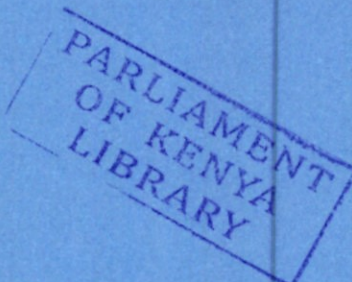
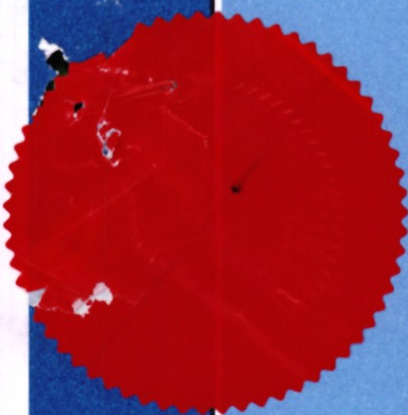


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 08 AUG 2024	DAY: THUR
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REPORT

OF

THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – EMURUA DIKIRR CONSTITUENCY

**FOR THE YEAR ENDED
30 JUNE, 2023**





EMURUA DIKIRR CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

ANNUAL REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

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I. Acronyms and Glossary of terms

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-

FY-Financial Year

II. 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 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

The Functions of the NG-CDF Committee is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Keneth Lemein
2.	Sub-County Accountant	Benson Aseka
3.	Chairman NGCDFC	Everson Cheruiyot
4.	Member NGCDFC	Kipsiele Towet

(d) Fiduciary Oversight Arrangements

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

Emurua Dikirr Constituency NGCDF Headquarters
P.O. Box 119-20401
NG-CDFC Building Emurua Dikirr.
Kenya

(f) Emurua Dikirr Constituency NGCDF Contacts

Telephone: (254)-0727 943 846
E-mail: cdfemuruaDikirrconstituency@gmail.com
Website: www.ngcdf

(a) Emurua Dikirr Constituency NGCDF Bankers

Equity Bank
Kilgoris Branch
A/C No.1230261760486
P O Box 119-20401
Chebunyo Kenya

(b) Independent Auditors

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

(c) Principal Legal Adviser

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

NG-CDFC Chairman's Report



Everson Cheruiyot

On behalf of EMURUA DIKIRR NG-CDF Committee and staff, I am profoundly glad in presenting the FY 2022/2023 annual report and financial statements for the fund.

EMURUA DIKIRR NG-CDF committee continued to discharge its core mandate in prudent, transparent and accountable management of the fund, considering projects proposal as proposed by the residents of EMURUA DIKIRR constituency and ensure that all approved projects meet the requirements of sec 24 of the Act, Capacity building of the project management committees (PMCS), monitoring and evaluation of the funded projects. As per the provisions of the NGCDF Act 2015(as amended in 2016), this was achieved mainly through timely disbursement of received funds to the project management committees (PMC), projects monitoring and regular NGCDF committee meetings.

EMURUA DIKIRR NG-CDF committee registered exemplary performance in the year under review as demonstrated by implementation of projects, programmes and activities in the sectors of Education, security, sports and environment which fall within the mandate of the Fund established by the NGCDF ACT 2015(as amended in 2016).

The fund augmented the national government's infrastructure development in education sector through construction, renovation and equipping of schools.

In detail, NG-CDF EMURUA DIKIRR has been able to achieve the following during the financial year;

During the financial year, the NGCDFC did not implement any project due to delays in proposal submission and delays in fund disbursement

However, fund's contribution towards education infrastructure across the constituency supported the 100% government transition policy.

In addition, the fund supported retention of students in secondary and tertiary institutions through issuance of bursary. A total of ksh. 22,199,400 was awarded as bursary to needy students in the constituency. EMURUA DIKIRR NG-CDF committee has developed bursary award criteria to ensure only the needy students are awarded bursary.

A). Budget Performance

In the financial year 2022/2023 EMURUA DIKIRR NG-CDF budget performance against actual amounts for current year based on economic classification and programmes, was derailed by untimely and unpredictable disbursement of funds to the constituency by the NG-CDF BOARD,

In the financial year ended June 30th, 2023, EMURUA DIKIRR NG-CDF had a cumulative approved budget of Kshs 193,826,200 out of which Kshs 91,868,528 was received from the NG-CDF Board while a balance of Kshs 101,957,672 is yet to be received.

NG-CDF EMURUA DIKIRR disbursed the received funds as follows;

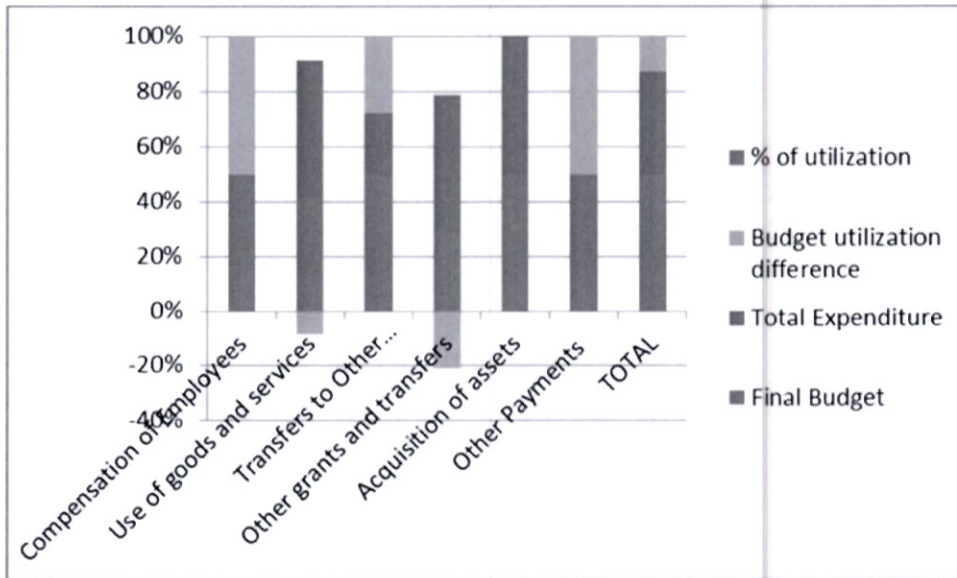
Kshs 22,199,400 was issued as bursaries to needy students in the constituency, Kshs 6,655,216 was used in payment of NG-CDF committee allowances, monitoring, evaluation, use of goods and services and other administration expenses, Kshs 2,469,771 was used in payment of NG-CDFC staff salaries and gratuity, Kshs Nil was disbursed to EMURUA DIKIRR NG-CDFC environment projects, primary school projects, Kshs 927,000 was used to fund emergency occurrences in the constituency,

Emurua Dikirr Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

Receipt/Expense Item	Final Budget	Total Expenditure	Budget Utilization Difference	% of Utilization
PAYMENTS				
Compensation of Employees	6,370,848	2,469,771	3,901,077	39%
Committee Expenses	6,656,601	4,640,800	2,015,801	70%
Use of goods and services	2,162,582	2,014,416	148,166	93%
Transfers to Other Government Units	80,006,000	3,500,000	76,506,000	4%
Other grants and transfers	84,955,687	23,821,400	61,134,287	28%
Other Payments	3,500,000	-	3,500,000	0%
Acquisition of Assets	7,974,482	5,544,800	2,429,682	70%
unapproved allocation	2,200,000		2,200,000	
TOTAL	193,826,200	41,991,187	151,835,014	22%





Emergency pit latrines funded in financial year 2022/2023

B). Emerging issues related to NG-CDF in EMURUA DIKIRR Constituency are;

- ❖ Education, Security, Sports, Environment, Water and Roads sectors almost entirely depend on NG-CDF on infrastructure development.
- ❖ Prioritization of projects to fund is becoming more difficult due to the numerous high impacts and deserving projects being proposed by the residents.
- ❖ Increase in population is piling pressure on NG-CDF to allocate more funds to various development infrastructures to cater for the residents.
- ❖ There's a growing Need to compete with the county government in infrastructure development to justify the long existence of NG-CDF.

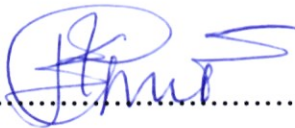
C). NG-CDF Implementation challenges and way forward in EMURUA DIKIRR Constituency are;

- ❖ Overdependence of the fund by the public and National government functions on all development related needs.
(To overcome this, EMURUA DIKIRR NG-CDF Committee employs public participation at the ward level in identification of priority projects for funding and bursary beneficiaries within the constituency).

- ❖ Funds disbursement from the board is untimely and unpredictable leading to delays in execution of budgets occasioning unnecessary budgetary adjustments and delays in the implementation of approved projects.
(EMURUA DIKIRR NG-CDF committee continues to work with the board to facilitate timely disbursement of funds and will endeavour to disburse funds to the project management committees (PMC`s) as soon as it receives).

- ❖ Many projects are allocated funds- leading to projects receiving insufficient funds
(To overcome this challenge, EMURUA DIKIRR -CDF is focusing on allocating enough funds to complete the project within at most 2 years).

Moving forward Emurua Dikirr NG-CDF Committee remain steadfast in delivering on our mandate of transforming lives (Maendeleo Kwa Wote) thus creating a better society for all.



.....

Everson Cheruiyot
CHAIRMAN NGCDF COMMITTEE

III. Statement Of Performance Against Predetermined Objectives for FY2022/23

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 *Emurua Dikirr Constituency 2023-2027* plan are to:

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 Sector	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	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels 	In FY 22/23 we disbursed bursary totalling to kshs. 22,199,400 to needy students in both secondary, tertiary and university. We had emergency intervention constructing pit latrines in six schools and renovation of burned dormitories in two schools
Security	To have a safe and secure environment for business, learning and where the residents go about their lives without fearing for their lives and property.	<ul style="list-style-type: none"> -Decrease in the number of insecurity related incidents. -Improved security and more secure business environment 	<ul style="list-style-type: none"> -Numbers of usable physical infrastructure build in Police stations. Chief's offices, DCI and county Commissioners security facilities. - 	

Constituency Sector	Objective	Outcome	Indicator	Performance
Environment	To have a well Conserved and Conducive environment, this ensures a safe and habitable planet for the current and future generations.	Increased tree cover and sustainable waste management and disposal practices contributing to mitigation of negative effects of climate change.	Number of tree seedlings planted in public land. -sustainable environmental management activities.	In FY 22/23-we increased number of trees planted where hundreds of tree seedlings were purchased, distributed and planted in various schools approximately 4,000 in number
Sports	To Nurture sporting talent, This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.	Increased engagement and persons earning a decent living from exploiting their sporting talent. -reduced unemployment rate among the youth.	Number of youth, women and persons living with disabilities taking up sporting activities. -Number of usable physical sporting infrastructure build.	In FY 22/23 -we organised the constituency sports tournament where trophies, games kits and balls were awarded to the winning teams in every ward in the constituency.
Emergency	To be able to urgently address Unforeseen occurrences in the constituency.	Immediate restoration of daily activities at minimum disruption of daily life occasioned by unforeseen Occurrences.	Numbers of usable physical infrastructure build and other emergency related activities addressed.	In FY 22/23 -we constructed Pit latrine blocks and re-roofing of classrooms in various schools When the schools were facing immediate closure by the county department of health.



IV. Statement of Governance

Appointment of NGCDFC Members

The NG-CDF ACT part 7 section 43 states how National Government Constituency Development Fund Committee shall be established.

Each Constituency Committee shall comprise of—

- (a) the national government official responsible for co-ordination of national government functions;
- (b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- (c) two women nominated in accordance with subsection (3). one of whom shall be a youth at the date of appointment;
- (d) one person with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
- (e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
- (f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
- (g) one member co-opted by the Board in accordance with Regulations made by the Board.

Emurua Dikirr NGCDF is managed by a team of ten (10) NGCDFC members appointed in accordance with the NGCDF act 2015 as amended in 2022 read with NGCDF regulations 2016. The ten members comprise of seven gazetted members, a member co-opted by the NGCDF Board, the deputy County commissioner and an officer of the board at the constituency level who is an ex-officio member.

The gazetted members are appointed in accordance with the Provisions of section 5 Of the NGCDF Act 2015 which states that:

(1) The members of a Constituency Committee provided for Appointment of under section 43 of the Act shall be selected by a members of Constituency selection panel established under paragraph (4) upon an occurrence of a Committee vacancy in the Constituency Committee.

The committee shall comprise of two female members one of whom must be a youth at the time of appointment and two male members one of whom must be a youth at the time of appointment and one member who is a person living with disabilities and two nominees of the Constituency office. Five members are selected by a selection panel chaired by the Deputy County Commissioner or his nominee and the Officer of the board is the secretary. The Officer of the board invites applications from persons who qualify for appointment within fourteen of the first meeting of the selection panel. The panel considers all applications and selects five applicants considering age, gender social interest and regional balance, the officer of the board submits the five qualified applicants to the board for appointment. The board co-opts one person to ensure equity in representation in the committee. Through the national assembly the

**Emurua Dikirr Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

constituency office nominates two persons of either gender to and forward he names to the officer of the board at the constituency. All the names of the seven appointees are presented to parliament for approval and subsequent gazettelement.

The selection panel in Emurua Dikirr constituency committee appointment consisted of the following members.

S/NO	NAME	DESIGNATION	GENDER
1	Backstone Mayabi	DCC	Male
2	Mercy Cherono	Member	Female
3	Ngetich Kipyegon	Member	Male
4	Felix Ntutu	FAM	Male

The above panel was tasked with the recruitment process where they advertised the posts of NGCDFC members, applications done and shortlisting conducted in the month of September 2022.

In Emurua Dikirr constituency in the 2022-2023 we had a recruitment process where 10 committee members were appointed.

Categories of Selected Candidate

(a) Picked by the selection panel

S/NO	NAME	CATEGORY	POSITION
1	Kipsiele Towett	Male Adult	Chairman
2	Jackline Rutto	Female Adult	Member
3	Everson Cheruiyot	Male Youth	Member
4	Mercy Cherotich	Female Youth	Member

(b) Constituency office nominees

S/NO	NAME	CATEGORY	POSITION
1	Stanley Rotich	Constituency office Nominee	Member
2	Desma Cherono	Constituency office nominee	Member

S/NO	Name	Category	Position
1	John Mitei	PLWD	Member

The committee members comprise of:

S/NO	NAME	POSITION	WARD
1	Everson Cheruiyot	Chairman	Ilkerin
2	Cherotich Mercy	Secretary	Mokondo
3	Desma Cheron	Member	Ololmasani
4	Jackline Rutto	Member	Kapsasian
5	John Mitei	Member	Kapsasian
6	Kipsiele Towett	Member	Ilkerin
7	Stanley Rotich	Member	Mokondo
8	Kipkoech Koros	Member	Olomasani

Removal of NG-CDF Committee

A member of the NGCDF may be removed from office due to any of the following reasons:

- a) lack of integrity;
- (b) gross misconduct;
- (c) embezzlement of public funds;
- (d) bringing the committee into disrepute through unbecoming personal public conduct;
- (e) promoting unethical practises;
- (f) causing disharmony within the committee;
- (g) physical or mental infirmity.

In the month of September 2022 the previous NGCDFC members in Emurua Dikir Constituency were reconstituted due to the new regime taking power in office.

Roles and Functions of NGCDF Committee

1. Capacity building of the Project management committees and create awareness to the community on the functions of the fund
2. Consider and approve all the qualifying project proposals from all the wards and submit the same to the NGCDF Board
3. Consultation with relevant government departments to ensure all project cost estimates are reasonable
4. Negotiating with other constituencies when undertaking joint project implementation
5. Rank projects proposals in order of priority or urgency with priority given to ongoing projects.
6. Ensure adequate funding for completion of projects within three years
7. In collaboration with the officer of the board to maintain proper account records of the fund.
8. Recommend to the board removal of a committee member
9. Preparation and submission of reports to the board
10. Enter into performance contracting with the board annually

11. Record the names of the signatories to PMCs
12. Receive and address all complaints pertaining to projects and collectively address audit queries concerning the fund at the constituency level
13. Ensure project branding in accordance with the board guidelines

Induction and Training of NGCDF Committee Members

At the beginning of every new parliament term the board organizes an induction and training for the new Committee members on diverse topics related to the operations of the fund. The officer of the board also organizes locally the training and covered the following topics

1. Overview of the NGCDF Act
2. Overview of the public procurement and Assets disposal act
3. Overview of the Public finance management act
4. Risk management
5. Crosscutting issues

In Emurua Dikirr constituency in the FY 2022-2023, we held 1 trainings of NG-CDFC member in Mountain Breeze Hotel Embu

Number of Meetings Held

According to the NGCDF Act 2015 amended in 2022, the NGCDF Committee is required to hold a maximum of 24 meetings in a year including any subcommittee meetings. Emurwa Dikirr Constituency Held a total of 23 meetings in the financial year 2022-2023.

Policy on Conflict of Interest

Emurua NGCDF Committee has made it a policy that there should be no conflict of interest and any member has any interest on a matter before the committee, the member has to declare his interests and excuse him/herself. Consequently, there is always an agenda of Declaration of interest in every meeting.

Members Remuneration

NGCDF Committee members are not salaried but are paid allowances for meetings attended in accordance with the provisions of the NGCDF act and regulations. The chairman is entitled to an allowance of Ksh 7,000 for every meeting attended while the other members are entitled to an allowance of Ksh 5,000 for meeting attended.

Ethics and Conduct

NGCDF Committee are bound by the cord of conduct of public officers, them being gazetted officers.

- i. Confidentiality-the NGCDFC members have an obligation to ensure secrecy unless in other circumstances as required by law.
- ii. Honesty and integrity-NGCDFC members have a responsibility to declare any cloistered interest relating to their public obligations and to take steps to resolve any conflict arising in a way that shields the public interest.
- iii. Leadership- NGCDFC members should encourage good and eminence leadership in the constituency.

During the financial year 2022/2023 members of NGCDFC Emurua Dikir observed to the above ethical issues.

Risk Management

Risk management has been joined in the constituency operations through the following; training of the NGCDF staff in their respective routine areas of service to warrant efficient and effective delivery on their mandate. Emurua Dikir NG-CDF took the initiative of training of the NGCDFCs and the PMCs to equip them with extra knowledge to carry out their duties. The Fund account manager avails himself to all the workshops to support and avail required resources to ensure that the identified risk does not hinder services delivery.

The risk mitigation policies that NGCDFC Emurua Dikir has applied include the following: Executing audit findings and recommendations, observance and compliance with NGCDF act 2015 and additional laws and guidelines to ensure smooth operations. The constituency has also ensured projects are well implemented and overall fund utilization. The NGCDFC staff are also required to ensure adherence to statutory requirements such as deductions and timely remittance, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification

V. Environmental and Sustainability Reporting

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

- a. **Education and Training:** Emurua Dikir 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 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- *Report on the frequency of how often NG-CDF supported students carry out environmental conservation activities e.g. planting trees once in an academic calendar*
- *Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.*
- *NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.*

3. Employee welfare

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

Emurua Dikirr 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-

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

Public Participation in Project Identification and Implementation and Monitoring

The NG-CDFC deliberated on project proposals from all the wards in the constituency and considered the most beneficial to the constituency, considering the national development plans and policies and the constituency strategic development plan. The identified list of priority projects, both immediate and long term, was submitted to the NG CDF Board in accordance with the Act.

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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

Public Awareness

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

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



Name: Kenneth Lemein

Fund Account Manager.

VI. 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-Emurua Dikirr 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, 2023. 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-Emurua Dikirr Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Emurua Dikirr Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

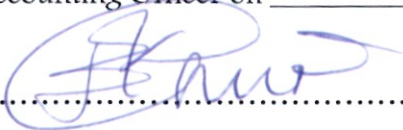
The Accounting Officer in charge of the NGCDF Emurua Dikirr Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted


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for. Further the Accounting Officer confirms that the *constituency*'s financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Emurua Dikirr Constituency financial statements were approved and signed by the Accounting Officer on _____ 2023.


.....
Everson Cheruiyot
Chairman – NGCDF Committee


.....
Keneth Lemein
Fund Account Manager



REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - EMURUA DIKIRR CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Emurua Dikirr Constituency set out on pages 1 to 57 which comprise of the statement of financial assets and liabilities as at 30 June, 2023,

Report of the Auditor-General on National Government Constituencies Development Fund - Emurua Dikirr Constituency for the year ended 30 June, 2023

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Emurua Dikirr Constituency as at 30 June, 2023, 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 Constituency Development Fund Act 2015 (Amended 2022) and Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of receipts and payments reflects total payments of Kshs.41,991,187. This differed with the recomputed amount of Kshs.41,766,587 resulting to unreconciled variance of Kshs.224,600.

Further, the statement of cashflows reflects total payments of Kshs.36,446,387. This differed with the recomputed amount of Kshs.36,221,787 resulting to unreconciled variance of Kshs.224,600.

In the circumstances, the accuracy of expenditure could not be confirmed.

2. Inaccuracies in Unutilized Funds

Note 19.3 to the financial statements showed unexplained variances between previous year certified balances and comparative balances in the year under review as shown below:

Description	Financial Statement Amount (Kshs.)	Prior Year Audit Certificate (Kshs.)	Variance (Kshs.)
Compensation of Employees	1,368,528	1,630,098	(261,570)
Use of Goods and Services	0	(1,100,046)	1,100,046
Transfers to other Government Units	22,306,000	68,597,567	(46,291,567)

Description	Financial Statement Amount (Kshs.)	Prior Year Audit Certificate (Kshs.)	Variance (Kshs.)
Amount due to other to other Government Units	24,936,639	(45,179,933)	70,116,572
Acquisition of Assets	7,000,000	0	7,000,000
Other Payments	0	31,690,232	(31,690,232)
Funds Pending Approval	0	50,742,639	(50,742,639)

In the circumstances, the accuracy of the comparative unutilized fund balances could not be confirmed.

3. Unsupported Compensation of Employees

The statement of receipts and payments reflects compensation of employees amount of Kshs.2,469,771. However, the amount includes gratuity payments of Kshs.1,088,412 which was not supported by a schedule showing how the balance was arrived at as stipulated in Salaries and Remuneration Commission (SRC) Circular 002/03/2013 dated 1 March, 2013. Further, payrolls were not provided in support of salaries paid.

In the circumstances, the accuracy and completeness of compensation of employees amount of Kshs.2,469,771 could not be confirmed.

4. Unsupported Expenditure on Bursaries

The statement of receipts and payments reflects other grants and transfers amount of Kshs.23,596,800. The amount includes bursary payments of Kshs.22,199,400 which differ with the supporting schedule amount of Kshs.18,423,000 resulting to unexplained bursary difference amount of Kshs.3,776,400.

Further, the Bursary Sub Committee had been constituted but their minutes showing how the beneficiaries were vetted and recommended for bursary awards was not provided for audit to support the bursaries issued.

In the circumstances, the accuracy and completeness of bursary payments of Kshs.22,199,400 could not be confirmed.

5. Unsupported Project Management Committee (PMC) Account Balances

Note 19.4 to the financial statements reflects Project Management Committee (PMC) account balances of Kshs.4,524,399. However, Management did not provide the bank statements and certificates of bank balances confirmation to support the balances.

In the circumstances, the accuracy and completeness of the PMC balance of Kshs.4,524,399 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Emurua Dikirr Constituency Management in accordance with ISSAI 130 on the 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects a final receipt budget and actual comparable of Kshs.193,826,200 and Kshs.91,868,528 respectively resulting to under-funding of Kshs.101,957,672 or 53% of the budget. Similarly, the Fund spent a balance of Kshs.41,991,187 against actual receipts of Kshs.91,868,528 resulting to an under-utilization of Kshs.49,877,341 or 54% of the actual receipts.

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

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

Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised under the Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. Management indicated that the prior year audit issues were resolved. However, no evidence in support of resolution of the issues was provided for audit.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing 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 Report Emergency Expenditure

Note 8 to the financial statement reflects other grants and transfers amount of Kshs.23,596,800. Included in this amount is emergency projects expenditure of Kshs.927,000. However, the expenditure was not reported to the Board. This was contrary to Regulation 20(2) of the National Government Constituencies Development Regulations, 2016 which states that the utilization of the emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

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

2. Unreturned Project Management Committee Bank balances

Note 19.4 to the financial statements reflects Project Management Committee bank account balances of Kshs.4,524,400. Included in the bank balances is Kshs.473,161 held in ninety-four (94) bank accounts for closed projects which had not been transferred to the constituency account. This is contrary to Section 12(8) of the National Government Constituencies Development Fund Act, 2015 which states that all unutilized funds of the Project Management Committee shall be returned to the constituency account.

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

3. Delayed Projects

Review of projects implementation status indicated that eighty-six (86) projects totalling Kshs.85,268,290 had not been implemented due to slow tendering processes and delays in receipt of funds from the Board.

In the circumstances, the value for money expended on delayed projects could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (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 comply, 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 THE 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 the International Standards for Supreme Audit Institutions (ISSAIs) 2315 and 2330. The Standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material 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 Fund's ability to sustain its 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 to dissolve the Fund or cease operations.

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with

Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and 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 controls may not prevent or detect misstatements and instances of non compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.

- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date 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 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.


FCPA Nancy Gathungu CBS
AUDITOR-GENERAL

Nairobi

20 May, 2024

*Emurua Dikirr Constituency
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VIII. Statement of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022 – 2023	2021- 2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	87,000,000	158,335,119
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	-	-
Total Receipts		87,000,000	158,335,119
Payments			
Compensation Of Employees	4	2,469,771	2,774,320
Committee Expenses	5	3,916,400	4,257,600
Use Of Goods and Services	6	2,738,816	2,061,600
Transfers To Other Government Units	7	3,500,000	55,401,034.45
Other Grants and Transfers	8	23,596,800	106,446,298.81
Acquisition Of Assets	9	5,544,800	680,000
Other Payments	10		0
Total Payments		41,991,187	171,620,949
Surplus/(Deficit)		<u>45,008,814</u>	<u>(13,285,830)</u>

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

The Constituency financial statements were approved by the NGCDFC on 14/09/ 2023 and signed by:



Fund Account Manager

Keneth Lemein




National Sub-County
Accountant

Benson Aseka
ICPAK M/No:20415



Chairman NG-CDF Committee

Everson Cheruiyot

*Emurua Dikirr Constituency
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IX. Statement of Assets and Liabilities as at 30th June, 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash and Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	49,877,341	4,868,528
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		49,877,341	4,868,528
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		49,877,341	4,868,528
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		49,877,341	4,868,528
Net Financial Assets		-	-
Represented By			
Fund Balance B/Fwd	15	4,868,528	18,154,358
Prior Year Adjustments	16	-	-
Surplus/Deficit for The Year		45,008,814	(13,285,830)
Net Financial Position		49,877,341	4,868,528

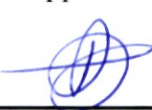
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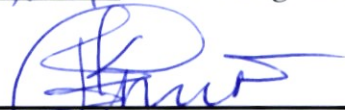
Fund Account Manager

Keneth Lemein



National Sub-County
Accountant

Benson Aseka
ICPAK M/No:20415



Chairman NG-CDF
Committee

Everson Cheruiyot



*Emurua Dikirr Constituency
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X. Statement Of Cash Flows for The Year Ended 30th June 2023


	Notes	2022 - 2023	2021 - 2022
		Kshs	Kshs
Receipts from Operating Activities			
Transfers from NGCDF Board	1	87,000,000	158,335,119
Other Receipts	3	-	-
Total Receipts		87,000,000	158,335,119
Payments			
Compensation of Employees	4	2,469,771	2,774,320
Committee Expenses	5	3,916,400	4,257,696
Use of Goods and Services	6	2,738,816	2,061,600
Transfers to Other Government Units	7	3,500,000	55,401,034
Other Grants and Transfers	8	23,596,800	106,446,299
Other Payments	11	-	-
Oversight Committee Expenses	10		
Total Payments		36,446,387	170,940,949
Total Receipts Less Total Payments		50,553,614	(12,605,830)
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Prior Year Adjustments	16	-	-
Net Cash Flow from Operating Activities		50,553,614	(12,605,830)
Cash flow From Investing Activities			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(5,544,800)	(680,000)
Net Cash Flows from Investing Activities		(5,544,800)	(13,285,830)
Net Increase in Cash and Cash Equivalent		45,008,814	(13,285,830)
Cash & Cash Equivalent at Start of The Year	12	4,868,528	18,154,358
Cash & Cash Equivalent at End of The Year	12	49,877,341	4,868,528

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

The Constituency financial statements were approved by NG CDFC on 14/07 2023 and signed by:


Fund Account Manager

Keneth Lemein


National Sub-County
Accountant

Benson Aseka
ICPAK M/No:20415


Chairman NG-CDF Committee

Everson Cheruiyot



*Emurua Dikirr Constituency
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XI. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipt/Expense Item	Original Budget		Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		13	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	138,215,033	4,868,528	50,742,639.21	193,826,200	91,868,528	101,957,672	47%
Proceeds from Sale of Assets		-	-	0	-	-	0%
Other Receipts		-	-	0	-	-	0%
TOTAL RECEIPTS	138,215,033	4,868,528	50,742,639	193,826,200	91,868,528	101,957,672	47%
PAYMENTS							
Compensation of Employees	5,002,320	1,368,528	0	6,370,848	2,469,771	3,901,077	39%
Committee Expenses	6,656,601	0	0	6,656,601	4,640,800	2,015,801	70%
Use of goods and services	2,162,582	0	0	2,162,582	2,014,416	148,166	93%
Transfers to Other Government Units	57,700,000	3,500,000	18,806,000	80,006,000	3,500,000	76,506,000	4%
Other grants and transfers	60,019,048	0	24,936,639	84,955,687	23,821,400	61,134,287	28%
Other Payments	3,500,000.00	-	-	3,500,000	-	3,500,000	0%
Acquisition of Assets	974,481.78	-	7,000,000.00	7,974,482	5,544,800	2,429,682	70%
unapproved allocation	2,200,000.00			2,200,000		2,200,000	
TOTAL	138,215,033	4,868,528	50,742,639	193,826,200	41,991,187	151,835,014	22%

Explanatory Notes.

(a) There was no AIA in the year

(b) Disbursement of funds from the NGCDF Board was at the end of the year hence there was no project implementation.

Emurua Dikirr Constituency
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Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	151,835,014
Less undisbursed funds receivable from the Board as at 30 th June 2023	101,957,672
	49,877,342
Increase/(decrease) Accounts payable	-
(Decrease)/Increase Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the 30 th June 2023	49,877,342

The Constituency financial statements were approved by NG CDFC on 14/09/ 2023 and signed by:


Fund Account Manager

Keneth Lemein


National Sub-County
Accountant

Benson Aseka
ICPAK M/No:20415


Chairman NG-CDF Committee

Everson Cheruiyot



Emurua Dikirr Constituency
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XII. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements (Reinstated)			
	2022/2023			2022/2023	30/06/2023	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.0 Administration and Recurrent	8,292,902	1,368,528		9,661,430	5,674,847	3,986,584
1.1 Compensation of Employees	5,002,320	1,368,528		6,370,848	2,469,771	3,901,077
1.2 Committee Allowances	1,128,000	0		1,128,000	1,190,660	-62,660
1.3 Use of Goods and Services	2,162,582	0	0	2,162,582	2,014,416	148,166
						0
2.0 Monitoring and Evaluation	4,146,451	0	0	4,146,451	2,813,500	1,332,951
2.1 Capacity Building	1,000,000	0	0	1,000,000	252,000	748,000
2.2 Committee Allowances	1,128,000	0	0	1,128,000	34,500	1,093,500
2.3 Use of Goods And Services	2,018,451	0	0	2,018,451	2,527,000	-508,549
						0
3.0 Emergency	7,636,190	0		7,636,190	927,000	6,709,190
						0
						0
Bursaries						0
4.0 Bursary And Social Security	34,553,758	0	5,500,000	40,053,758	22,199,400	17,854,358

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						0
4.2 Secondary Schools	15,000,000		1,000,000	16,000,000	17,820,000	-1,820,000
						0
4.3 Tertiary & Universities Institutions	19,553,758		4,500,000	24,053,758	4,379,400	19,674,358
4.5 Social Security						0
						0
5.0 Sports project	2,764,300	0	0	2,764,300	695,000	2,069,300
Constituency sports tournament	2,464,300	0	0	2,464,300	695,000	1,769,300
South Rift Regional Sports Tournament	300,000					0
6.0 Environment						0
Environment projects	2,764,300	0	0	2,764,300	0	2,764,300
Chepkisa Secondary School	200,000	0	0	200,000	0	200,000
Lelechonik Secondary School	200,000	0	0	200,000	0	200,000
Chilani Secondary School	200,000	0	0	200,000	0	200,000
Chesma Secondary School	200,000	0	0	200,000	0	200,000
Kibosorwet Secondary School	200,000	0	0	200,000	0	200,000
Cheramgoi Secondary School	200,000	0	0	200,000	0	200,000
Lalagoin Secondary School	200,000	0	0	200,000	0	200,000
Kapsasian Secondary School	200,000	0	0	200,000	0	200,000
Usonik Secondary School	200,000	0	0	200,000	0	200,000
Chemamul Secondary School	200,000	0	0	200,000	0	200,000
NG CDF Office	764,300	0	0	764,300	0	764,300
						0
7.0 Primary Schools Projects						0
(List All The Projects)						0
Kaptala Primary School	500,000	0	0	500,000	0	500,000
St. Paul Kitait Primary School	500,000	0	0	500,000	0	500,000
Sachangwan primary school	1,200,000	0	0	1,200,000		1,200,000

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Chilani primary school	550,000	0	0	0	550,000	0	550,000
kimugul primary school	1,200,000	0	0	0	1,200,000	0	1,200,000
Lelach Primary School	500,000	0	0	0	500,000	0	500,000
Asur Primary School	1,200,000	0	0	0	1,200,000	0	1,200,000
Saunosiek Primary School	500,000	0	0	0	500,000	0	500,000
Tumnda Primary School	500,000	0	0	0	500,000	0	500,000
Kimolele Primary School	1,200,000	0	0	0	1,200,000	0	1,200,000
Simotwet Shiners Primary School	500,000	0	0	0	500,000	0	500,000
Kapsinendet Primary School	1,000,000	0	0	0	1,000,000	0	1,000,000
Kondamet Primary School	500,000	0	0	0	500,000	0	500,000
Sinendet Primary school	500,000	0	0	0	500,000	0	500,000
Kapkoros Primary school	500,000	0	0	0	500,000	0	500,000
Siriati Primary School	500,000	0	0	0	500,000	0	500,000
Kibibo-Teres Primary School	1,700,000	0	0	0	1,700,000	0	1,700,000
Araret Primary School	500,000	0	0	0	500,000	0	500,000
Kimananga Primary school	400,000	0	0	0	400,000	0	400,000
Kuresiet Primary school	250,000	0	0	0	250,000	0	250,000
Kapkwen-Soi primary school	1,200,000	0	0	0	1,200,000	0	1,200,000
Kabuson pry school	1,200,000	0	0	0	1,200,000	0	1,200,000
Kibailuk pry school	0	0	350,000	0	350,000	0	350,000
Korosiot pry sch	250,000	0	500,000	0	750,000	0	750,000
Chebulu pry school	0	0	400,000	0	400,000	0	400,000
Chemamul pry sch	0	0	400,000	0	400,000	0	400,000
Ole kisiara pry school	1,600,000	0	500,000	0	2,100,000	0	2,100,000
Chepkisa Pry Schoo			1,200,000		1,200,000		1,200,000
Koiboyot pry school	0	0	1,900,000	0	1,900,000	0	1,900,000
Chepkabit pry school	1,200,000	0	0	0	1,200,000	0	1,200,000
Emitiol pry school	1,200,000	0	0	0	1,200,000	0	1,200,000
Silibwet pry school	1,450,000	0	0	0	1,450,000	0	1,450,000

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Torch Asis pry school	1,450,000	0	0	1,450,000	0	1,450,000	0	1,450,000
Rwandanat pry school	1,200,000	0	300,000	1,500,000	0	1,500,000	0	1,500,000
Kapsimotwo pry school	1,450,000	0	0	1,450,000	0	1,450,000	0	1,450,000
Chesoem Pry sch	600,000	0	0	600,000	0	600,000	0	600,000
Chesogori Pry sch	1,750,000	0	0	1,750,000	0	1,750,000	0	1,750,000
Sugutek Pry sch	250,000	0	0	250,000	0	250,000	0	250,000
Cherokiet Pry sch	1,200,000	0	0	1,200,000	0	1,200,000	0	1,200,000
Kipkandolit Pry sch	1,200,000	0	0	1,200,000	0	1,200,000	0	1,200,000
Chepkulul Pry sch	1,200,000	0	0	1,200,000	0	1,200,000	0	1,200,000
Naisugut Pry sch	200,000	0	0	200,000	0	200,000	0	200,000
Kapsaos Pry sch	500,000	0	0	500,000	0	500,000	0	500,000
Mosotik Pry sch	500,000	0	0	500,000	0	500,000	0	500,000
Motosiet Pry sch	500,000	0	0	500,000	0	500,000	0	500,000
Judea Pry sch	1,200,000	0	0	1,200,000	0	1,200,000	0	1,200,000
Mogor Pry sch	250,000	0	1,200,000	1,450,000	0	1,450,000	0	1,450,000
Chebaraa Pry sch	1,200,000	0	500,000	1,700,000	0	1,700,000	0	1,700,000
Katandeta Pry sch	1,200,000	0	0	1,200,000	0	1,200,000	0	1,200,000
Kabarak Pry sch	1,500,000	0	0	1,500,000	0	1,500,000	0	1,500,000
Chepkureret Pry sch	250,000	0	0	250,000	0	250,000	0	250,000
Lelagoin Special Pry sch	1,200,000	0	0	1,200,000	0	1,200,000	0	1,200,000
Tachasis Pry sch	250,000	0	0	250,000	0	250,000	0	250,000
Kibailuk pry school	0	0	700,000	700,000	0	700,000	0	700,000
Kaptololo Pry School	0	0	1,200,000	1,200,000	0	1,200,000	0	1,200,000
Murkan primary school	0	0	1,200,000	1,200,000	0	1,200,000	0	1,200,000
Koisagat Primary school	0	0	500,000	500,000	0	500,000	0	500,000
Sub Total	41,350,000	0	10,850,000	52,200,000	0	52,200,000	0	52,200,000
								0
8.0 Secondary Schools Projects (List All The Projects)								0
CHEPKISA SEC SCHOOL	500,000	0	0	500,000	0	500,000	0	500,000

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CHANGINA SEC SCHOOL	400,000	0	611,000	1,011,000	0	1,011,000
KABOLECHO SEC SCH	1,200,000	0	0	1,200,000	0	1,200,000
KAPSASIAN SEC SCH	1,200,000	0	0	1,200,000	0	1,200,000
OLPOPONGI SEC SCH	1,200,000	0	0	1,200,000	0	1,200,000
LELAGOIN SEC SCH	1,200,000	0	2,000,000	3,200,000	0	3,200,000
CHERAMGOI SEC SCH	1,000,000	0	700,000	1,700,000	0	1,700,000
MOKONDO SEC SCH	1,200,000	0	1,645,000	2,845,000	0	2,845,000
TAKITECH SEC SCH	1,200,000	0		1,200,000	0	1,200,000
SIMOTWET SEC SCH	0	0		0	0	0
SOGET SEC SCH	250,000	0	0	250,000	0	250,000
EMURUA DIKIRR SEC SCH	0	3,500,000	0	3,500,000	3,500,000	0
Sub Total	9,350,000	3,500,000	4,956,000	17,806,000	3,500,000	14,306,000
9.0 Tertiary Institutions Projects (List All The Projects)	7,000,000	0	3,000,000	10,000,000	0	10,000,000
Kurangurik kmtc	7,000,000	0	3,000,000	10,000,000		10,000,000
Kurangurik kmtc						0
9						0
9						0
10.0 Roads Projects	12,300,500	0	19,436,639	31,737,139	0	31,737,139
Kibisorwet Junction-Chebara Primary Access road.			3,000,000			
Chepkulul Centre-Kiribwet Primary Access road			3,000,000			
Mamboleo Centre-Mara view Access road			2,936,639			
Abosi centre-Kabuson-Kelonget Primary Access road.			3,000,000			
Chemamit - Cheboyo Access road	0		4,300,000			0
Soget - Chebaraa road			3,200,000			0
Simotwet - Tachasis Road	3,000,000					0

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Korindo - Changina Road	3,500,000					0
Kuresoik - Araret Road	3,000,000					0
Lelagoin - Chebitoik Road	2,800,500					0
10						0
11.0 Acquisition Of Assets	974,482	0	7,000,000	7,974,482	5,544,800	2,429,682
11.1 Motor Vehicles (Including Motorbikes)	0		7,000,000		5,544,800	-5,544,800
11.2 Construction Of Cdf Office						0
11.3 Purchase Of Furniture And Equipment	974,482					0
11.4 Purchase Of Computers						0
12.0 Constituency Oversight Committee Expenses	1,382,150	0	0	1,382,150	636,640	745,510
12.1 Committee Expenses	300,000	0	0	300,000	0	300,000
12.2 Use of Goods	1,082,150					0
						0
13.0 Others						0
13.1 Strategic Plan	3,500,000	0	0	3,500,000	0	3,500,000
13.2 Innovation Hub				0		0
12				0		0
Funds Pending Approval**	2,200,000			2,200,000		2,200,000
Total	138,215,033	4,868,528	50,742,639	193,826,200	41,991,187	151,835,014

(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

XIII. 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-Emurua 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 Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 15 June 2022 for the period 1st July 2022 to 30th June 2023 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.

Significant Accounting Policies Continued

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 2023.

14. Errors

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

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

15. Related Party Transactions

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

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XIV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
	Kshs	Kshs
NGCDF Board		
AIE NO.B155806		4,238,879
AIE NO.2		20,000,000
AIE NO.B128799		12,000,000
AIE NO.B154397		16,000,000
AIE NO.132486		6,000,000
AIE NO.6		44,000,000
AIE NO.140875		17,996,240
AIE NO.B105755		22,000,000
AIE NO.		4,100,000
AIE NO.		12,000,000
B185048	7,000,000	
B206250	26,000,000	
B206333	12,000,000	
B205719	12,000,000	
B207796	30,000,000	
TOTAL	87,000,000	158,335,119

2. Proceeds From Sale of Assets

	2022-2023	2021-2023
2	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		

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3. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,360,079	2,577,220
Personal allowances paid as part of salary		-
House Allowance		-
Transport Allowance		-
Leave allowance		-
Gratuity to contractual employees	1,088,412	-
Employer Contributions Compulsory national social security schemes	21,280	197,100
Total	2,469,771	2,774,320

5. Committee Expenses

	2022-2023	2021 - 2022
Description	Kshs	Kshs
Committee Allowances	1,348,800	3,446,696
Other Committee expenses	2,567,600	811,000
TOTAL	3,916,400	4,257,696.

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6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	296,400	85,000
Communication, supplies and services	280,950	58,000
Domestic travel and subsistence	618,290	241,800
Printing, advertising and information supplies & services		-
Bank Charges	9,266	-
Training expenses	443,100	1,034,800
Hospitality supplies and services	46,000	-
Fuel	100,000	-
Specialized materials and services		29,000
Office and general supplies and services	580,860	555,400
Other operating expenses		-
Routine maintenance – vehicles and other transport equipment	20,000	-
Routine maintenance – other assets	343,950	-
Water & sewerage charges		57,600
Total	2,738,316	2,061,600

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)		29,900,000
Transfers To Secondary Schools (See Attached List)	3,500,000	12,601,034
Transfers To Tertiary Institutions (See Attached List)		12,900,000
Total	3,500,000	55,401,034

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	17,820,000	26,155,500
Bursary – tertiary institutions (see attached list)	4,379,400	28,430,500
Bursary – special schools (see attached list)		-
Mock & CAT (see attached list)		-
Social Security programmes (NHIF)		-
Security projects (see attached list)		-
Sports projects (see attached list)	470,400	-
Environment projects (see attached list)		-
Emergency projects (see attached list)	927,000	8,233,428
Roads		43,626,871
Total	23,596,800	106,446,299

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	5,544,800	-
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	-	680,000
Total	5,544,800	680,000

10. Oversight Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Committee Expenses	0	-
	-	-
		-

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)		
<i>EQUITY BANK EMURUA DIKIRRR NG-CDF KILGORIS BRANCH AC 1230261760486</i>	49,877,341	4,868,528
Total	49,877,341	4,868,528
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	49,877,341	4,868,528

13. 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>
		Kshs	Kshs	Kshs
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
	-	-	-	-
<i>Total</i>	-	-	-	-

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14. Retention and Gratuity

14 A. Retention	2022-2023	2021-2022
	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	-	-

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	0	-
Gratuity held during the year (B)	1,088,412	-
Gratuity paid during the Year (C)	(1,088,412)	-
Closing Gratuity as at 30 th June D= A+B-C	0	-

15. Fund Balance B/F

	(1st July 2022	(1st July 2022
	Kshs	Kshs
Bank accounts	4,868,528	18,154,358
Cash in hand		
Imprest		
Total		
Less		
Payables: - Retention		
Payables – Gratuity		
Fund Balance Brought Forward	4,868,528	4,868,528

16. Prior Year Adjustments

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

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	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	--	-
Net changes in accounts Receivables D - A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	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	-	-
Net changes in accounts payables D-A	-	-

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19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

Name	Outstanding Balance	Outstanding Balance
	2022/23	2021/2022 (Reinstated)
Compensation of employees	3,901,077.23	1,368,528
Committee Expenses	1,270,290.99	0
Use of goods & services	148,166.48	0
Amounts due to other Government entities		0
Transfer to primary schools	52,200,000.00	10,850,000
Transfer to Secondary schools	14,306,000.00	8,456,000.00
Transfer to tertiary institutions	10,000,000.00	3,000,000.00
Sub-Total	81,825,534.70	23,674,528
Amounts due to other grants and other transfers		
Bursaries	17,854,358.25	5,500,000
Sports	2,069,300.00	
Environment	2,764,300.00	

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Roads	31,737,139.00	19,436,639
Emergency	6,709,190.00	-
Sub-Total	61,134,287.25	24,936,639
Acquisition of assets	2,429,681.78	7,000,000
COC Expenses	745,510.00	
Others (<i>specify</i>)		
Strategic plan	3,500,000.00	0
Sub-Total		
Funds pending approval	2,200,000.00	
Grand Total	151,835,013.73	55,611,167

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18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	4,524,399.85	12,455
Total	4,524,399.85	12,455

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XV. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	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					

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	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 2022/23	Outstanding Balance 2021/22 (Reinstated)
		Kshs	Kshs
Compensation of Employees	Staff Salary	3,901,077	1,368,528
Committee Expenses	Outstanding	758,050	2,250,000
Use of Goods and Services	Outstanding	23,766	0
Amount due to other government entities			
Primary Schools Projects	Grants to Pmc for Infrastructure		
Kaptala Primary School	Grants to Pmc for Infrastructure	500,000	0
St. Paul Kitait Primary School	Grants to Pmc for Infrastructure	500,000	0
Sachangwan primary school	Grants to Pmc for Infrastructure	1,200,000	0
Chilani primary school	Grants to Pmc for Infrastructure	550,000	0
kimugul primary school	Grants to Pmc for Infrastructure	1,200,000	0
Lelach Primary School	Grants to Pmc for Infrastructure	500,000	0
Asur Primary School	Grants to Pmc for Infrastructure	1,200,000	0
Saunosiek Primary School	Grants to Pmc for Infrastructure	500,000	0
Tumnda Primary School	Grants to Pmc for Infrastructure	500,000	0
Kimolel Primary School	Grants to Pmc for Infrastructure	1,200,000	0
Simotwet Shiners Primary School	Grants to Pmc for Infrastructure	500,000	0
Kapsinendet Primary School	Grants to Pmc for Infrastructure	1,000,000	0
Kondamet Primary School	Grants to Pmc for Infrastructure	500,000	0
Sinendet Primary school	Grants to Pmc for Infrastructure	500,000	0
Kapkoros Primary school	Grants to Pmc for Infrastructure	500,000	0
Siriat Primary School	Grants to Pmc for Infrastructure	500,000	0
Kibibo-Teres Primary School	Grants to Pmc for Infrastructure	1,700,000	0

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Araret Primary School	Grants to Pmc for Infrastructure	500,000	0
Kimnanga Primary school	Grants to Pmc for Infrastructure	400,000	0
Kuresiet Primary school	Grants to Pmc for Infrastructure	250,000	0
Kapkwen-Soi primary school	Grants to Pmc for Infrastructure	1,200,000	0
Kabuson pry school	Grants to Pmc for Infrastructure	1,200,000	0
Kibailuk pry school	Grants to Pmc for Infrastructure	350,000	350,000
Korosiot pry sch	Grants to Pmc for Infrastructure	750,000	500,000
Chebulu pry school	Grants to Pmc for Infrastructure	400,000	400,000
Chemamul pry sch	Grants to Pmc for Infrastructure	400,000	400,000
Ole kisiara pry school	Grants to Pmc for Infrastructure	2,100,000	500,000
Chepkisa Pry Schoo	Grants to Pmc for Infrastructure	1,200,000	1,200,000
Koiboyot pry school	Grants to Pmc for Infrastructure	1,900,000	1,900,000
Chepkabit pry school	Grants to Pmc for Infrastructure	1,200,000	0
Emitiol pry school	Grants to Pmc for Infrastructure	1,200,000	0
Silibwet pry school	Grants to Pmc for Infrastructure	1,450,000	0
Torch Asis pry school	Grants to Pmc for Infrastructure	1,450,000	0
Rwandanat pry school	Grants to Pmc for Infrastructure	1,500,000	300,000
Kapsimotwo pry school	Grants to Pmc for Infrastructure	1,450,000	0
Chesoem Pry sch	Grants to Pmc for Infrastructure	600,000	0
Chesogori Pry sch	Grants to Pmc for Infrastructure	1,750,000	0
Sugutek Pry sch	Grants to Pmc for Infrastructure	250,000	0
Cherokiet Pry sch	Grants to Pmc for Infrastructure	1,200,000	0
Kipkandolit Pry sch	Grants to Pmc for Infrastructure	1,200,000	0
Chepkulul Pry sch	Grants to Pmc for Infrastructure	1,200,000	0
Naisugut Pry sch	Grants to Pmc for Infrastructure	200,000	0
Kapsaos Pry sch	Grants to Pmc for Infrastructure	500,000	0
Mosotik Pry sch	Grants to Pmc for Infrastructure	500,000	0
Motosiet Pry sch	Grants to Pmc for Infrastructure	500,000	0
Judea Pry sch	Grants to Pmc for Infrastructure	1,200,000	0
Mogor Pry sch	Grants to Pmc for Infrastructure	1,450,000	1,200,000
Chebaraa Pry sch	Grants to Pmc for Infrastructure	1,700,000	500,000

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Katendeta Pry sch	Grants to Pmc for Infrastructure	1,200,000	0
Kabarak Pry sch	Grants to Pmc for Infrastructure	1,500,000	0
Chepkureret Pry sch	Grants to Pmc for Infrastructure	250,000	0
Lelagoin Special Pry sch	Grants to Pmc for Infrastructure	1,200,000	0
Tachasis Pry sch	Grants to Pmc for Infrastructure	250,000	0
Kibailuk pry school	Grants to Pmc for Infrastructure	700,000	700,000
Kaptololo Pry Scool	Grants to Pmc for Infrastructure	1,200,000	1,200,000
Murkan primary school	Grants to Pmc for Infrastructure	1,200,000	1,200,000
Koisagat Primary school	Grants to Pmc for Infrastructure	500,000	500,000
Sub Total		52,200,000	10,850,000
Secondary Schools Projects			
CHEPKISA SEC SCHOOL	Grants to Pmc for Infrastructure	500,000	0
CHANGINA SEC SCHOOL	Grants to Pmc for Infrastructure	1,011,000	611,000
KABOLECHO SEC SCH	Grants to Pmc for Infrastructure	1,200,000	0
KAPSASIAN SEC SCH	Grants to Pmc for Infrastructure	1,200,000	0
OLPOPONGI SEC SCH	Grants to Pmc for Infrastructure	1,200,000	0
LELAGOIN SEC SCH	Grants to Pmc for Infrastructure	3,200,000	2,000,000
CHERAMGOI SEC SCH	Grants to Pmc for Infrastructure	1,700,000	700,000
MOKONDO SEC SCH	Grants to Pmc for Infrastructure	2,845,000	1,645,000
TAKITECH SEC SCH	Grants to Pmc for Infrastructure	1,200,000	0
SIMOTWET SEC SCH	Grants to Pmc for Infrastructure	0	0
SOGET SEC SCH	Grants to Pmc for Infrastructure	250,000	0
EMURUA DIKIR SEC SCH	Grants to Pmc for Infrastructure	0	3,500,000
Sub Total		14,306,000	8,456,000
Tertiary Institutions Projects			
Kurangurik kmte	Grants to Pmc for Infrastructure	10,000,000	3,000,000
TOTAL		76,506,000	22,306,000
Amount due to other grants and other transfers			

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Bursaries			
Secondary Schools	Grants to Pmc for Infrastructure	-1,820,000	1,000,000
Tertiary & Universities Institutions	Grants to Pmc for Infrastructure	19,674,358	4,500,000
Sub Total		17,854,358	5,500,000
Sports project			0
Constituency sports tournament	Grants to Pmc for Infrastructure	1,769,300	0
South Rift Regional Sports Tournament	Grants to Pmc for Infrastructure	300,000	0
Sub Total		2,069,300	0
Environment projects		2,764,300	0
Chepkisa Secondary School	Grants to Pmc for Infrastructure	200,000	0
Lelechonik Secondary School	Grants to Pmc for Infrastructure	200,000	0
Chilani Secondary School	Grants to Pmc for Infrastructure	200,000	0
Chesma Secondary School	Grants to Pmc for Infrastructure	200,000	0
Kibosorwet Secondary School	Grants to Pmc for Infrastructure	200,000	0
Cheramgoi Secondary School	Grants to Pmc for Infrastructure	200,000	0
Lalagoin Secondary School	Grants to Pmc for Infrastructure	200,000	0
Kapsasian Secondary School	Grants to Pmc for Infrastructure	200,000	0
Usonik Secondary School	Grants to Pmc for Infrastructure	200,000	0
Chemamul Secondary School	Grants to Pmc for Infrastructure	200,000	0
NG CDF Office	Grants for Infrastructure	764,300	0
Sub Total		5,528,600	0
Roads Projects			
Kibisorwet junction- Chebaraa Primary School access road	Grants to Pmc for Infrastructure	3,000,000	3,000,000
Chepkulul centre - Kiribwet primary access road	Grants to Pmc for Infrastructure	3,000,000	3,000,000
Mamboleo Centre - Mara view primary school access road	Grants to Pmc for Infrastructure	2,936,639	2,936,639

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Abosi Centre - Kabuson -Kelonget primary school access road	Grants to Pmc for Infrastructure	3,000,000	3,000,000
Chemamit - Cheboyo Access road	Grants to Pmc for Infrastructure	4,300,000	4,300,000
Soget - Chebaraa road	Grants to Pmc for Infrastructure	3,200,000	3,200,000
Simotwet - Tachasis Road	Grants to Pmc for Infrastructure	3,000,000	0
Korindo - Changina Road	Grants to Pmc for Infrastructure	3,500,000	0
Kuresoik - Araret Road	Grants to Pmc for Infrastructure	3,000,000	0
Lelagoin - Chebitoik Road	Grants to Pmc for Infrastructure	2,800,500	0
Sub Total		31,737,139	19,436,639
Emergency Projects	Grants to Pmc for Infrastructure	6,709,190	0
TOTAL		63,898,587	24,936,639
Acquisition Of Assets			
Motor Vehicles (Including Motorbikes)	Outstanding	2,429,682	7,000,000
Constituency Oversight Committee Expenses			0
Committee Expenses	Grants to Pmc for Infrastructure	745,510	0
		0	0
Others		0	0
Strategic Plan	Grants to Pmc for Infrastructure	3,500,000	0
Funds Pending Approval**	Grants to Pmc for Infrastructure	2,200,000	0
Total		151,835,014	55,611,167

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land				
Buildings and structures	6,724,766.20			6,724,766.20
Transport equipment		5,544,800		5,544,800
Office equipment, furniture and fittings	750,000			750,000
ICT Equipment, Software and Other ICT Assets	600,000			600,000
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	8,074,766.20	5,544,800		13,619,566.20

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Annex 5 –PMC Bank Balances as at 30th June 2023

PMC	Bank	Account number	Date opened	Bank Balance 2022/23	Bank Balance 2021/22
Ainamoi Primary School	Equity	1220262158084	3/4/2014	2,302.50	
Chebitoik Primary School	Equity	1220263780785	19-02-2015	63,993.00	
Chebitoik Secondary School	Equity	1220262531707	17-06-2014	201,166.00	
Chebonei Primary SchoolB	Equity	1220269126734	27-07-2016	1,840.00	
Chelemei Primary School	Equity	1220263712631	2/4/2015	715	
Chepkebit Primary School	Equity	1220272297162	30-03-2017	4,960.00	
Chepkeigei Primary school	Equity	1220272202333	21-03-2017	2,503.60	
Chesogori Primary School	Equity	1220272476346	4/12/2017	950	
Chilani Primary school	Equity	1220263835407	3/4/2015	665	
Emitiot Primary School	Equity	1220263962983	4/1/2015	1,355.00	
Emurua Dikirr Hearing Impared School	Equity	1220264125870	5/7/2015	1,150.00	
Emurua Dikirr Primary School	Equity	1220262055656	2/5/2014	3,101.50	
Kabolecho Primary school	Equity	1220262471153	30-05-2014	1,150.00	812.00
Kapkwon Primary School	Equity	1220262053079	2/5/2014	847.5	
Kaplebelit Primary School	Equity	1220272173472	18-03-2017	17,291.40	
Kapsimotwo Primary School	Equity	1220272165029	17-03-2017	1,710.00	
Kapsinendet Primary School	Equity	1220264061348	23-04-2015	34,400.00	
Kaptarakwa Primary School	Equity	1220273040630	6/2/2017	7,954.90	
Kaptololo Primary School	Equity	1220263759644	13-02-2015	5,190.00	
Ketendeita Primary school	Equity	1220272297246	30-03-2017	3,895.00	
Kimugul Primary School	Equity	1220262545294	20-06-2014	915	
Kiptenden Primary School	Equity	1220262043341	2/3/2014	5,826.00	
Kipwailuk Primary School	Equity	1220272201965	21-03-2017	144,885.00	
Kirgam Primary School	Equity	1220272960886	26-05-2017		
Kiribwet Primary School	Equity	1220263776653	18-02-2015	3,430.00	
Lelechonik Secondary School	Equity	1220272068405	3/9/2017	9,950.00	

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Mokondo Primary School	Equity	1220264312028	6/11/2015	289	
Usonik Primary School	Equity				1,545.00
Naisukut Primary school	Equity	1220262049820	2/4/2014	1,731.85	
Ngendalel Primary School	Equity	1220262649142	22-07-2014	491	
Olpopong Primary School	Equity	1220263528427	19-12-2014	6,640.00	
Reberwet Primary School	Equity	1220272485405	13-04-2017	200,889.00	
Rwandanat Primary School	Equity	1220267405641	4/1/2016	1,170.00	
Saunosiek Primary School	Equity	1220272201012	21-03-2017	2,655.00	
Soimingin Primary School	Equity	1220262639426	18-07-2014	1,095.00	
Torocheet Primary School	Equity	1220272165530	17-03-2017	11,305.00	
Torokwet Primary School	Equity	1220272019717	3/6/2017	1,190.00	
Kapsasian Secondary School	Equity	1220262641561	19-07-2014	10,398.00	
Chilani Sec School					4,578.00
Abossi Girls Secondary School	Equity	1230299751314	28.09.2012	181,963.50	
Ang'aset Primary School	Equity	1230262102060	17/02/2014	2,320.00	
Araret Primary School	Equity	1230262086360	13-02-2014	710,875.00	
Chebara Primary School	Equity	1230299746693	27-09-2012	3,294.50	
Chebulu Primary School	Equity	1230299794691	10/10/2012		375.00
Chebulu Secondary School	Equity	1220262090694	14-02-2014	3,565.00	
Chebungei Primary School	Equity	1230273598636	20/07/2017	2,320.00	
Chemamit Primary School	Equity	1230299745518	27/09/2012	6,455.00	
Chemamul Primary school	Equity	1230268466485	15-06-2016	1,695.00	
Chemurin Primary School	Equity	1230298570088	15-12-2011	4,518.00	
Chepkisa Primary School	Equity	1230263656475	23-01-2015	5,988.00	
Chepkoiyet Primary School	Equity	1230264527024	22/07/2015	8,597.00	
Chepngaina Primary School	Equity	1230273014214	31-05-2017	380	
Cheramgoi Girls Secondary School	Equity	1230262383073	19/01/2015	1,214,119.00	3,001.00
Chesabuni Primary School	Equity	1230263546273	24/12/2014	5,455.00	
Cheserton Primary School	Equity	1230298776328	2012-Jan-02	1,925.00	
Chesma High school	Equity	1230262086567	13-02-2014	4,025.00	

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Chesoan Primary School	Equity	1230299421412	7/4/2012	1,985.00	
Corner Oluoch Primary School	Equity	1230262634596	17-07-2014	2,836.40	
Emurua Dikirr Boys Sec. School	Equity	1230299734606	24-09-2012	5,462.50	
Ilkerin Girls Secondary School	Equity	1230262246649	27-03-2014	2,700.00	
Ilkerin Primary School	Equity	1230263771232	17-02-2015	3,140.00	
Ilkerin Secondary School	Equity	1230298527992	12/6/2011	807.5	
Kabolecho Girls Sec. School	Equity	1230299746526	27-09-2012	302,127.00	
Kamaget Primary school	Equity	1230262567336	27-06-2014	2,287.50	
Kamasieton Primary School	Equity	1230266457989	18-01-2016	4,119.00	
Kamerumeru Primary School	Equity	1230298858344	17-02-2012	2,433.00	
Kamerumeru Secondary school	Equity	1230262334647	23-04-2014	2,135.00	
Kapchumbe Primary School	Equity	1230263902217	18/03/2015	5,913.00	
Kapkoros Primary School	Equity	1230298720172	20-01-2012	90.5	
Kapmasieton Primary School	Equity	1230266457989	18-01-2016	4,119.00	
Kelonget High School	Equity	1230264919970	9/8/2015	4,119.00	
Kelonget Primary School	Equity	1230299794557	10/10/2012	2,580.00	
Kibailuk Primary School	Equity	1230273076779	2017-May-06	201,918.50	
Kibisorwet Primary School	Equity	1230298591761	20-12-2011	1,030.00	
Kiletien Secondary School	Equity	1230298808398	2012-Aug-02	3,063.00	
Kipsomoi Primary School	Equity	1230263981051	4/7/2015	4,385.00	
Kisiara Primary School	Equity	1230299637652	30/8/2012	1,907.60	
Kisiara Secondary School	Equity	1230261417469	30-08-2012	2,146.50	
Koisagat Primary School	Equity	1230299759039	10/1/2012	391.25	
Koita Primary School	Equity	1230277388556	27-06-2018	25	
Korosiot Primary School	Equity	1230267779420	27-04-2016	976	
Kulonok Primary School	Equity	1230268935552	13/07/2016	6,470.00	
Kuresiet Primary School	Equity	1230299813356	16-10-2012	2,095.50	
Kuresiet Secondary School	Equity	1230262521223	13/06/2014	3,380.00	
Lelagoin Secondary School	Equity	1230263503498	12/11/2014	1,106.30	
Lelagoin Secondary School	Equity	1230263503498	12/11/2014		

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Lelechonik Primary School	Equity	1230266444828	16-01-2016	5,075.00	
Merigito Primary school	Equity	1230264343587	16-06-2015	12,520.25	
Mokondo Secondary School	Equity	1230299766710	10/3/2012	509,170.00	
Mosotik Primary School	Equity	1230272222586	23/03/2017	3,780.00	
Motosiet Primary School	Equity	1230263808685	26/02/2015	15	
Murkan Primary School	Equity	1230297625044	20-07-2011	4,434.00	
Ndamama Primary School	Equity	1230298646239	1/5/2012	6,803.00	
Ndamama Secondary School	Equity	1230298248617	29-10-2011	39,167.00	
Soget Primary School	Equity	1230297556507	2011 May 07	4,112.30	
Tuiyobei Primary School	Equity	1230273037579	6/2/2017	156,839.05	
Simotwet Secondary School	KCB	1158271573			2,144.00
Lelach Primary School	Equity	1840279847484	30/05/2020	3,117.50	
Chesoan - Kapchumbe Road	Equity	1840279963311	23/07/2020	1,300.00	
Emurua Dikirr Girls Sec. School	Equity	1840280752334	23/07/2020	2,264.45	
Simotwet Shinnars Primary School	Equity	1840280968375	26/03/2021	3,180.00	
Chepkureret Primary School	Equity	1840281001242	6/11/2021	908	
Kapweria Primary School	Equity	1840281001629	23/06/2021	1,550.00	
Kapchepomot Primary School	Equity	1840281029120	7/2/2021	8,550.00	
Sinendet Primary School	Equity	1840281032871	7/2/2021	2,320.00	
Ainamoi Secondary School	Equity	1840281047723	7/3/2021	120,000.00	
Emurua Dikirr TTI	Equity	1840281093726	7/8/2021	107,271.00	
Mara View Secondary School	Equity	1840281155119	23/07/2021	3,712.00	
Kapsasian Primary School	Equity	1840281200467	23/01/2021	430	
Abossi-Kelonget Road	Equity	1840281290093	15/09/2021	937	
Kamech Primary School	Equity	1840282130302	15/09/2021	32,700.00	
Kimolel Primary School	Equity	1840282495611	28/12/2021	1,000.00	
Total				4,524,399.85	12,455.00

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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)
SRH I CDF / EMURUA DIKIRR/ 2022-2023	<p>1. Unsupported Bursary Expenditure</p> <p>The statements of receipts and payments reflects other grants and other payments of Kshs.61,266,366 which includes bursary-secondary school Kshs.26,155,500 and bursary-tertiary institution of Kshs.28,430,500 totaling to Kshs.54,586,000 as reflected in Note 7 to financial statements. However, the amount is not supported by beneficiary schedules detailing name, admission number and cheque number. Further, no acknowledgement receipts for the entire amount disbursed was provided for audit verification.</p> <p>Further, bursary to Tertiary Institutions of Kshs 28,430,500 includes Kshs 7,330,000 and relates to bursary to secondary schools which have been erroneously charged in the account.</p> <p>In the circumstances, it has not been possible to confirm the accuracy of the reported balance of Kshs 54,586,000 for the year ended 30 June, 2022</p>	<p>Soft copy provided for bursary which was in a template prepared by the NG-CDF board does not show cheques numbers for the beneficiary schools. However the final schedules attached to all payments vouchers clearly indicate the beneficiaries admission numbers and cheque numbers. Attached are payment schedules, acknowledgment letters, administrative ward minutes allocating bursary to beneficiary.</p>	Resolved	14 days
	<p>2. Lack of Employee Records</p> <p>Note 4 for the year ended 30 June, 2022 reflects a balance of Kshs 2,774,320 in respect to compensation of employees, however audit examination of records provided revealed:</p> <p>i. The fund did not have a staff establishment in place.</p>	<p><i>The employees' personal files have now been availed for audit as per the attached documents.</i></p> <p><i>The employees were recruited locally by the NG-CDF Committee advertisement</i></p>	Resolved	14 days

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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>ii. Advertisements, recruitment and selection of the staff employed could not be confirmed since there were no records to support the process.</p> <p>iii. No CDFC minutes confirming the appointment of the 17 staff members at the Fund.</p> <p>iv. The payroll system provided indicated that the Fund has a total of 17 employees who had duplicating roles.</p> <p>In the circumstances the reliability and accuracy of the amount Kshs 2,774,320 on compensation of employees could not be confirmed as well as regularity of hiring of staff at the fund for the year ended 30 June, 2022.</p>	<p>(Sample provided), minutes and provided with service contracts.</p> <p>We acknowledged that the establishment requires that we aligned the structure of employment with the new NG-CDF Board contract employees' establishment.</p>		
	<p>2.1 Overstatement of Compensation of Employees</p> <p>Statements of receipt and payments for the year ended 30 June, 2022 reflects compensation of employees' balance of Kshs 4,377,668. However, note 4 to the financial statements reflects basic staff salaries of Kshs. 2,577,220 and Kshs 197,100 in respect to employer contributions to NSSF totaling to kshs 2,774,320 leading to unexplained variance of Kshs 1,603,348.</p> <p>Further the balance is at variance with the payment vouchers amount of Kshs 2,114,380 resulting to unexplained variance of Kshs 462,840 and Kshs 185,100 respectively.</p> <p>Consequently, the accuracy and regularity of the reported Kshs 2,774,320 for the year ended 30 June, 2022 could not be ascertained.</p>	<p>The financial statement have been amended that the compensation of employees is Kshs.2, 774,320.00 both in the statement of receipt and expenditure and in (note 4). They were erroneously stated.</p>	Resolved	14 days

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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>3. Composition of Constituency Development Committee and Project Management Committees-Unsupported Expenditure</p> <p>i. Expenditure schedule provided to support the same were not individually separated but encompassed both sub items. The total supported expenditure per the payments vouchers was Kshs 1,945,600, occasioning a variance not supported of Kshs 586,200 against the reported balance in the financial statements of Kshs 2,531,800.</p> <p>Further, the schedule provided to support the expenditure totals to Kshs 2,342,800, occasioning a difference of kshs 189,000 between the schedule and the financial statements.</p> <p>ii. The attendance registers sheets do not indicate the date when the meetings took place. The fund does not also maintain an attendance register for the constituency committee meetings.</p> <p>iii. The supporting schedule do not have the breakdown of each committee member paid and meeting attended.</p> <p>iv. The file for constituency committee minutes was not availed for audit scrutiny.</p> <p>Consequently, the reported expenditure of Kshs 2,531,800 for both other committee expenses and committee allowances respectively could not be confirmed.</p>	<p>The NG CDF is agreement that the annual monthly expenditure returns schedule combined Administration items and goods and services and committees allowance and other committee expenses</p> <p>Monitoring and Evaluation items Goods and service, committee allowance and capacity Building are categorized as Good and services in the financial statements.</p> <p>The financial statements have been amended to separate all the items.</p>	Resolved	14 days

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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>4. Inaccurate Trial balance</p> <p>The trial balance presented for audit reflects a brought forward balance as at 1 July, 2021 of Kshs 18,154,348 which is in disagreement with the comparative balances of the previous year audited carry forward balance of Kshs 24,347,590, occasioning a variance of Kshs 6,193,242 that has not been supported nor explained.</p>	<p><i>The financial statements have been amended to reflect the correct figure of Kshs.18, 154,348.00 as per the opening cashbook balance</i></p>	Resolved	14 days
	<p>5. Errors in the Annual Reports and Financial Statements</p> <p>The financial statements for the Fund for the year ended 30 June, 2022 as presented had the following errors:</p> <p>i. Page viii reflects kshs 176,489,477 received by the NGCDF while in actual fact, it received kshs 158,335,119. Similar misstatement appears under salaries indicated at kshs 1,725,896 instead of Kshs 2,774,320.</p> <p>ii. Page ix under the table for compensation of employees does not indicate any total expenditure. Other payments have Nil balance yet Kshs 43,626,871 was paid out during the year. The totals under the total expenditure column are therefore wrong at Kshs 168,846,629. Other</p>	<p><i>Page iii reflects receipts from the NG-CDF board.</i></p> <p><i>The financial statement of have been amended to reflect the correct amount of receipts of Kshs.158, 335,199.00.</i></p> <p><i>The salaries we stated correctly to indicate Kshs.2, 774,320.00.</i></p> <p><i>Financial statement have been amended to indicate the correct amount of compensation of employees of Kshs.2,774.320.00 and the financial statement have been amended to reflect the correct figure of NIL on other payments</i></p>	Resolved	14 days

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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>errors were as follows;</p> <p>iii. The statement of Receipts and payments has the following error: Under the receipts, Transfers from the NGCDF Board shows a balance of Kshs. 227,232,116 while the corresponding note 1 shows a balance of Ksh. 158,335,119</p> <p>iv. The statement of Receipts and payments has the following error: Under the Payments, compensation of employees shows a balance of Kshs. 4,337,668 while the corresponding note 4 shows a balance of Ksh. 2,774,320</p> <p>v. The statement of Receipts and payments has the following error: Under the Payments Use of goods and services shows a balance of Kshs. 5,219,250 while the corresponding Note 6 shows a balance of Ksh. 6,319,296</p> <p>vi. The statement of Receipts and payments has the following error: Under the Payments Other grants and transfers a balance of Kshs. 61,266,366 while the corresponding note 4 shows a balance of Ksh. 106,446,299.00</p>	<p><i>attached.</i></p> <p><i>The Financial statement have been amended to reflect the correct figure of Kshs.158,335,119.00 as in note (1) attached</i></p> <p><i>The financial statement have been amended to correctly state the compensation of employees as Kshs.2,774,320.00</i></p> <p><i>The financial statement have been amended to correctly state use of goods and services as Kshs.6,319,296.00</i></p> <p><i>The financial statement have been amended to correctly state other grants and transfers as Kshs.106,446,299.00</i></p> <p><i>The statement of receipts and payments have been amended to indicate Zero (0) balance of other payments.</i></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>vii. The statement of Receipts and payments has the following error: Under the Payments other payment shows a balance of Kshs. 31,690,232 while the corresponding note 4 shows a balance of Ksh.0.</p> <p>viii. The statement of Cash flow under Net Cash flows from investing activities a balance of Ksh. (13,285,830) instead of kshs (680,000).</p> <p>ix. The statement of Cash flow under Net Increase in Cash and cash equivalent shows a balance of Ksh. 18,154,358 which is not correct.</p> <p>x. The statement of Cash flow under Cash and Cash equivalent at the beginning of the year shows an opening balance of Ksh. 4,868,528 while the correct balance should be Kshs 24,347,590.</p> <p>xi. The summary statement of appropriation under transfers</p>	<p>The statement of cash flow have been amended (Under net cash flows from investing activities) to indicate Kshs. 680,000 as attached</p> <p>The statement of cash flow under net increase in cash equivalent has been amended to correctly indicate Kshs. (13,285,830.00)</p> <p>The financial statements have been amended to show that the opening balance is Kshs. 18,154,358.00</p> <p>The financial statements have been amended to correctly indicate transfers from Board as Kshs.158,335,119.00 on actual comparable basis.</p> <p>The financial statements have been amended accordingly</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>from the NG-CD board shows the actual on comparable basis balance of Ksh. 176,489,477 instead of Kshs 158,335,119.</p> <p>xii. The explanatory note on page 4 should be deleted.</p>			
	<p>6. Undisclosed Project Management Committee Accounts</p> <p>Note 17.4 to the financial statements for the year ended 30 June, 2022 reports a balance of Kshs. 12,455 as Project Management Committee account balances (PMC balance) as detailed in Annex 5. However, the supporting documents by way of certificate of bank balances indicate that the accounts had a cumulative balance of Kshs. 11,701,194.30. Relating to one local bank which does not agree with the balance disclosed in the financial statements of Kshs 12,455 resulting to unexplained variance of Kshs. 11,688,739.30. Balances held at a second local bank could not be confirmed as no certificate of bank balances were provided for audit.</p> <p>Further, the PMC bank account cash books, bank statements, bank reconciliations statements, and quarterly report to a Constituency Committee on the status of the project management committee accounts were not availed for audit verification. Further, the movement of prior year PMC account balances of Kshs. 2,663,603 has also not been supported.</p> <p>In the circumstances, the disclosed balance of kshs 12,455 as at</p>	<p><i>The whole set of project management committee accounts were not attached to the financial statement by the end of 30th June, 2022. However, the certified accounts are now availed as attached. Prior year PMC account balances were exhausted through project expenditure during the financial year and balances are part of the current balances.</i></p>	Resolved	14 days

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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)
	30 June 2022 could not be ascertained.			
	<p>7. Unsupported Road Projects</p> <p>Note 7 to the financial statement reports a balance of Ksh. 43,626,871 in respect to various Road projects implemented for the year ended 30 June, 2022. However, no supporting records (Contract documents, Bills of quantities, procurement records and project files) were provided in regard to this expenditure.</p> <p>It was also not explained the length of each road that was to be murramed as no bills of quantity were provided for audit and no certificate of completion to confirm the length of the road that was done was provided for audit verification.</p> <p>Therefore, it was not possible to confirm the accuracy and completeness of the Roads expense of kshs 43,626,871 for the year ended 30 June, 2022.</p>	<p><i>Copies of contract documents, Bill of quantities, procurement records and certificate of payments have now been availed and attached for audit review. The naming of the road projects in the schedule of the financial statement was erroneous and the correct names are provided. Attached is copy of code list.</i></p>	Resolved	14 days
	<p>8. Compliance with law on Management of Emergency Reserve</p> <p>Note 7 on other grants and other transfers reflects expenditure of Kshs 106,446,299 which includes emergency projects expenditure of Kshs 8,233,428 for the year ended 30 June, 2022.</p> <p>However, the expenditure has not been supported with project records that includes procurement records and expenditure returns. Specifically, the following were not provided;</p>	<p><i>At the time of audit, the relevant documents were held by the project management committee. These have now been availed. (Attached are procurement documents, contracts, designs, Bill of</i></p>	Resolved	14 days

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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>1. There were no procurements documents for the projects</p> <p>2. There were no contract documents for the projects</p> <p>3. The projects did not have approved designs</p> <p>4. The projects did not have Bill of quantiles (BOQs)</p> <p>5. No certificates of completion were provided for audit</p> <p>Further, the budget for the year was Kshs 7,192,207 but the fund has disclosed Kshs 8,233,428, thereby occasioning over expenditure of Kshs 1,041,221 or 14.5 % of the emergency reserve.</p> <p>Also, no report was availed for audit verification to indicate that the fund had reported the emergency incidences necessitating funding through the emergency fund as provided under Section 20 of the NG-CDF regulations 2016.</p> <p>It has therefore not been possible to confirm the expenditure incurred of kshs 8,233,428 for the year ended 30 June, 2022.</p>	<p><i>quantities and certificates of completion.</i></p>		
	<p>9. Unsupported Transfers from the NGCDF-Board</p> <p>Note 1 of the financial statement for the year ended 30 June, 2022 reflects transfers from NGCDF board of Ksh. 158,335,119. However, Ksh. 4,100,000 was not supported with the AIEs and it was therefore not possible to confirm the accuracy and</p>	<p><i>An AIE of Kshs.4, 100,000.00 was erroneously misplaced and couldn't be traced. It was already posted in the cashbook and appeared in the bank</i></p>	Resolved	14 days

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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)
	completeness of transfers from the NGCDF Board.	<i>statement and the funds fully utilized.</i>		
	<p>10. Budget Performance and Controls</p> <p>Revenue Budget Analysis</p> <p>The summary statement of appropriation reflects a final receipts budget of Kshs. 227,232,116 against actual disbursements of Kshs. 158,335,477 and cash balance brought forward of Kshs 24,347,590 totaling to Kshs 182,683,067 resulting to a shortfall of Kshs. 44,549,049 or 30% of the budgeted amount.</p> <p>The Fund therefore received 70% of its budget and this may have hindered the implementation of programmes and activities to the residents of Emurua Dikirr Constituency.</p>	<i>The NG CDF Board may not have release all funds to the constituency due to delays in the disbursement of funds by the National Treasury</i>	Resolved	14 days
	<p>1.0 Project Management Committees Records and Reports</p> <p>1.1 Transfers to Primary Schools</p> <p>Note 6 of the financial statement for the year ended 30 June, 2022 reflects Transfer to other government units of Kshs. 55,401,034 out of which Ksh. 29,900,000 was transfers to Primary Schools. However, Review of records provided for audit revealed the following unsatisfactory matters;</p> <ol style="list-style-type: none"> 1. There were no procurements records for the projects 2. There were no contract documents for the projects. 	<i>Majority of the primary schools projects were implemented using labor based contracts, where the works officer provided a schedule of materials and project management committee sourced local materials and labor. This has effectively reduced the costs of the projects.</i>	Resolved	14 days

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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>3. The projects did not have approved designs</p> <p>4. The projects did not have Bill of quantities (BOQs)</p> <p>5. There were no records by the projects management committees (PMC) as there was no complimentary files provided during projects verification.</p>	<p>The project files were not available during audit but now the files have been availed for audit review.</p> <p>Attached are minutes of procurement, BQs, design, certificates of payments and contract documents.</p>		
	<p>1.2 Transfer to Secondary Schools</p> <p>Note 6 reflects transfer to other government entities balance of Kshs. 55,401,034 which includes transfers to Secondary schools' balance of Kshs. 12,601,034.</p> <p>However, the transfers to Secondary schools were not supported with procurement records such as advertisements, bidders' documents, opening and evaluation minutes, project files, inspection and acceptance committee reports, and interim/completion certificates. Accounting records such as cashbooks, bank statements and expenditure returns and evidence that the projects were implemented in consultation with relevant government departments was also not provided for audit. It was also not confirmed whether or not each project had an independent bank account as note 17.4 only reflected 4 secondary school bank accounts.</p>	<p>Among the transfer to secondary school, Kuresiet Secondary School was for purchase of land (Kshs.250,000)</p> <p>Some of the secondary school implemented their project using labour based contract where the works officer provided a schedule of materials and project management committee sourced local materials and labour. This has effectively reduced the cost estimates of the project.</p> <p>The project files were not</p>	Resolved	14 days

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		available during audit but now the files have availed for audit review.		
	<p>2.0 Unsupported Transfers to Tertiary Institutions</p> <p>The statement of receipts and payments reflects transfer to other government entities balance of Kshs. 55,401,034 which includes transfers to tertiary institutions figure of Kshs. 12,900,000 as reflected in Note 6 to the financial statements.</p> <p>However, the transfers to tertiary institutions were not supported with procurement records such as advertisements, bidders' documents, opening and evaluation minutes, project files, inspection and acceptance committee reports, and interim/completion certificates. Accounting records such as cashbooks, bank statements and expenditure returns and evidence that the projects were implemented in consultation with relevant government departments was also not provided for audit.</p> <p>Further, it was not clear whether Kenya Medical Training College funding had been transferred and utilized on the project as indicated under annex 6 on progress of follow up of auditor recommendations item 4.3.</p>	The files for tertiary institutions have been now availed for audit review- bill of quantities, designs, procurement records and payment certificates attached.	Resolved	14 days
	<p>3.2. Identification and Funding of Projects-Unsatisfactorily Implemented Projects</p> <p>During the year under review, fourteen (14) projects with a total</p>		Resolved	14 days

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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)
	allocation of Kshs. 18,300,000 were verified in the month of March, 2022 and were found to have been implemented in an unsatisfactory manner.			
	<p>4.0 Unresolved Prior Year Matters</p> <p>The status of the progress on follow up of Auditor Recommendation on some of the prior year audit recommendations was not provided in the financial statements as required by the Public Sector Accounting Standards Board Kenya (PSASB).</p> <p>In the circumstances, the fund's financial statements do not comply with the financial reporting guidelines provided by PSASB (K) pursuant to section 194 of the Public Finance Management Act, 2012.</p>	<p><i>The NG-CDF committee will endeavor to address prior years audit issues as raised by the auditors.</i></p>	Resolved	14 days
	<p>1. Unutilized Funds</p> <p>Note 17.3 to the financial statements reflects unutilized fund balance of Kshs. 58,385,487 which was not disbursed to the project implementation committees due to failure by the Board to release the funds contrary to the Section 40 of National Government Constituencies Development Fund Act, 2015 which requires the Board to ensure that the list of the projects forwarded to it by each of the constituency is upon approval be funded accordingly.</p>	<p><i>The NG-CDF Board endeavor to disburse funds to the constituencies are released by the National treasury.</i></p>	Resolved	14 days

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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>Firstly the schedules for the PMC accounts were erroneously not attached to the financial statements. This has been corrected. The NG-CDF committee will ensure closure of all complete and in use projects bank accounts. However, some of the projects are not in essence complete. Attached is a letter of Fund Account Manager to the bank requesting closure of bank accounts</p> <p>Non Closer of Project Management Committee Accounts</p>	<p>Firstly the schedules for the PMC accounts were erroneously not attached to the financial statements. This has been corrected. The NG-CDF committee will ensure closure of all complete and in use projects bank accounts. However, some of the projects are not in essence complete. Attached is a letter of Fund Account Manager to the bank requesting closure of bank accounts</p>	Resolved	14 days
	<p>1. Unsupported Training Expenses</p> <p>Note 5 reflects use of goods and services balance of Kshs. 6,319,296. Included in this balance is training expense of Kshs. 1,034,800 as at 30 June, 2022. However, no training needs assessment was conducted during the year. Selection of trainees for training programmes was not based on identified needs with emphasize on training for performance improvement that address individual, organizational and National goals. Further, proof of travel, attendance registers and training programmes were also not provided for audit. The fund was therefore in breach of Section H of the Public Service Commission Policies and Procedures Manual 2016.</p>	<p>The NG-CDF Board has a performance policy tool with each constituency and Fund Account Managers. It requires every financial year NG-CDF committees, staffs and Project Management Committee are trained. Therefore as per the attached NG-CDF Board policy. It has already been identified trainees and topics. Attached are training notes, programs</p>	Resolved	14 days

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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)
		<i>and schedules.</i>		
	<p>2. Lack of Risk Management Policy and Disaster Recovery Plan</p> <p>The fund did not have in place risk management policy and risk register and therefore, has no approved processes and guidelines on how to mitigate operational, legal and financial risks. Further, the fund does not have a disaster recovery plan in place. Failure to have a disaster recovery plan implies that the fund may be unable to continue operating smoothly in the event a disaster occurs. No explanation has been provided for failure to have the risk management policy, risk register and disaster recovery plan in place.</p>	<p><i>The NG-CDF Board is administrating the funds as a risk management policy and disaster management plan convering all the constituencies.</i></p>	Resolved	14 days
	<p>3. Weak Controls in Cash Management</p> <p>The statement of assets and liabilities reflects cash and cash equivalent balance of Kshs. 4,868,528 as at 30 June, 2022. However, Audit examination of bank reconciliation statements revealed that bank reconciliations for the Months of December 2021 to July 2022 were signed but never counter signed by a reviewer. Further, it was not possible to confirm the Canceled and replaced cheques as they were not supported with previous cheque numbers and new Payment Voucher numbers in the cashbook in order to enhance traceability and accountability of the cancelled cheques.</p>	<p><i>Bank reconciliation statements the NG-CDF Board are prepared by the National treasury Sub-county Accountant. The reconciliation statements are solely by him /her.</i></p> <p><i>The cancelled cheques are not provided in the payment voucher but stapled and clearly indicated in the cashbook.</i></p>	Resolved	14 days

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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>The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standard requires that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.</p>			



 Name
 Fund Account Manager.

