

ON

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

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



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P. O. Box 30034 - 00100, NAIROBI
REGISTRY

30 APR 2020

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Revised Template 30th June 2019



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

REPORTS AND FINANCIAL STATEMENTS

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

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

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) BONCHARI
CONSTITUENCY**

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

Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No.	Designation	Name
1.	A.I.E holder	Salome Miruka
2.	Sub-County Accountant	Stephen Orina
3.	Chairman NGCDFC	Anthony Nyamao
4.	Member NGCDFC	Helina Morang'a

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF BONCHARI Constituency Headquarters

CDF Office Building Suneka
P.O. Box 4-40205,
Nyambunwa
Kisii – Migori Highway
Suneka, KENYA

(f) NGCDF BONCHARI Constituency Contacts

Telephone: (254) 712755708
E-mail: cdfbonchari@ngcdf.go.ke
Website: www.bonchari.go.ke

(g) NGCDF BONCHARI Constituency Bankers

Bonchari NG - CDF
Equity Bank - Kisii Branch
Acc. No: 0510263641594
P.O Box 2775 – 40200
KISII.

(h) Independent Auditors

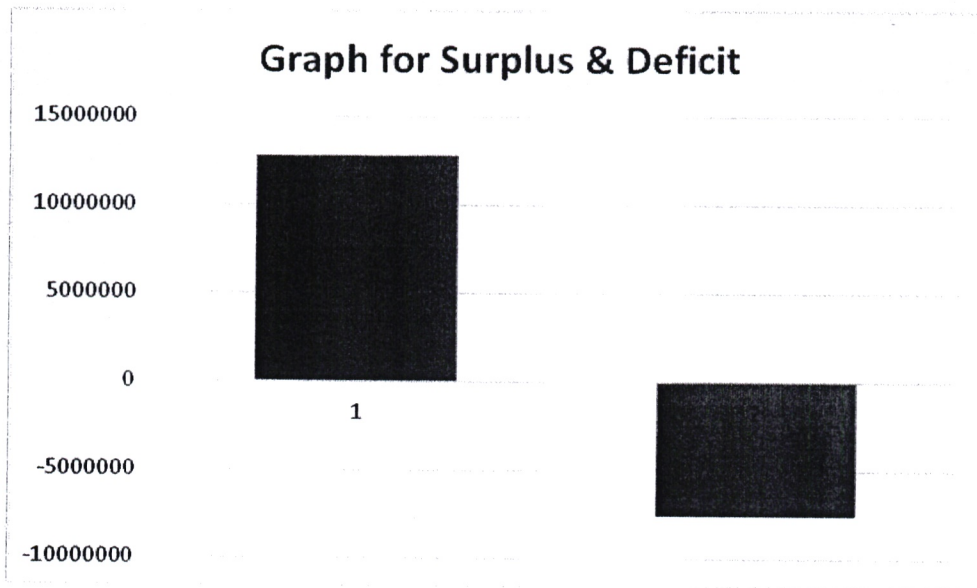
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GOP 00100
Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

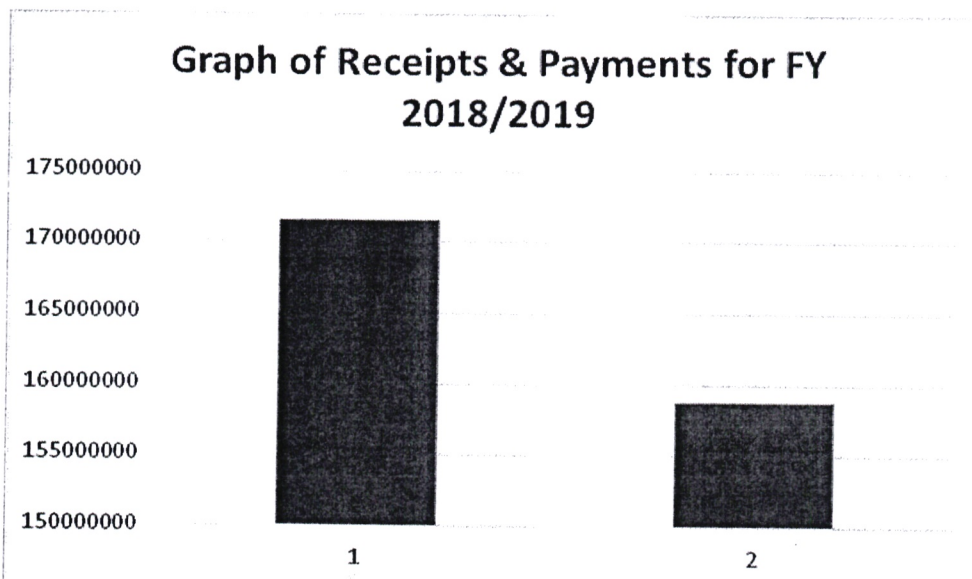
SUMMARY OF BUDGET PERFORMANCE AGAINST ACTUAL AMOUNTS



Key

- 1 – Surplus for FY 2018/2019
- 2 – Deficit for FY 2017/2019

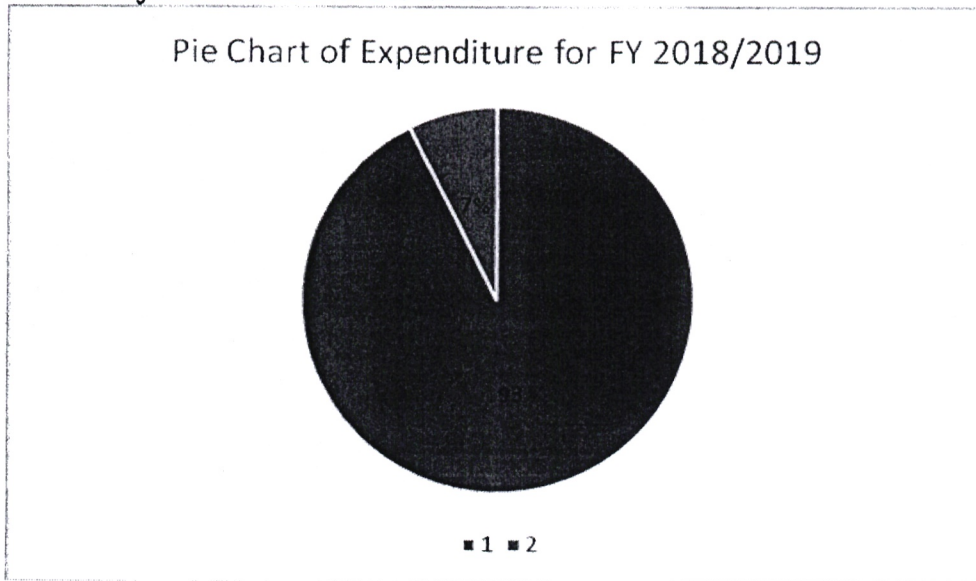
From the graph above there is an indication that there was better performance for the year 2018/2019 as compared to the year 2017/2018.



Key

4

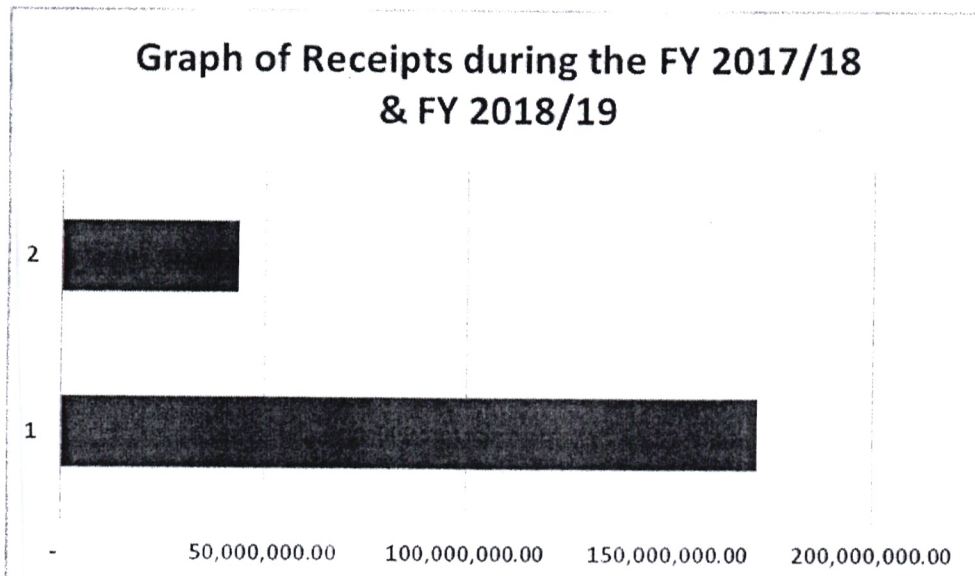
- 1 – Receipts for FY 2018/2019**
- 2 – Payments for FY 2017/2018**



Key

- 1 – Amount spent during FY 2018/2019**
- 2 – Unspent amount during FY 2018/2019**

As shown in the chart above the amount received from the NGCDF Board 93% was utilized



Key

- 1 – Receipts for FY 2018/2019**
- 2 – Receipts for FY 2017/2018**

The graph above shows that more funds were disbursed by the NGCDF Board during the financial year 2018/2019 as compared to the previous financial year 2017/2018.

IMPLEMENTATION CHALLENGES

Despite the fact that the financial year 2018/2019 has had a fare share of challenges i.e. the board gave the first disbursement in December 2018, the absorption rate of the constituency has been good.

All the funds for the financial year 2018/2019 were disbursed during the year therefore implementation of various projects was easier compared to the previous financial year 2017/2018.

KEY ACHIEVEMENTS DURING 2018/2019 FINANCIAL YEAR

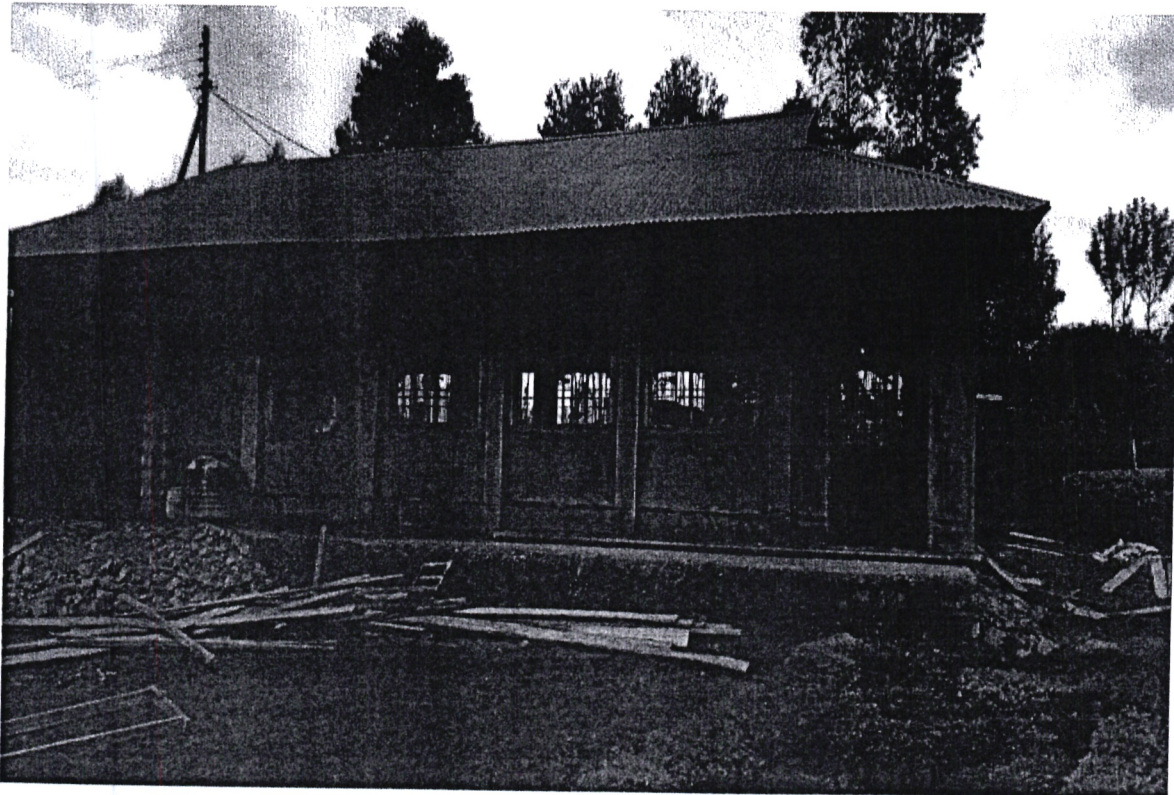


Fig. 1 Completion of laboratory at Bitare Secondary School



Fig 2. Construction of 2 storey tuition block at Suneka Primary School

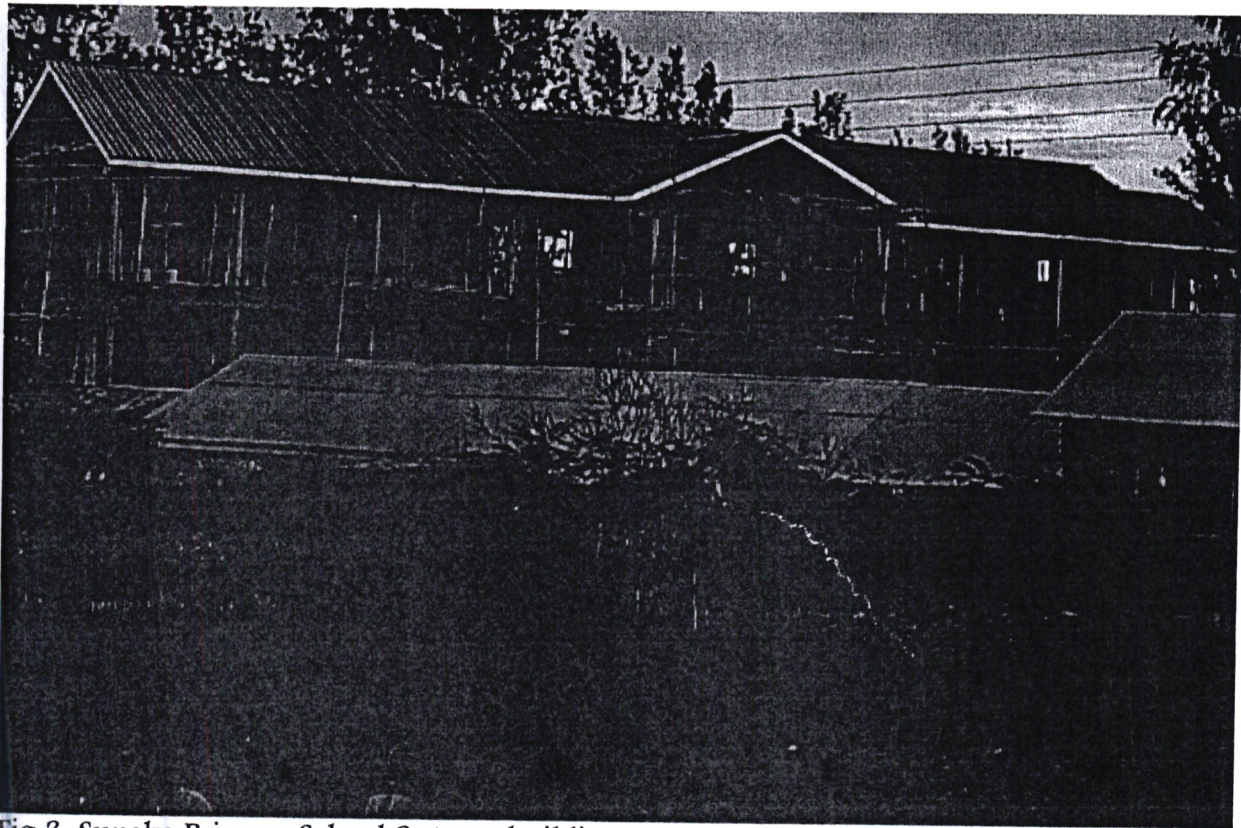


Fig 3. Suneka Primary School 2 storey building

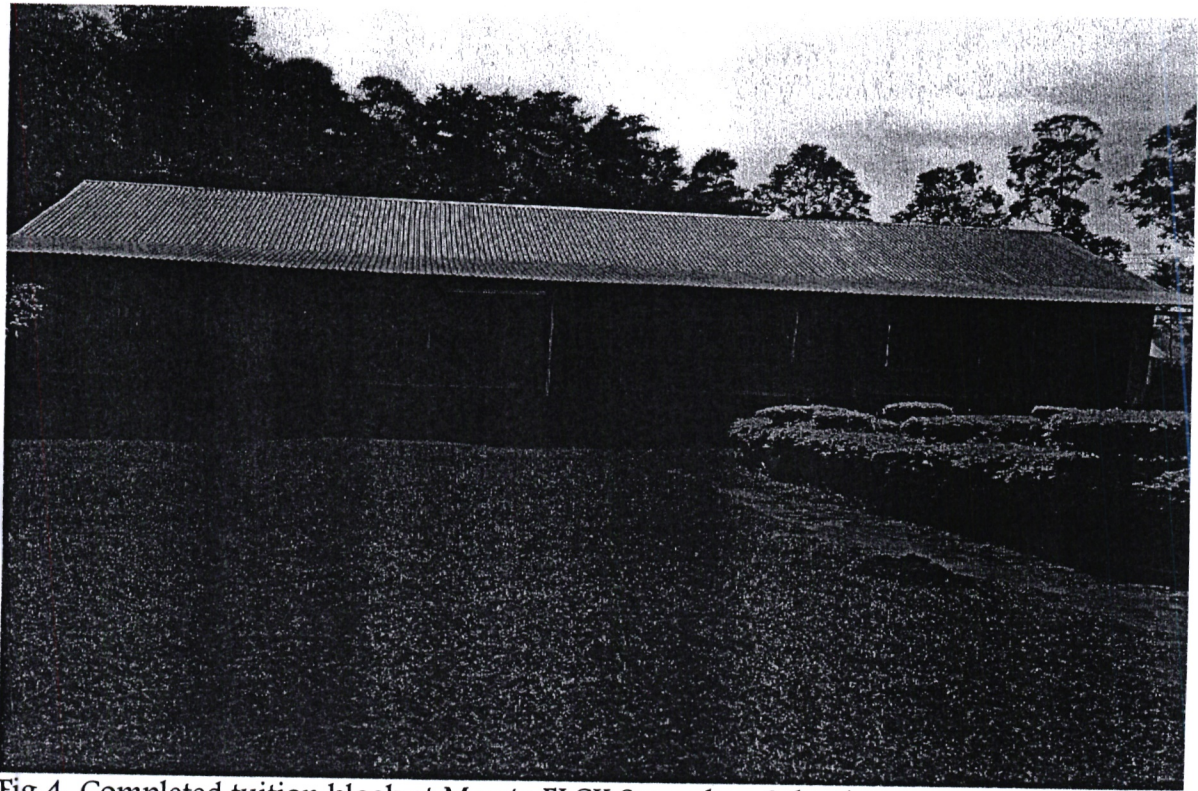


Fig 4. Completed tuition block at Mwata ELCK Secondary School



Fig 5. Drilling of borehole at Botoro Secondary School

Sign

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) BONCHARI
CONSTITUENCY**

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

CHAIRMAN NGCDF COMMITTEE

ANTHONY SOLOMON NYAMAO

Anthony

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

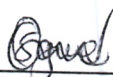
The Accounting Officer in charge of the NGCDF-BONCHARI Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2019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

The Accounting Officer in charge of the NGCDF-BONCHARI 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 *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-BONCHARI Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

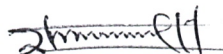
The Accounting Officer in charge of the NGCDF-BONCHARI Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible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

Approval of the financial statements

The NGCDF-BONCHARI Constituency financial statements were approved and signed by the Accounting Officer on _____ 2019.



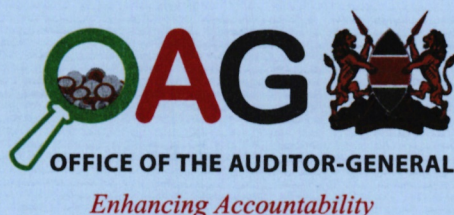
Fund Account Manager
Name: Salome Miruka



Sub-County Accountant
Name: Stephen Orina
ICPAK Member Number: 15252

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund-Bonchari Constituency set out on pages 11 to 35, which comprise the statement of assets and liabilities as at 30 June, 2019, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation-recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

Basis for Qualified Opinion

1.0 Unsupported Adjustments in the Summary Statement of Appropriation

Included in the summary statement of appropriation-recurrent and development combined are adjustments of Kshs.69,488,419 for both receipts and payments. The adjustments are in respect of payments for compensation of employees of Kshs.1,380,427, use of goods and services of Kshs.2,360,940, transfers to other government units of Kshs.39,073,763 and other grants and transfers of Kshs.26,673,289. However, a detailed schedule of the projects and programmes which were to be funded by these adjustments during the 2018/2019 financial year was not provided for audit review.

In the circumstances, the accuracy and completeness of the summary statement of appropriation-recurrent and development combined for the year ended 30 June, 2019 could not be confirmed.

2.0 Unsupported Expenditure on Construction of Bomwancha Chief's Office

The statement of receipts and payments for the year under review reflects an expenditure of Kshs.65,858,109 under other grants and transfers. The expenditure includes an amount of Kshs.17,877,027 allocated for security projects of which, Kshs.2,600,000 was paid for the construction of Bomwancha chief's office. However, this expenditure was not adequately supported with relevant documents including payment vouchers, contract agreement and land title deed.

Consequently, the regularity of the expenditure of Kshs.2,600,000 on the project could not be ascertained.

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

Key Audit Matters

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

Other Matter

Budget Control and Performance

A comparison of the approved budget and actual expenditure for the year ended 30 June, 2019 revealed significant under-expenditure on two expenditure items as shown below:

Expenditure Item	Approved Budget Kshs.	Actual Expenditure Kshs.	Under Expenditure Kshs.	Under Expenditure %
Transfer to other Government units	83,087,556	77,682,249	5,405,307	7%
Other grants and transfers	78,886,693	65,858,109	13,028,584	17%

The underutilization of the allocated funds negatively affected the implementation and achievement of some of the core objectives of the Fund and denied the constituents efficient and effective services.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Security Projects

1.1 Unapproved Over Expenditure on Construction of Bomokora Chiefs Camp

Note 7 to the financial statements on other grants and payments reflect an expenditure of Kshs.17,877,027 on security projects. The expenditure includes Kshs.2,571,251 paid for the construction of Bomokora chief's camp. However, the expenditure incurred was above the allocation of Kshs.1,500,000 as contained in the project's certificates 1 and 2. Further, a physical verification done on 19 February, 2020, revealed that gutters were not fitted, and only eight windows were fitted instead of the ten windows required.

Consequently, the regularity and value for money of the expenditure of Kshs.2,571,251 incurred on the project could not be ascertained

1.2 Unbranded Iyabe Chiefs Camp Construction Project

The expenditure of Kshs.17,877,027 on security projects as per Note 7 to the financial statements include Kshs.650,000 paid for the construction of Iyabe chief's camp. However, a physical verification at the site on 19 February 2020 revealed that the project was not branded.

Consequently, it could not be ascertained whether the project was funded by the Fund.

2.0 Unapproved Change of Tender Terms in Construction of a Tuition Block at Nyakung'u Primary School

The statement of receipts and payments reflects an expenditure of Kshs.77,682,249 under transfer to other government units. The expenditure includes an amount Kshs.32,623,835 earmarked for transfers to secondary schools, out of which Kshs.2,569,255 was incurred on construction of a two-storey tuition block at Nyakung'u Primary School.

A review of the supporting documents revealed that the constituency tender committee approved the use of open tender through local advertisement dated on 7 October, 2019. The tender evaluation committee through minute number NO N/NG-CDF/NPS/32/2018-2019, recommended a construction firm as the most responsive and lowest bidder. However, the general terms of reference under which the firm was awarded the were later

reviewed and re-categorized, thereby changing the substance of the tender to one-storey building. The change was done without any written document authorizing the change or variation of Bill of Quantities.

In addition, signed minutes of the tender processing committee meetings, tender security forms, details of similar projects undertaken by the firm, proof of financial capacity and proof of qualified staff for site management and technical personnel were not provided for audit.

In the circumstances, the regularity of the expenditure of Kshs.2,569,255 incurred on the project 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 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 control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

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

Auditor-General's Responsibilities for the Audit

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

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

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

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern 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 ability of the Fund 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 sustaining its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

17 September, 2021

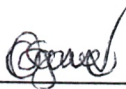
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) BONCHARI
CONSTITUENCY**

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

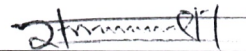
IV. STATEMENT OF RECEIPTS AND PAYMENTS

		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF board	1	171,509,215	43,405,172
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	<u>-</u>	<u>-</u>
TOTAL RECEIPTS		171,509,215	43,405,172
PAYMENTS			
Compensation of employees	4	5,158,359	1,468,896
Use of goods and services	5	8,021,859	4,015,244
Transfers to Other Government Units	6	77,682,249	11,300,000
Other grants and transfers	7	65,858,109	32,834,165
Acquisition of Assets	8	-	-
Other Payments	9	<u>2,975,750</u>	<u>-</u>
TOTAL PAYMENTS		159,696,326	49,618,305
SURPLUS/(DEFICIT)		<u>11,812,889</u>	<u>-6,213,133</u>

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



Fund Account Manager
Name: Salome Miruka



Sub-County Accountant
Name: Stephen Orina
ICPAK Member Number: 15252

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) BONCHARI CONSTITUENCY

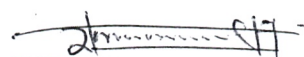
Reports and Financial Statements for the year ended June 30, 2019

V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019	2017-2018
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	15,495,074	3,142,252
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		15,495,074	3,142,252
Current Receivables			
Outstanding Imprests	11	-	353,900
TOTAL FINANCIAL ASSETS		15,495,074	3,496,152
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12A	483,053	-
Gratuity	12B		
TOTAL FINANCIAL LIABILITES		483,053	
NET FINANCIAL ASSETS		<u>15,012,020</u>	<u>3,496,152</u>
REPRESENTED BY			
Fund balance b/fwd	13	3,142,251	9,376,590
Surplus/Deficit for the year		11,812,889	-6,213,133
Prior year adjustments	14	56,880	332,695
NET FINANCIAL POSITION		<u>15,012,020</u>	<u>3,496,152</u>

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


 Fund Account Manager
 Name: Salome Miruka


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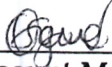
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) BONCHARI CONSTITUENCY

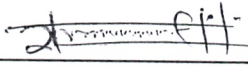
Reports and Financial Statements for the year ended June 30, 2019

VI. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2018 – 2019	2017 - 2018
Receipts			
Transfers from NGCDF Board	1	171,509,215	43,405,172
Other Receipts	3	0	0
Total receipts		171,509,215	43,405,172
Payments			
Compensation of Employees	4	5,158,359	1,498,896
Use of goods and services	5	8,021,859	4,015,244
Transfers to Other Government Units	6	77,682,249	11,300,000
Other grants and transfers	7	65,858,109	32,834,165
Other Payments	9	0	-
Total payments		156,720,576	49,618,305
Total Receipts Less Total Payments		14,788,639	
Adjusted for:			(21,205)
Outstanding imprest	11	-	
Retention Payable	12A		
Gratuity Payable	12B	483,053	
Prior year adjustments	14	56,880	
		539,933	
Net cash flow from operating activities		15,328,572	(6,234,338)
			-
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(2,975,750)	-
Net cash flows from Investing Activities		(2,975,750)	-
NET INCREASE IN CASH AND CASH EQUIVALENT		12,352,822	-6,234,339
Cash and cash equivalent at BEGINNING of the year	13	3,142,251	9,376,590
Cash and cash equivalent at END of the year		<u>15,495,074</u>	<u>3,142,252</u>

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


 Fund Account Manager
 Name: Salome Miruka



 Sub-County Accountant
 Name: Stephen Orina
 ICPAK Member Number:

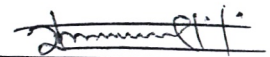
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from NGCDF Board	109,040,876	69,488,419	178,529,294	174,651,466	3,877,828	98%
Proceeds from Sale of Assets	-	-	-	-	-	
Other Receipts	-	-	-	-	-	
Total Receipts	109,040,876	69,488,419	178,529,294	174,651,466	3,877,828	1
PAYMENTS						
Compensation of Employees	4,006,232	1,380,427	5,386,659	5,158,359	228,300	96%
Use of goods and services	5,807,447	2,360,940	8,168,386	8,021,859	146,527	98%
Transfers to Other Government Units	44,013,793	39,073,763	83,087,556	77,682,249	5,888,360	93%
Other grants and transfers	52,213,404	26,673,289	78,886,693	65,858,109	13,028,584	83%
Acquisition of Assets	3,000,000	-	3,000,000	2,970,750	24,250	99%
Other Payments		-				
TOTALS	109,040,876	69,488,419	178,529,294	159,213,273	19,316,021	89%

NB: Over 90% of the funds disbursed by the board were utilized in all items apart from *Other grants and other transfers* which was utilized by 85.74% since there are projects which are yet to begin such as security, emergency and there bursary balances. The changes between the original and final budget were as a result of funds that were meant for *FY 2017/2018* which were disbursed at the beginning of the *FY 2018/2019*.

The NGCDF-BONCHARI Constituency financial statements were approved on _____ 2019 and signed by


Fund Account Manager
Name: Salome Miruka


Sub-County Accountant
Name: Stephen Orina
ICPAK Member Number:

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – BONCHARI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	30/06/2019	
	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	4,006,231.84	1,399,537.12	5,405,768.96	5,158,358.56	247,410.40
1.2 Committee allowances	949,627.59	550,628.00	1,500,255.59	1,470,000.00	30,255.59
1.3 Use of goods and services	1,586,593.10	1,765,610.62	3,352,203.72	3,230,309.00	121,894.72
1.4 Acquisition of assets	-		-	-	
2.0 Monitoring and evaluation					
2.1 Capacity building	1,000,000.00	83,172.38	1,083,172.38	1,000,000.00	83,172.38
2.2 Committee allowances	1,071,226.27		1,071,226.27	1,021,000.00	50,226.27
2.3 Use of goods and services	1,200,000.00	100,816.00	1,300,816.00	1,300,550.00	266.00
3.0 Emergency	5,738,993.00	780,241.03	6,519,234.03		
3.1 Primary Schools					
Sugunana DEB Primary School				350,000.00	
Mugori Primary School				350,000.00	
Riamagige DOK Pri School				350,000.00	
Rianyabaro Primary School				350,000.00	
Nyabimwa SDA Pri School				350,000.00	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – BONCHARI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

Riamonting'a Primary School				350,000.00	
Nyamero Primary School				350,000.00	
Marindi DOK Primary School				420,000.00	
3.2 Secondary schools			-		-
Kiabusura DOK Sec School				350,000.00	
Datasoft International				512,000.00	
Cash for office use				60,000.00	
3.3 Tertiary institutions			-		-
3.4 Security projects			-		-
Suneka AP Residential				350,000.00	
4.0 Bursary and Social Security			-		-
4.1 Primary Schools			-		-
4.2 Secondary Schools	15,000,000.00	1,375,000.00	16,375,000.00	16,352,000.00	23,000.00
4.3 Tertiary Institutions	15,000,000.00	7,462,246.61	22,462,246.61	22,121,000.00	341,246.61
4.4 Universities					
4.5 Social Security	1,200,000.00	-	1,200,000.00		1,200,000.00
5.0 Sports					

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – BONCHARI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

5.1	2,174,410.72	1,736,206.90	3,910,617.62	1,736,082.00	2,174,535.62
5.2			-		-
5.3			-		-
6.0 Environment					
Iruma Mixed Sec School		400,000.00	400,000.00	400,000.00	-
St. Francis Nyasagati Sec School		400,000.00	400,000.00	400,000.00	-
Bonyaoro Girls Sec School		936,206.90	936,206.90	930,000.00	6,206.90
Bonyaoro Girls secondary school	80,000.00		80,000.00	80,000.00	-
Itibo primary school	80,000.00		80,000.00	80,000.00	-
Itibo Rianyabaro primary school	80,000.00		80,000.00	80,000.00	-
Kiabusura primary school	80,000.00		80,000.00	80,000.00	-
Bogitaa Primary School	80,000.00		80,000.00	80,000.00	-
Rianyabaro centre of excellence	80,000.00		80,000.00	80,000.00	-
Nyontioma primary school	80,000.00		80,000.00	80,000.00	-
Nyasagati Primary school	80,000.00		80,000.00	80,000.00	-
Chisaro primary school	80,000.00		80,000.00	80,000.00	-
Genga primary school	80,000.00		80,000.00	80,000.00	-
Iruma primary school	350,000.00		350,000.00	350,000.00	-
Bitare Secondary school	400,000.00		400,000.00	400,000.00	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – BONCHARI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

Bomariba primary school	350,000.00		350,000.00	350,000.00	-
					-
7.0 Primary Schools Projects					
Kirwanda Primary School		500,000.00	500,000.00	500,000.00	
Mosando Primary School		500,000.00	500,000.00	500,000.00	
Nyakung'u Primary School		2,000,000.00	2,000,000.00	2,000,000.00	
Mugori Primary School		500,000.00	500,000.00	500,000.00	
Ekerubo Primary School		500,000.00	500,000.00	500,000.00	
Kebute Primary School		500,000.00	500,000.00	500,000.00	
Botoro Primary School		500,000.00	500,000.00	500,000.00	
Kiabusura Primary School		500,000.00	500,000.00	500,000.00	
Bomariba Primary School		500,000.00	500,000.00	500,000.00	
Riamagige Primary School		500,000.00	500,000.00	500,000.00	
Nyamaya Primary School		500,000.00	500,000.00	500,000.00	
Itibo Primary School		500,000.00	500,000.00	500,000.00	
Bitare Primary School		750,000.00	750,000.00	750,000.00	
Kerina Special School		800,000.00	800,000.00	800,000.00	
Nyangiti Primary School		900,000.00	900,000.00	900,000.00	
Suneka primary school	9,113,793.00	21,347,890.89	30,461,683.89	21,425,361.00	9,036,322.89

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

Suneka primary school	400,000.00		400,000.00	400,000.00	
Nyakung'u Primary School	3,000,000.00		3,000,000.00	3,000,000.00	
Masagoye Primary school	600,000.00		600,000.00	600,000.00	
Sigisi primary school	200,000.00		200,000.00	200,000.00	
Etureti Primary School	300,000.00		300,000.00	300,000.00	
Gesero Primary School	200,000.00		200,000.00	200,000.00	
Riamonting'a primary school	900,000.00		900,000.00	900,000.00	
Nyontoima primary school	600,000.00		600,000.00	600,000.00	
Nyamerako Ekerubo primary school	600,000.00		600,000.00	600,000.00	
Rianyabaro primary school	1,500,000.00		1,500,000.00	1,500,000.00	
Nyabimwa primary school	1,000,000.00		1,000,000.00	1,000,000.00	
Genga primary	500,000.00		500,000.00	500,000.00	
Nyangoge primary	1,000,000.00		1,000,000.00	1,000,000.00	
Sugunana primary school	1,200,000.00		1,200,000.00	1,200,000.00	
Mwata Primary school	600,000.00		600,000.00	600,000.00	
8.0 Secondary Schools Projects					
St. Theresa's Bogiakumu Secondary School		700,000.00	700,000.00	700,000.00	-

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

Mwata Secondary School		700,000.00	700,000.00	700,000.00	-
Botoro Secondary School		1,000,000.00	1,000,000.00	1,000,000.00	-
St. Anns Nyangoge Girls Secondary School		1,050,000.00	1,050,000.00	1,050,000.00	-
Ekerubo High School		1,000,000.00	1,000,000.00	1,000,000.00	-
Bonyaoro Girls Secondary School		700,000.00	700,000.00	700,000.00	-
Nyabieyo Secondary School		700,000.00	700,000.00	700,000.00	-
Riamonting'a Secondary School		700,000.00	700,000.00	700,000.00	-
Sugunana Secondary School		700,000.00	700,000.00	700,000.00	-
Itibo Secondary School		700,000.00	700,000.00	700,000.00	-
Bitare Secondary School		700,000.00	700,000.00	700,000.00	-
Kiabusura secondary school		973,834.86	973,834.86	973,834.86	-
Ekerore Secondary School		600,000.00	600,000.00	600,000.00	-
Iruma Secondary School		700,000.00	700,000.00	700,000.00	-
Nyasagati secondary school	3,000,000.00		3,000,000.00	3,000,000.00	-
Nyamerako Ekerubo Secondary School	1,000,000.00		1,000,000.00	1,000,000.00	-
Isamwera Secondary School	1,500,000.00		1,500,000.00	1,500,000.00	-
Iruma secondary	1,500,000.00		1,500,000.00	1,500,000.00	-
Riamonting'a Secondary School	4,700,000.00		4,700,000.00	4,700,000.00	-

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

Ekerubo secondary School	1,000,000.00		1,000,000.00	1,000,000.00	-
Botoro Secondary School	4,700,000.00		4,700,000.00	4,700,000.00	-
St. Ann Nyangoge girls Secondary school	1,500,000.00		1,500,000.00	1,500,000.00	-
Bogitaa Secondary school	700,000.00		700,000.00	700,000.00	-
Mosando Secondary school	700,000.00		700,000.00	700,000.00	-
Gesero Secondary School	2,000,000.00		2,000,000.00	2,000,000.00	-
				-	-
9.0 Tertiary institutions Projects					
9.1	-	-	-	-	-
9.2	-	-	-	-	-
9.3	-	-	-	-	-
9.4	-	-	-	-	-
10.0 Security Projects					
Bokeire Chief's Office		2,000,000.00	2,000,000.00	2,000,000.00	-
Bogiakumu Chief's Office		2,000,000.00	2,000,000.00	2,000,000.00	-
Suneka Police Station		4,677,027.20	4,677,027.20	4,677,027.20	-
Botoro Market Centre		400,000.00	400,000.00	-	400,000.00
Ekerorano Market Centre		400,000.00	400,000.00	-	400,000.00
Nyabioto Centre		400,000.00	400,000.00	-	400,000.00
Nyagwekoa Centre		400,000.00	400,000.00	-	400,000.00
Bonyanchaire Chiefs office		400,000.00	400,000.00	-	400,000.00
					-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – BONCHARI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

TOTAL	109,040,875.52	69,488,418.51	178,529,294.03	159,213,272.62	19,316,021.41

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

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

IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-BONCHARI 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.

Tax Receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

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

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

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.

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2017 for the period 1st July 2017 to 30th June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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 2018.

14. Errors

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

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

15. Related Party Transactions

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

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

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017-2018
		Kshs	Kshs
NGCDF Board			
AIE NO	AIE NO. A855769		5,500,000
AIE NO	AIE NO. A892875		37,905,172
AIE NO			
AIE NO	B005022	53,184,483.15	
AIE NO	2018/2019/174	10,000,000.00	
AIE NO	2018/2019/559	8,000,000.00	
AIE NO	2018/2019/279	12,000,000.00	
AIE NO	2013/2014/561	9,283,856.00	
AIE NO	2018/2019/1023	11,000,000.00	
AIE NO		13,000,000.00	
AIE NO	2018/2019/1395	55,040,875.50	
TOTAL		171,509,214.65	43,405,172.00

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019	2017-2018
	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	-	-
Total	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017-2018
		Kshs	Kshs
NGCDF Board			
AIE NO	AIE NO. A855769		5,500,000
AIE NO	AIE NO. A892875		37,905,172
AIE NO			
AIE NO	B005022	53,184,483.15	
AIE NO	2018/2019/174	10,000,000.00	
AIE NO	2018/2019/559	8,000,000.00	
AIE NO	2018/2019/279	12,000,000.00	
AIE NO	2013/2014/561	9,283,856.00	
AIE NO	2018/2019/1023	11,000,000.00	
AIE NO		13,000,000.00	
AIE NO	2018/2019/1395	55,040,875.50	
TOTAL		171,509,214.65	43,405,172.00

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019	2017-2018
	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	-	-
Total	-	-

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3. OTHER RECEIPTS

	2018-2019 Kshs	2017-2018 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

	2018-2019 Kshs	2017-2018 Kshs
Basic wages of contractual employees	4,869,384.50	1,457,909.00
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity	208,533.90	-
Other personnel payments	288,974.00	128,800.00
Total	5,366,892.40	1,586,709.00

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5. USE OF GOODS AND SERVICES

	2018-2019	2017-2018
	Kshs	Kshs
Committee Expenses	2,076,000.00	2,007,500.00
Utilities, supplies and services	1,141,536.00	957,800.00
Communication, supplies and services	2,290,550.00	1,175,200.00
Domestic travel and subsistence	699,600.00	70,200.00
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	300,400.00	-
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialized materials and services	-	-
Fuel, oil & lubricants	768,243.00	380,000.00
Office and general supplies and services	485,850.00	479,923.00
Other operating expenses	-	-
Routine maintenance – vehicles and other transport equipment	259,680.00	75,230.00
Routine maintenance – other assets	-	-
Total	8,021,859.00	5,145,853.00

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6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018-2019	2017-2018
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	44,575,361.00	3,800,000.00
Transfers to secondary schools (see attached list)	32,623,835.00	7,500,000.00
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	0	-
TOTAL	77,199,196.00	11,300,000.00

7. OTHER GRANTS AND OTHER PAYMENTS

2. OTHER GRANTS AND OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Bursary – secondary schools (see attached list)	16,352,000.00	2,109,000.00
Bursary – tertiary institutions (see attached list)	22,121,000.00	20,543,000.00
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Security projects (see attached list)	17,877,027.00	2,000,000.00
Sports projects (see attached list)	1,736,082.00	-
Environment projects (see attached list)	3,630,000.00	-
Emergency projects (see attached list)	4,142,000.00	4,566,539.00
Total	65,858,109.00	29,218,539.00

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8. ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2018-2019	2017-2018
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	2,975,750	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul 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 Specialised Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	2,975,750	-

9. OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	3,599,480.00
TIVET	-	-
NGCDF Office Renovatiom	0	-
	0	3,599,480.00

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10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kshs	Kshs
<i>Equity Bank, Kisii Branch . Bonchari NG- CDF A/C no.0510263641594</i>	15,495,073.51	3,142,251.36
		-
		-
Total	15,495,073.51	3,142,251.36
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

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11: OUTSTANDING IMPRESTS

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

12A. RETENTION

	2018 - 2019	2017-2018
	Kshs	Kshs
M/S HASUS ENERGY LTD	483,053.00	-
		-
	724,342.00	-
Total	1,207,395.00	-

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019	2017-2018
	Kshs	Kshs
1. WILFRED ABUNDA NYANG'WARA	19,288.20	-
2. RICHARD OMBASA	16,442.40	-
3. JOYCE KERUBO NYANDIKO	13,438.50	-
4. OMARI MORANDE	13,438.50	-
5. MILKAH KERUBO KENYAGA	16,442.40	-

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6. OPANGA SILVANUS MATUNDURA	13,438.50	-
7. ALFRED NTABO ONSOMBI	17,918.00	-
8. SEBASTIANO MBOSERO	17,918.00	-
9. ROSE ORIOKI	16,442.40	-
10. JAMES NYABARO MOISAGWA	10,039.35	-
11. ERNEST MOGENI	10,039.35	-
12. KARAMA NYAKOIRO ONDIGI	30,249.80	-
13. OROO OROKO ALBERT	13,438.50	-
Total	208,533.90	-

13. BALANCES BROUGHT FORWARD

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts	3,142,251.36	9,376,590.00
Cash in hand	-	-
Imprest	-	-
Total	3,142,251.36	9,376,590.00

14. PRIOR YEAR ADJUSTMENTS

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts	56,880.00	1,686,595.00
Cash in hand	-	-
Imprest	-	-
Total	56,880.00	1,686,595.00

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15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2018-2019	2017-2018
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	<u>-</u>	<u>-</u>

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>specify</i>)	208,533.90	324,206.01
	<u>208,533.90</u>	<u>324,206.01</u>

15.3: UNUTILIZED FUND (See Annex 3)

	Kshs	Kshs
Compensation of employees	228,300.28	1,380,427.00
Use of goods and services	146,527.47	2,360,939.51
Amounts due to other Government entities (see attached list)	468,280.57	24,369,827.57
Amounts due to other grants and other transfers (see attached list)	11,452,833.79	28,433,969.62
Acquisition of assets	-	-
Others (<i>specify</i>)	-	-
	<u>12,295,942.11</u>	<u>56,545,163.70</u>

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15.4: PMC account balances (See Annex 5)

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	21,998,085.50	7,686,464.20
	21,998,085.50	7,686,464.20

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

GRATUITY FOR NGCDFC STAFF
AS AT 31ST JUNE 2019

NO.	NAME	POSITION	MONTHS	31% GRATUITY	PAYE	NET PAY
1	WILFRED ABUNDA NYANG'WARA		3	22,692.00	3,403.80	19,288.20
2	RICHARD OMBASA		3	19,344.00	2,901.60	16,442.40
3	JOYCE KERUBO NYANDIKO		3	15,810.00	2,371.50	13,438.50
4	OMARI MORANDE		3	15,810.00	2,371.50	13,438.50
5	MILKAH KERUBO KENYAGA		3	19,344.00	2,901.60	16,442.40
6	OPANGA SILVANUS MATUNDURA		3	15,810.00	2,371.50	13,438.50
7	ALFRED NTABO ONSOMBI		4	21,080.00	3,162.00	17,918.00
8	SEBASTIANO MBOSERO		4	21,080.00	3,162.00	17,918.00
9	ROSE ORIOKI		3	19,344.00	2,901.60	16,442.40
10	JAMES NYABARO MOISAGWA		3	11,811.00	1,771.65	10,039.35
11	ERNEST MOGENI		3	11,811.00	1,771.65	10,039.35
12	KARAMA NYAKOIRO ONDIGI		4	35,588.00	5,338.20	30,249.80
13	OROO OROKO ALBERT		3	15,810.00	2,371.50	13,438.50
		TOTAL		245,334.00	36,800.10	208,533.90

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ANNEX 3 – UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2018/19	2017/18	
Compensation of employees	Payment of staff salary and other personal payments	228,300.28	1,380,427.00	
Use of goods & services		146,527.47	2,360,939.51	
Amounts due to other Government entities			24,369,827.57	
Primary Schools Projects		2,286,646.20		
Secondary Schools Projects		600,000.00		
Sub-Total		3,261,473.95	28,111,194.08	
Amounts due to other grants and other transfers				
Bursary (Secondary Schools)	Award of bursary to needy students	1,089,992.61	383,620.69	
Bursary (Tertiary Institutions)	Award of bursary to needy students	350,551.72	7,471,551.72	
Sports	Constituency sports tournaments	2,174,535.62	1,736,206.90	
Security	Construction of chief's office	2,022,972.80	4,000,000.00	
Emergency	Funding emergency			

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	projects	2,165,958.51	568,965.51	
Social Security	Payment of NHIF contribution	1,200,000.00	-	
Environment	Constituency environment projects	6,206.90	1,736,206.90	
	Sub-Total	9,010,218.16	15,896,551.72	
	Sub-Total	12,271,692.11	44,007,745.80	
Acquisition of assets				
Others (specify)				
NG-CDF Office Renovation		24,250.00		
	Sub-Total	24,250.00	-	
	Grand Total	12,295,942.11	44,007,745.80	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land	20,000,000.00			20,000,000.00
Buildings and structures	13,700,000.00			13,700,000.00
Transport equipment	2,000,000.00			2,000,000.00
Office equipment, furniture and fittings	105,000.00			105,000.00
ICT Equipment, Software and Other ICT Assets				
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	35,805,000.00	-	-	35,805,000.00

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ANNEX 4 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
BONYAORO GIRLS SEC SCHOOL	EQUITY KISII BRANCH	0510277603732	83,400.00	
ST. FRANCIS NYASAGATI SEC SCHOOL-CDF	EQUITY KISII BRANCH	0510270007453	3,001,230.00	
IRUMA SDA PRIMARY SCHOOL	EQUITY KISII BRANCH	0510269957765	350,595.00	
SUMEKA POLICE STATION/DIVISION	EQUITY KISII BRANCH	0510278728479	4,677,027.20	
BOGIKUMU CHIEF'S OFFICE-CDF	EQUITY KISII BRANCH	0510277746537	1,872,758.15	
IRUMA MIXED SECONDARY SCHOOL	EQUITY KISII BRANCH	0510269966429	1,503,812.00	
ST. THERESA'S BOGIKUMU SEC SCHOOL	EQUITY KISII BRANCH	0510271297104	3,835.00	
BITARE SDA MIXED SEC SCHOOL	EQUITY KISII BRANCH	0510269054913	439,720.00	
RIAMONTING'A MIXED SEC SCHOOL	EQUITY KISII BRANCH	0510270055972	432,170.00	
SUGUNANA DEB SEC SCHOOL-CDF	EQUITY KISII BRANCH	0510269145694	1,935.00	
ST. LAWRENCE NYABIEYO SEC SCHOOL-CDF	EQUITY KISII BRANCH	0510269966097	34,290.00	
KIABUSURA DOK SECONDARY SCHOOL	EQUITY KISII BRANCH	0510273547490	74.00	
ST. ANN'S NYANGOGGE GIRLS SEC SCHOOL-CDF	EQUITY KISII BRANCH	0510272820267	1,511,250.00	
ITIBO ELCK BOYS SEC SCHOOL	EQUITY KISII BRANCH	0510272842310	130.00	
BOTORO MIXED SEC SCHOOL	EQUITY KISII BRANCH	0510269971851	1,364,025.00	
EKERUBO SECONDARY SCHOOL	EQUITY KISII BRANCH	0510277598488	2,000,000.00	
EKERORE DEB PRIMARY SCHOOL	EQUITY KISII BRANCH	0510269922980	602,870.00	

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BOTORO ELCK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277466821	60.00	
MOSANDO SDA PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277459954	-	
NYAKUNG'U DOK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277505781	3,202,617.30	
KEBUTE DOK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510269935008	394.45	
MUGORI DOK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510271790340	234.40	
KIRWANDA ELCK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510269952503	350.00	
EKERUBO DEB PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277462281	5.00	
NYAMAYA DOK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277460547	1,350.00	
ITIBO ELCK PRIMARY SCHOOL-CDF	EQUITY KISII BRANCH	0510269068832	100,099.00	
BITARE SDA PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277460300	1,300.00	
NYANGITI DEB PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277471649	3,130.00	
KERINA ELCK SPECIAL SCHOOL FOR THE DEAF-CDF	EQUITY KISII BRANCH	0510270054767	415.00	
ST. BENEDICT BOMARIBA DOK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510277459621	369,770.00	
KIABUSURA DOK PRIMARY SCHOOL CDF	EQUITY KISII BRANCH	0510272782589	80,760.00	
ST. JOHN'S RIAMAGIGE DOK PRIMARY SCHOOL	EQUITY KISII BRANCH	0510269967847	358,479.00	
Total			21,998,085.50	

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Time frame: (Put a date when you expect the issue to be resolved)
CDF/2017/2018/(1)	Inaccuracies in financial statements	Some incorrect entries identified that have been since corrected	Fund Account Manager	Resolved	
CDF/2017/2018/(3)	Bank Balances	The two bank balances disclosed during the year under review has since been closed and one operating account to the CDFC transactions existing	Fund Account Manager	Resolved	
CDF/2017/2018(4)	Non filing of expenditure returns by PMC	The returns not availed during audit was due to the fact that most of the projects were on implementation hence there was information of compiling	Fund Account Manager	Resolved	