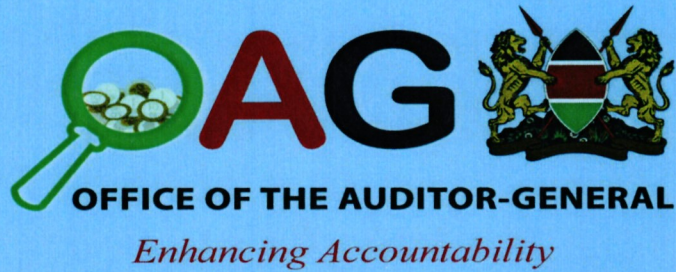


REPUBLIC OF KENYA



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REPORT

OF

THE AUDITOR-GENERAL

ON

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

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

NATIONAL ASSEMBLY
DATE: 23 NOV 2022 Wednesday
Majority Whip
Mado



CHEPALUNGU CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

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

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CHEPALUNGU Constituency
National Government Constituencies Development Fund (NGCDF)
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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Mr. Felix Ntutu.
2.	Sub-County Accountant	CPA. Amos Rotich.
3.	Chairman NGCDFC	Milcah Kenduiywa.
4.	Member NGCDFC	Mr. Paul Sang.

(d) Fiduciary Oversight Arrangements

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

P.O. Box 56-20405
NG-CDFC Building Chepalungu.
Sigor, Kenya.

CHEPALUNGU Constituency
National Government Constituencies Development Fund (NGCDF)
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(f) CHEPALUNGU Constituency NGCDF Contacts

Telephone: (254)-0722 774 506
E-mail: cdfchepalunguconstituency@gmail.com
Website: www.ngcdfchepalunguconstituency.go.ke

(g) CHEPALUNGU Constituency NGCDF Bankers

Access Bank Kenya Limited
Bomet Branch
A/C No.0170100000072
P O Box 476-20400
Bomet Kenya.

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT



On behalf of CHEPALUNGU NG-CDF Committee and staff, I am profoundly glad in presenting the FY 2020/2021 annual report and financial statements for the fund. CHEPALUNGU 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 CHEPALUNGU 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.

CHEPALUNGU 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 CHEPALUNGU has been able to achieve the following during the financial year;

A total of 72classrooms, 9dormitories, 4laboratories, 2administration blocks 6 teacher houses, 4dining halls and 13toilet blocks were constructed and or renovated through the allocation to the fund.

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The fund's contribution towards education infrastructure across the constituency supported the 100% government transition policy. CHEPALUNGU NG-CDF committee also funded the construction of 1 security facilities amounting to ksh.3, 000,000 in the year which have enhanced security in the constituency.

In addition the fund supported retention of students in secondary and tertiary institutions through issuance of bursary. A total of ksh.47, 000,000 was awarded as bursary to needy students in the constituency. *This increase in award from previous years was as a result of effect of Covid-19 Pandemic in which the bursary for FY 19/20 was awarded in the FY 2020/2021.* CHEPALUNGU NG-CDF committee has developed bursary award criteria to ensure only the needy students are awarded bursary.

A). Budget Performance

In the financial year 2020/2021 CHEPALUNGU 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, 2021, CHEPALUNGU NG-CDF had a cumulative approved budget of Kshs 208,796,083 out of which Kshs 155,367,725 was received from the NG-CDF Board while a balance of Kshs 69,367,724 is yet to be received, out of which Kshs 3,000,000 being funds pending approval.

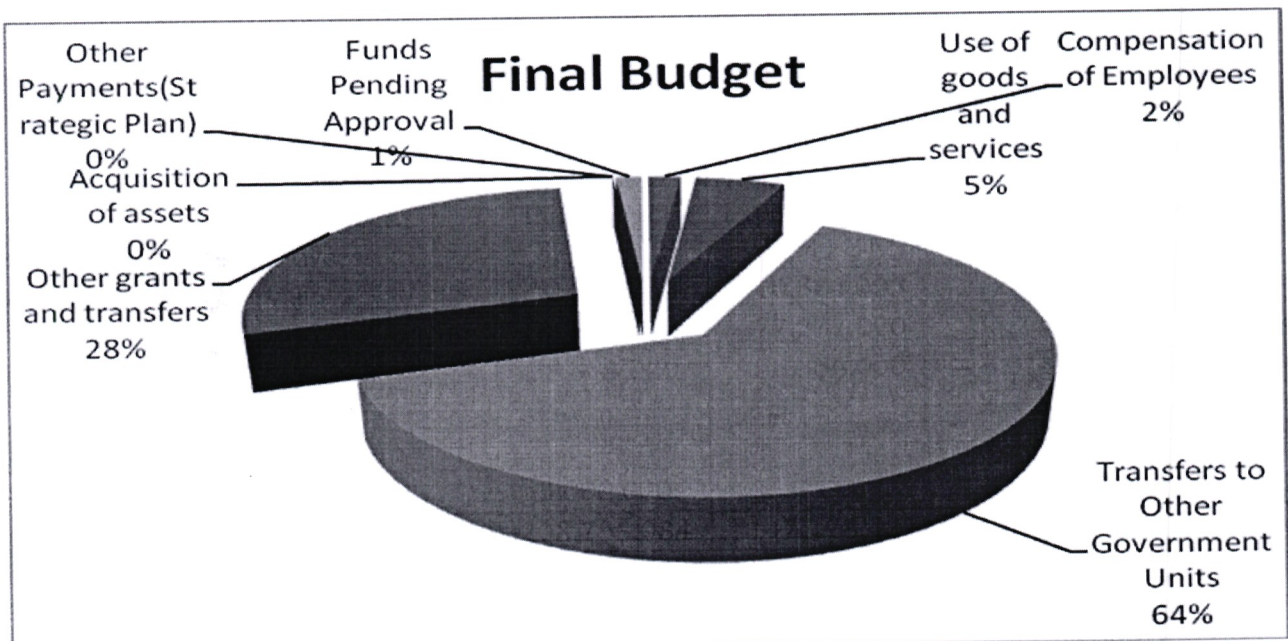
NG-CDF CHEPALUNGU disbursed the received funds as follows;

Kes 77,237,120 was disbursed to various schools and other government agencies for implementation of the approved projects, Kes 43,957,600 was issued as bursaries to needy students in the constituency, Kes 4,331,000 was used in payment of NG-CDF committee allowances, monitoring, evaluation, use of goods and services and other administration expenses, Kes 3,241,212 was used in payment of NG-CDFC staff salaries and gratuity, Kes 1,740,000 was disbursed to CHEPALUNGU NG-CDFC Environment project to fund Environment conservation activities, Kes 2,720,400 was disbursed to CHEPALUNGU NG-CDFC sports project to fund sporting activities, Kes 6,918,000 was used to fund emergency occurrences in the constituency,

The performance during the year is summarised as follows;

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PAYMENTS	Final Budget	Total Expenditure	Budget utilization difference	% of utilization
Compensation of Employees	3,803,112	3,241,212	561,900	85%
Use of goods and services	10,627,256	10,364,095	263,161	98%
Transfers to Other Government Units	132,481,686	77,237,120	55,244,566	85%
Other grants and transfers	58,884,029	56,336,000	2,548,029	96%
Acquisition of assets	-	-	-	0.0%
Other Payments(Strategic Plan)	-	-	-	0.0%
Funds Pending Approval	3,000,000		3,000,000	0.0%
TOTAL	208,796,084	147,178,427	61,617,656	70%



Herein attached are pictorials to depict successful projects undertaken during the year.

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

- ❖ Overdependence of the fund by the public and National government functions on all development related needs.
(To overcome this, CHEPALUNGU 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.
(CHEPALUNGU 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, CHEPALUNGU NG-CDF is focusing on allocating enough funds to complete the project within at most 2 years).

Moving forward CHEPALUNGU NG-CDF Committee remain steadfast in delivering on our mandate of transforming lives (maendeleo Kwa wote) thus creating a better society for all.



Signature

Milcah Kenduiywa,

Chairman NGCDF Committee

CHEPALUNGU Constituency
National Government Constituencies Development Fund (NGCDF)
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III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

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

- a) Improve Education Standards.
- b) Improve Security.
- c) Conserve the environment.
- d) Nurture talent through sporting activities and art
- e) Increase youth, women and persons with disability participation in development objectives.
- f) Supplementing infrastructure development at the constituency level in matters falling within the functions of the national government in accordance with the Constitution.

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	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	In FY 20/21 -among others, we increased number of classrooms, dormitories, laboratories, school buses etc from 215 to 256 in the following schools/institutions - - Bursary beneficiaries at all levels were approximately 7,000 across all levels of Education
Security	To have a safe and secure environment for business, learning	-Decrease in the number of insecurity related	-Numbers of usable physical infrastructure build in Police	In FY 20/21 We built one (1) police station in

CHEPALUNGU Constituency

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Constituency Sector	Objective	Outcome	Indicator	Performance
	and where the residents go about their lives without fearing for their lives and property.	incidents. -Improved security and a more secure business environment	stations. Chief's offices, DCI and county Commissioners security facilities. -	
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 20/21 -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 20/21 -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 20/21 -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. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

- a. **Education and Training:** CHEPALUNGU 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 CHEPALUNGU 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 CHEPALUNGU 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 2020/2021 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

Chepalungu NGCDF did not implement environment related activities. This was occasioned by late disbursement of funds .

3. Employee welfare

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

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appreciate 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. CHEPALUNGU NGCDF 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-

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

CHEPALUNGU 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.

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

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.

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

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National Government Constituencies Development Fund (NGCDF)
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V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-CHEPALUNGU Constituency is responsible for the preparation and presentation of the NGCDF CHEPALUNGU's financial statements, which give a true and fair view of the state of affairs of the NGCDF CHEPALUNGU for and as at the end of the financial year (period) ended on June 30, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the NGCDF CHEPALUNGU; (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 NGCDF CHEPALUNGU; (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-CHEPALUNGU Constituency accepts responsibility for the NGCDF CHEPALUNGU'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 NGCDF CHEPALUNGU's transactions during the financial year ended June 30, 2021, and of the NGCDF CHEPALUNGU's financial position as at that date. The Accounting Officer charge of the NGCDF-CHEPALUNGU Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the NGCDF CHEPALUNGU's financial statements as well as the adequacy of the systems of internal financial control.

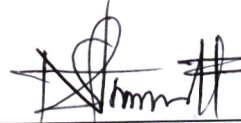
The Accounting Officer in charge of the NGCDF CHEPALUNGU Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NGCDF CHEPALUNGU's funds received during the year under audit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

Approval of the financial statements

The NGCDF- CHEPALUNGU Constituency financial statements were approved and signed by the Accounting Officer on 30/6/2021 2021.



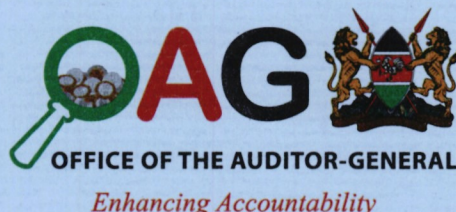
Chairman NGCDF Committee
Name: Milcah Kenduiywa.



Fund Account Manager
Name: Mr. Felix Ntutu.

REPUBLIC OF KENYA

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NAIROBI

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

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal 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 - Chepalungu Constituency set out on pages 17 to 59, which comprise of the statement of assets and liabilities as at 30 June, 2021 and

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

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

Basis for Qualified Opinion

1. Inaccuracies in the Bursary Payments

The statements of receipts and payments reflects transfers to other government units amount of Kshs.77,237,120. However, Note 6 to the financial statements reflects an amount of Kshs.77,737,120 resulting to an unexplained variance amounting to Kshs.500,000. Further, the expenditure includes transfers to secondary schools' amount of Kshs.19,920,000 which includes an amount of Kshs.505,000 transferred to Chemenga Secondary school in respect of bursaries to needy students. However, payments relating to bursaries of needy students should have been classified under other grants and transfers as required by the template issued by Public Sector Accounting Standards Board (PSASB).

In the circumstances, the accuracy and completeness of the transfers to other government units amounting to Kshs.77,237,120 could not be confirmed.

2. Inaccuracies in Cash and Cash Equivalents

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.10,528,777 as disclosed in Note 10A to the financial statements. However, bank reconciliation statement reflects payments in the bank statement not yet recorded in the cashbook amounting to Kshs.110,648 in respect of bank charges, of which an amount of Kshs.78,009 date back to the financial year 2019/2020. No explanation was given why the long outstanding bank charges had not been recorded in the cash book.

Further, the bank reconciliation statement reflects unpresented cheques amounting to Kshs.26,984,497 as at 30 June, 2021 out of which, stale cheques amounted to Kshs.9,280,040. In addition, included in the unpresented cheque is an amount of Kshs.5,000,000 relating to amounts transferred in the bank through an electronic funds transfer to the beneficiary schools and therefore erroneously reflected as unpresented cheque in the reconciliation.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balance of Kshs.10,528,777 could not be confirmed.

3. Lack of Ownership Documents

The summary of fixed asset register as disclosed in Annex 4 to the financial statements reflects a balance of Kshs.23,516,000 in respect of total assets comprising buildings and structures, transport equipment (motor vehicles) and office equipment, furniture and fittings balance of Kshs.16,868,000, Kshs.6,200,000 and Kshs.448,000, respectively. However, ownership documents for land where the buildings stand and motor vehicle log books were not provided for audit.

Further, the statement of receipts and payments reflects transfers to other government units amount of Kshs.77,237,120 which, as disclosed in Note 6 to the financial statements includes an amount of Kshs.19,920,000 in respect of transfers to secondary schools. Included is an amount of Kshs.1,000,000 transferred to Nyakichwa and Kipsinendet Secondary each Kshs.500,000 for purchase of parcels of land. However, ownership documents for the parcels of land acquired were not provided for audit.

In the circumstances, the ownership, valuation and existence of the land and motor vehicles could not be confirmed.

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

Key Audit Matters

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

Other Matters

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on a comparable basis of Kshs.208,796,083 and Kshs.155,367,725, respectively resulting to an under-funding of Kshs.53,428,358 or 26% of the budget. Similarly, the Fund expended Kshs.147,178,427 against an approved budget of Kshs.208,796,084 resulting to an under-expenditure of Kshs.61,617,656 or 30% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several paragraphs were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, the Management has not resolved the issues nor given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury's Circular.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Irregular Spending on Emergency Reserves - Other Grants and Transfers

The statement of receipts and payments reflects other grants and transfers amount of Kshs.56,336,000 which, as disclosed in Note 7 to the financial statements includes an amount of Kshs.6,918,000 spent on emergency projects. However, evidence showing that the utilization of emergency reserves was reported to the Board within thirty (30) days of the occurrence of the emergency, in the format prescribed by the Board as required by Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016 was not provided for audit.

Further, the expenditure of Kshs.6,918,000 includes an amount of Kshs.200,000 spent on completion of two (2) classrooms at Kesosio Secondary School. Verification conducted in the month of April, 2022 revealed that although the classrooms were complete, no student had been admitted in the school and thus there was no justification for using the emergency reserves. The classrooms had not been labelled that the project was funded by the Fund.

In the circumstances, Management was in breach of the law and value for money of the emergency expenditure of Kshs.6,918,000 could not be confirmed.

2. Incomplete and Abandoned Projects - Transfers to Other Government Units

The statement of receipts and payments as disclosed in Note 6 to the financial statements reflects transfers to other government units amount of Kshs.77,237,120 comprising transfers to primary schools, secondary schools and tertiary institutions amounting to Kshs.56,317,120, Kshs.19,920,000 and Kshs.1,500,000, respectively. However, construction of ten (10) classrooms and three (3) dormitories in selected primary and secondary schools with a disbursed amount of Kshs.7,500,000 and Kshs.2,400,000, respectively were incomplete with notable poor workmanship, certificate from department

of public works was not availed, signage was not done and some had inadequate funding. Further, the delay in completion of the project may adversely affect learning in the schools.

In the circumstances, value for money of the above projects could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are

in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

04 October, 2022

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

VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021


	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	155,367,725	68,000,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		155,367,725	68,000,000
PAYMENTS			
Compensation of employees	4	3,241,212	2,736,888
Use of goods and services	5	10,364,095	7,875,280
Transfers to Other Government Units	6	77,237,120	9,500,000
Other grants and transfers	7	56,336,000	61,883,193
Acquisition of Assets	8	0.00	2,736,888
Other Payments	9	0.00	7,875,280
TOTAL PAYMENTS		147,178,427	81,995,361
SURPLUS/(DEFICIT)		8,189,298	13,995,361

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




Fund Account Manager

Name: Mr. Felix Ntutu


National Sub-County
Accountant

Name: CPA. Amos Rotich
ICPAK M/No:


Chairman NG-CDF
Committee

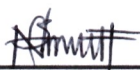
Name: Milcah Kenduiywa.

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

I. STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	10,528,777	2,339,480
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		10,528,777	2,339,480
Accounts Receivable			
Outstanding Imprests	11		
TOTAL FINANCIAL ASSETS		10,528,777	2,339,480
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		-	-
NET FINANCIAL ASSETS		10,528,777	2,339,480
REPRESENTED BY			
Fund balance b/fwd	13	2,339,480	16,334,841
Prior year adjustments	14		
Surplus/Deficit for the year		8,189,298	(13,995,361)
NET FINANCIAL POSITION		10,528,777	2,339,480

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-CHEPALUNGU Constituency financial statements were approved on 30/9 2021 and signed by:



Fund Account Manager
Name: Mr. Felix Ntutu



National Sub-County
Accountant
Name: CPA. Amos Rotich
ICPAK M/No:



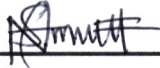
Chairman NG-CDF Committee
Name: Milcah Kenduiywa

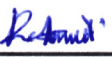
CHEPALUNGU Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

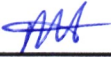
IX STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	155,367,725	68,000,000
Other Receipts	3		
Total receipts		155,367,725	68,000,000
Payments for operating activities			
Compensation of Employees	4	3,241,212	2,736,888
Use of goods and services	5	10,364,095	7,875,280
Transfers to Other Government Units	6	77,237,120	9,500,000
Other grants and transfers	7	56,336,000	61,883,193
Other Payments	9		
Total payments		147,178,427	81,995,361
Adjusted for:			
Decrease/ (Increase) in Accounts receivable: (outstanding imprest)	15		
Increase/ (Decrease) in Accounts Payable: (deposits/gratuity and retention)	16		
Prior year adjustments	14	-	-
Net cash flow from operating activities		8,189,298	(13,995,361)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		
Acquisition of Assets	9		
Net cash flows from Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		8,189,298	(13,995,361)
Cash and cash equivalent at BEGINNING of the year	10	2,339,480	16,334,841
Cash and cash equivalent at END of the year		10,528,777	2,339,480

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-CHEPALUNGU Constituency financial statements were approved on 30/9/2021 and signed by:


 Fund Account Manager
 Name: Mr. Felix Ntutu


 National Sub-County
 Accountant
 Name: CPA. Amos Rotich
 ICPAK M/No:


 Chairman NG-CDF Committee
 Name: Milcah Kenduiywa.

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

II. SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30TH JUNE 2021

Receipts/Payments	Original Budget A	Adjustments		Final Budget c=a+b	Actual on comparable basis D	Budget utilization Difference e=c-d	% of Utilization f=d/c %
		b	Previous Years' Outstanding Disbursements				
RECEIPTS	2020/2021			2020/2021	30/06/2021		
	Kshs	Kshs		Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	2,339,480	69,367,724	208,796,083	155,367,725	53,428,358	74%
Proceeds from Sale of Assets							
Other Receipts							
TOTALS	137,088,879	2,339,480	69,367,724	208,796,083	155,367,725	53,428,358	74%
PAYMENTS							
Compensation of Employees	3,130,000		673,112	3,803,112	3,241,212	561,900	85%
Use of goods and services	9,207,998	339,480	1,079,778	10,627,256	10,364,095	263,161	98%
Transfers to Other Government Units	73,140,683	2,000,000	57,341,003	132,481,686	77,237,120	55,244,566	85%
Other grants and transfers	48,610,198	-	10,273,831	58,884,029	56,336,000	2,548,029	96%
Acquisition of Assets	-	-	-	-	-	-	0.0%
Other Payments	-	-	-	-	-	-	0.0%
Funds pending approval ^{1**}	3,000,000	-	-	3,000,000	-	3,000,000	0.0%
TOTALS	137,088,879	2,339,480	69,367,724	208,796,084	147,178,427	61,617,656	70%

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


- i. Compensation of Employees is underutilized due to non payment of staff gratuity as at the end of the financial year.
- ii. Transfers to other government units is underutilized due to delay in disbursement of funds by the NG-CDF Board

Explanation on the changes between the original and final budget as per IPSAS 1.9.23.:

- ❖ Kes 2,339,480 is the unutilized funds brought forward from FY 2019/2020(refer to cashbook/bank closing balance as at 30th June 2020.
- ❖ Kes 69,367,724.10 is the unutilized funds for FY 2019/2020 which was disbursed to the constituency by the NGCDF BOARD in FY 2020/2021 and reallocations within the budget.
- ❖ Kes 3,000,000 is the unutilized funds for FY 2019/2020 which is pending Approval by the NGCDF BOARD.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	53,428,358
Less undisbursed funds receivable from the Board as at 30 th June 2021	(39,957,137)
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2020/2021	10,528,777

The NGCDF-CHEPALUNGU Constituency financial statements were approved on 30/9/ 2021 and signed by:



Fund Account Manager
 Name: Mr. Felix Ntutu



National Sub-County
 Accountant
 Name: CPA. Amos Rotich
 ICPAK M/No:



Chairman NG-CDF Committee

Name: Milcah Kenduiywa.

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

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget		Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
	2020/2021	Kshs	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
		Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,130,000		280,000	393,112	3,803,112	3,241,212	561,900
1.2 Committee allowances	3,000,000				3,000,000	2,223,000	777,000
1.3 Use of goods and services	2,095,332		61,443	1,657,160	3,813,935	5,752,440	(1,938,505)
2.0 Monitoring and evaluation							
2.1 Capacity building	1,112,666		0	0	1,112,666	0	1,112,666
2.2 Committee allowances	1,500,000		0	0	1,500,000	2,108,000	(608,000)
2.3 Use of goods and services	1,500,000		0	0	1,500,000	580,000	920,000
3.0 Emergency	7,192,208.90				7,192,208.90	6,918,000.00	274,208.90
4.0 Bursary and Social Security							
4.1 Primary Schools							
4.2 Secondary Schools	19,720,044			4,500,000	24,220,044	25,688,956	(1,468,912)
4.3 Tertiary Institutions	14,214,391			3,096,805	17,311,196	14,350,740	2,960,456
4.4 Universities							
4.5 Social Security							
5.0 Sports							
	2,741,778		-	-	2,741,778	2,720,400	21,378
6.0 Environment							
Kurmana Primary School	82,942		0	0	82,942	82,942	0

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Chepngungul Primary School	82,942	0	0	82,942	82,942	0
Kabisimba Primary School	82,942	0	0	82,942	82,942	0
Kamenwo Primary School	82,942	0	0	82,942	82,942	0
Cheptigit Primary School	82,942	0	0	82,942	82,942	0
Koitakel Primary School	82,942	0	0	82,942	82,942	0
Chelelach Primary School	82,942	0	0	82,942	82,942	0
Kisiet Primary School	82,942	0	0	82,942	82,942	0
Kiproroget Primary School	82,942	0	0	82,942	82,942	0
Molinga Primary School	82,942	0	0	82,942	82,942	0
Kiptage Primary School	82,942	0	0	82,942	82,942	0
Ngonyat Primary School	82,942	0	0	82,942	82,942	0
Mukanget Primary School	82,942	0	0	82,942	82,942	0
Chesogori Primary School	82,942	0	0	82,942	82,942	0
Cheserton Primary School	82,942	0	0	82,942	82,942	0
Kapchumbe Primary School	82,942	0	0	82,942	82,942	0
Kipkeigei Primary School	82,942	0	0	82,942	82,942	0
Chebois Primary School	82,942	0	0	82,942	82,942	0
Kamunduki Primary School	82,942	0	0	82,942	82,942	0
St Sofia Kapchebopkeny Primary School	82,942	0	0	82,942	82,942	0
Kaplekwa Primary School	82,942	0	0	82,942	81,164	1,778
7.0 Primary Schools Projects (List all the Projects)						
Kurmana Primary School	500,000.00	-	-	500,000.00	-	500,000.00
Chepngungul Primary School	3,000,000.00	-	-	3,000,000.00	3,000,000.00	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Makimeny Primary School	500,000.00	-	-	500,000.00	-	500,000.00
Chepkorkong Primary School	600,000.00	-	-	600,000.00	600,000.00	-
Cheptigit Primary School	150,000.00	-	-	150,000.00	150,000.00	-
Koitakel Primary School	500,000.00	-	-	500,000.00	500,000.00	-
Chelelach Primary School	500,000.00	-	-	500,000.00	500,000.00	-
Kisiet Primary School	500,000	-	-	500,000.00	500,000.00	-
Tumoi Primary School	500,000	-	-	500,000.00	500,000.00	-
Kabisimba Primary School	3,000,000	-	-	3,000,000.00	2,500,000.00	500,000.00
Molonga Primary School	300,000	-	-	300,000.00	-	300,000.00
Kiptage Primary School	1,000,000	-	-	1,000,000.00	1,000,000.00	-
Ngonyat Primary School	500,000	-	-	500,000.00	500,000.00	-
Kapsomber Primary School	500,000	-	-	500,000.00	500,000.00	-
Chesogori Primary School	500,000	-	-	500,000.00	500,000.00	-
Cheserton Primary School	300,000	-	-	300,000.00	-	300,000.00
Kapchumbe Primary School	300,000	-	-	300,000.00	300,000.00	-
Kipkegei Primary School	300,000	-	-	300,000.00	-	300,000.00
Kabisimba Primary School	1,000,000	-	-	1,000,000.00	1,000,000.00	-
Kiprichait Primary School	500,000	-	-	500,000.00	500,000.00	-
Kamunduki Primary School	350,000	-	-	350,000.00	350,000.00	-
St Sofia Kapchebopkeny Primary School	500,000	-	-	500,000.00	-	500,000.00
Kaple kwa Primary School	300,000	-	-	300,000.00	300,000.00	-
Kapsirich Primary School	500,000	-	-	500,000.00	-	500,000.00
Kamenwo Primary School	540,681	-	-	540,681.00	540,681.00	-
CHEBARA PRIMARY	-	-	500,000.00	500,000.00	500,000.00	-

CHEPALUNGU Constituency
National Government Constituencies Development Fund (NGCDF)
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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
KAPTOMBULIET PRI SCHOOL	-		500,000.00	500,000.00	500,000.00	-
TILYOT	-		500,000.00	500,000.00	500,000.00	-
KIPLOMBE PRIM	-		500,000.00	500,000.00	500,000.00	-
KAMENWO	-		500,000.00	500,000.00	500,000.00	-
TABAROSHO PRI	-		500,000.00	500,000.00	500,000.00	-
CHEMENGWA PRI	-	-	100,000.00	100,000.00	100,000.00	-
BARAKA PRIMATY	-	-	550,000	550,000.00	550,000	-
KAPINDISIN PRIMARY	-	-	600,000.00	600,000.00	600,000.00	-
CHEBIRIR PRI	-	-	500,000	500,000.00	500,000	-
CHEBORIOT PRI	-	-	500,000	500,000.00	500,000	-
CHEMAETANY PRIMARY	-	-	500,000	500,000.00	500,000	-
KABEMA CENTRAL PR	-	-	550,000	550,000.00	550,000	-
KAMORIR PRI	-	-	500,000	500,000.00	500,000	-
	-	-	500,000	500,000.00	500,000	-
KAPSABUL PRIMARY	-	-	500,000	500,000.00	500,000	-
KAPSAYEL PRIMARY	-	-	500,000	500,000.00	500,000	-
KESEGUT PRIMARY	-	-	300,000	300,000.00	300,000	-
KESEGUT PRIMARY	-	-	500,000	500,000.00	500,000	-
KESOSIO PRIMARY	-	-	500,000	500,000.00	500,000	-
KIPKUROR PRIMARY	-	-	500,000	500,000.00	500,000	-
KOTOIBEK PRIMARY	-	-	500,000	500,000.00	500,000	-
MARY MATUNDA PRIM	-	-	550,000	550,000.00	550,000	-
MASASABEI PRIMARY	-	-	500,000	500,000.00	500,000	-
MATHEW MARITIM PRIMARY	-	-	500,000	500,000.00	500,000	-
METIPSO PRIMARY	-	-	500,000	500,000.00	500,000	-

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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
MUKANGET PRIMARY	-	~	500,000	500,000.00	500,000	~
SEGERO PRIMARY	-	~	500,000	500,000.00	500,000	~
ST.SOFIA PRIMARY	-	~	500,000	500,000.00	500,000	~
TILANGOK PRIMARY	-	~	500,000	500,000.00	500,000	~
YOHYWANA PRIMARY	-	~	600,000	600,000.00	600,000	~
CHEBELION PRIMARY	-	~	700,000	700,000.00	700,000	~
CHEPTAGUM SEC	-	~	200,000	200,000.00	200,000	~
KABOLWO PRIMARY	-	~	500,000	500,000.00	500,000	~
KAMAGIBOI PRIMARY	-	~	600,000	600,000.00	600,000	~
KELICHEK PRIMARY	-	~	900,000	900,000.00	900,000	~
KELICHEK PRIMARY	-	~	100,000	100,000.00	100,000	~
KERUNDUT PRIMARY	-	~	600,000	600,000.00	600,000	~
KAPSINENDET	-	~	500,000	500,000.00	500,000	~
KESOSIO	-	~	300,000	300,000.00	300,000	~
KIBOSON	-	~	800,000	800,000.00	800,000	~
KIBOSON	-	~	200,000	200,000.00	200,000	~
KOMIRET	-	~	500,000	500,000.00	500,000	~
LELAITICH	-	~	900,000	900,000.00	900,000	~
LELAITICH	-	~	100,000	100,000.00	100,000	~
KABISOGE	-	~	500,000	500,000.00	500,000	~
MUKANGET	-	~	500,000	500,000.00	500,000	~
MARY MATUNDA	-	~	550,000	550,000.00	550,000	~
CHEBUGON	-	~	600,000	600,000.00	600,000	~
CHELEGET	-	~	500,000	500,000.00	500,000	~
CHEPKORGON	-	~	500,000	500,000.00	500,000	~

CHEPALUNGU Constituency
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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
GELENGEI	-	-	500,000	500,000.00	500,000	-
GREENLAND PRI	-	-	500,000	500,000.00	500,000	-
KABARAK PRI	-	-	500,000	500,000.00	500,000	-
KAPTICH PRI	-	-	500,000	500,000.00	500,000	-
KIPSIMBOL PRIM	-	-	500,000	500,000.00	500,000	-
KIPTENDEN	-	-	500,000	500,000.00	500,000	-
MAKIMENY	-	-	600,000	600,000.00	600,000	-
SAGENYA PRIM	-	-	500,000	500,000.00	500,000	-
SIRORIONDO PRIM	-	-	600,000	600,000.00	600,000	-
TAITA PRIMARY	-	-	500,000	500,000.00	500,000	-
CHEPNYALILJET	-	-	500,000	500,000.00	500,000	-
KIPRANYEI PRIMARY	-	-	500,000	500,000.00	500,000	-
LELECHONIK	-	-	500,000	500,000.00	500,000	-
MARANGETIT PRI	-	-	500,000	500,000.00	500,000	-
CHEPTUIYET NGENDA	-	-	500,000	500,000.00	500,000	-
BARTEGAN	-	-	500,000	500,000.00	500,000	-
KAPLEKWA	-	-	500,000	500,000.00	500,000	-
KAMOSOS PRIMARY	-	-	500,000	500,000.00	500,000	-
CHEPNYALILJET	-	-	500,000	500,000.00	500,000	-
MISMIS PRIMARY	-	-	900,000	900,000.00	900,000	-
MISMIS PRIMARY	-	-	100,000	100,000.00	100,000	-
LELDET PRIMARY	-	-	500,000	500,000.00	500,000	-
CHEPTIGIT PRIMARY	-	-	150,000	150,000.00	150,000	-
KIPKEIGEI PRIMARY	-	-	300,000	300,000.00	300,000	-
KOITAKRL PRIMARY	-	-	500,000	500,000.00	500,000	-

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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
NGONYAT PRIMARY	-	-	500,000	500,000.00	500,000	-
KAPCHUMBE PRIMARY	-	-	300,000	300,000.00	300,000	-
KAPLEKWA PRIMARY	-	-	300,000	300,000.00	300,000	-
SUGUTTEK PRIMARY	-	-	500,000	500,000.00	500,000	-
CHEBUGON B PRIMARY	-	-	400,000	400,000.00	400,000	-
TABARASHO PRIMARY	-	-	400,000	400,000.00	400,000	-
CHEPNYALILIET	-	-	200,000	200,000.00	200,000	-
SF. SOFIA KAPCHEPOKENY	-	-	500,000	500,000.00	500,000	-
KOSIMBEI PRIMARY	-	-	300,000	300,000.00	300,000	-
SAGENYA PRIMARY	-	-	500,000	500,000.00	500,000	-
SEGERETO PRIMARY	-	-	550,000	550,000.00	550,000	-
MOLINGA PRIMARY SCHOOL	-	-	340,000.00	340,000.00	340,000.00	-
KIPTAGE PRIMARY SCHOOL	-	-	430,000	430,000.00	430,000	-
NGONYAT PRIMARY SCHOOL	-	-	470,000	470,000.00	470,000	-
KAPSOMBER PRIMARY SCHOOL	-	-	375,000	375,000.00	375,000	-
CHESOGORI PRIMARY SCHOOL	-	-	355,000	355,000.00	355,000	-
CHESERTON PRIMARY SCHOOL	-	-	453,000	453,000.00	453,000	-
KIPKELAT PRIMARY SCHOOL	-	-	370,000.00	370,000.00	370,000.00	-
8.0 Secondary Schools Projects (List all the Projects)						
Kapchelel Secondary School	300,000.00	-	-	300,000.00	300,000.00	-
Masindoni Secondary School	1,000,000.00	-	-	1,000,000.00	1,000,000.00	-
Simbiywet Secondary School	700,000.00	-	-	700,000.00	700,000.00	-

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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Nyambu Secondary School	800,000.00	-	-	800,000.00	800,000.00	-
Kamosiro Secondary School	700,000	-	-	700,000.00	-	700,000.00
Kabisimba Secondary School	1,000,000	-	-	1,000,000.00	1,000,000.00	-
Kaproron Secondary School	1,000,000	-	-	1,000,000.00	1,000,000.00	-
Chemisingut Secondary School	500,000	-	-	500,000.00	100,000.00	400,000.00
Chemisingut Secondary School	500,000	-	-	500,000.00	500,000.00	-
Kamusanga Secondary School	500,000	-	-	500,000.00	500,000.00	-
Kipsuter Day Secondary School	500,000.00	-	-	500,000.00	500,000.00	-
Chemagel Secondary School	500,000.00	-	-	500,000.00	500,000.00	-
Kabisimba Sec School	-	900,000.00	-	900,000.00	900,000.00	-
Kabisimba Sec School	-	98,037.00	-	98,037.00	100,000.00	(1,963.00)
St. Joseph Kapsirich	-	500,000.00	-	500,000.00	500,000.00	-
Mukenyi Sec School	-	500,000.00	-	500,000.00	500,000.00	-
Kamosiro Sec	-	-	741,451.00	741,451.00	735,802.00	5,649.00
Nyakichiwa Sec	-	-	500,000.00	500,000.00	500,000	-
Sigor Day	-	-	700,000	700,000.00	700,000	-
Chebunyo Girls	-	-	900,000	900,000.00	900,000	-
Chebunyo Girls	-	-	300,000	300,000.00	300,000	-
Chemenga Sec	-	-	505,000	505,000.00	505,000	-
Sigor Day	-	-	230,000	230,000.00	230,000	-
Chemengwa	-	-	389,196	389,196.00	389,196	-
Kipsuter	-	-	450,000	450,000.00	450,000	-
Masindoni Secondary School	-	-	600,000	600,000.00	600,000	-
Kipsuter Day Sec	-	-	500,000	500,000.00	500,000	-
Nyambu Sec	-	-	800,000	800,000.00	800,000	-

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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Nyakichiwa Sec	-	-	212,000	212,000.00	212,000	-
Itembe Sec	-	-	400,000	400,000.00	400,000	-
Kaptwolo Sec	-	-	500,000	500,000.00	500,000	-
Chebitet Sec	-	-	300,000	300,000.00	300,000	-
Kiproroget Sec	-	-	5,000,000	5,000,000.00	5,000,000	-
9.0 Tertiary institutions Projects (List all the Projects)						
Chepalungu ITI	2,000,000	-	2,000,000	4,000,000	1,500,000	2,500,000
Siongiroi KMTC	49,000,000	-	-	49,000,000	-	40,000,000
10.0 Security Projects						
Kapkwen Police Post	3,000,000			3,000,000	-	3,000,000
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment						
11.4 Purchase of computers						
11.5 Purchase of land						
12.0 Others						
12.1 Strategic Plan						
12.2 Innovation Hub						
12.3 Roads						
Funds pending approval**						
Total	137,088,879	2,339,480	69,367,724	208,796,083	147,178,427	53,428,358

CHEPALUNGU Constituency
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XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-CHEPALUNGU 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 NGCDF CHEPALUNGU for all the years presented.

a) Recognition of Receipts

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

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

Transfers from the NG-CDF BOARD 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 NGCDF CHEPALUNGU recognises all payments when the event occurs and the related cash has actually been paid out by the NGCDF CHEPALUNGU.

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the NGCDF CHEPALUNGU 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 30 June 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

***CHEPALUNGU Constituency
National Government Constituencies Development Fund (NGCDF)
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15. Related Party Transactions

The NGCDF CHEPALUNGU 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 NGCDF CHEPALUNGU, or vice versa.

CHEPALUNGU Constituency
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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO. B041168	1		7,000,000.00
AIE NO. B047997	2		14,000,000.00
AIE NO.	3		15,000,000.00
AIE NO. B104059	4		8,000,000.00
AIE NO. B104438	5		4,000,000.00
AIE NO. B047565	6		20,000,000.00
AIE NO. B047633	7		
AIE NO. B047007	1	15,000,000.00	
AIE NO. B041083	2	19,000,000.00	
AIE NO. B104800	3	20,147,977.00	
AIE NO. B124502	4	9,000,000.00	
AIE NO. B124911	5	10,000,000.00	
AIE NO. B124833	6	15,219,748.00	
AIE NO. B154383	7	12,000,000.00	
AIE NO. B12823	8	6,900,000.00	
AIE NO. B129197	9	6,000,000.00	
AIE NO. B138960	10	12,000,000.00	
AIE NO. B126075	11	7,000,000.00	
AIE NO. B126365	12	11,100,000.00	
AIE NO. B 047007	13	12,000,000.00	
TOTAL		155,367,725	68,000,000.00

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings	0.00	0.00
Receipts from the Sale of Vehicles and Transport Equipment	0.00	0.00
Receipts from sale of office and general equipment	0.00	0.00
Receipts from the Sale Plant Machinery and Equipment	0.00	0.00
Total	0.00	0.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	0.00	0.00
Rents	0.00	0.00
Receipts from sale of tender documents	0.00	0.00
Hire of plant/equipment/facilities	0.00	0.00
Unutilized funds from PMCs	0.00	0.00
Other Receipts Not Classified Elsewhere	0.00	0.00
Total	0.00	0.00

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	3,193,318.00	2,667,024.00
Personal allowances paid as part of salary		
House Allowance		
Transport Allowance		
Leave allowance		
Gratuity to contractual employees		
Employer Contributions Compulsory national social security schemes	47,894.00	69,864.00
Total	3,241,212.00	2,736,888.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	4,331,000.00	4,303,000.00
Utilities, supplies and services	5,587,045.00	2,578,280.00
Communication, supplies and services	9,450.00	-
Domestic travel and subsistence		
Printing, advertising and information supplies & services		
Rentals of produced assets		
Training expenses	-	994,000.00
Hospitality supplies and services	326,600.00	-
Insurance costs	-	-
Specialized materials and services		-
Office and general supplies and services	110,000.00	-
Other operating expenses		
Routine maintenance – vehicles and other transport equipment		
Routine maintenance – other assets		
Total	10,364,095.00	7,875,280.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	56,317,120	3,510,000.00
Transfers to secondary schools (see attached list)	19,920,000.00	4,490,000.00
Transfers to tertiary institutions (see attached list)	1,500,000.00	1,500,000
TOTAL	77,737,120	9,500,000.00

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	29,365,980	20,171,908
Bursary – tertiary institutions (see attached list)	14,591,620	14,733,035
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)		
Security projects (see attached list)	-	2,000,000
Sports projects (see attached list)	2,720,400	-
Environment projects (see attached list)	2,740,000	1,625,000
Emergency projects (see attached list)	6,918,000	8,257,536
Roads Projects (see attached list)	-	15,095,714
Total	56,336,000	61,883,193

CHEPALUNGU Constituency
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings		
Purchase of Vehicles and Other Transport Equipment		
Overhaul of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment		
Purchase of ICT Equipment, Software and Other ICT Assets		
Purchase of Specialized Plant, Equipment and Machinery		
Rehabilitation and Renovation of Plant, Machinery and Equip.		
Acquisition of Land		
Acquisition of Intangible Assets		
Total		

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	0.00	0.00
ICT Hub	0.00	0.00
	0.00	0.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>ACCESS BANK BOMET BRANCH-CHEPALUNGU NGCDF-A/C no.0170100000072</i>	10,528,777.00	2,339,480.00
Total	10,528,777.00	2,339,480.00
10B: CASH IN HAND		
Location 1	0.00	0.00
Total	0.00	0.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1 st July (A)	0.00	0.00
Retention held during the year (B)	0.00	0.00
Retention paid during the Year (C)	0.00	0.00
Closing Retention as at 30 th June D= A+B-C	0.00	0.00

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	0.00	0.00
Gratuity held during the year (B)	0.00	0.00
Gratuity paid during the Year (C)	0.00	0.00
Closing Gratuity as at 30 th June D= A+B-C	0.00	0.00

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	2,339,480.00	16,334,841.00
Cash in hand		
Imprest		
Total	2,339,480.00	16,334,841.00

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14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	0.00	0.00	0.00
Cash in hand	0.00	0.00	0.00
Accounts Payables	0.00	0.00	0.00
Receivables	0.00	0.00	0.00
Others (<i>specify</i>)	0.00	0.00	0.00
TOTAL	0.00	0.00	0.00

** The adjusted balances are not carried down on the face of the financial statement.
 (NGCDF CHEPALUNGU to provide disclosure on the adjusted amounts)

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	0.00	0.00
Imprest issued during the year (B)	0.00	0.00
Imprest surrendered during the Year (C)	0.00	0.00
closing accounts in account receivables D= A+B-C	0.00	0.00

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2019	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	0.00	0.00
Deposit and Retentions held during the year (B)	0.00	0.00
Deposit and Retentions paid during the Year (C)	0.00	0.00
closing account receivables D= A+B-C	0.00	0.00

CHEPALUNGU Constituency
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	0.00	0.00
Construction of civil works	0.00	0.00
Supply of goods	0.00	0.00
Supply of services	0.00	0.00
	0.00	0.00

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	0.00	0.00
Others (<i>specify</i>)	0.00	0.00
	0.00	0.00

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	561,900.00	673,112.00
Use of goods and services	263,161.00	1,419,258.00
Amounts due to other Government entities (see attached list)	59,244,556	59,341,003.00
Amounts due to other grants and other transfers (see attached list)	-	5,596,804.00
Acquisition of assets	-	-
Others (<i>strategic plan, ICT HUBS</i>)	-	4,677,027.00
Funds pending approval**	1,548,040.00	-
TOTAL	55,617,657.00	71,707,204.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances		0.00
CHEPNYALILIET CENTRAL PRIMARY SCHOOL	2,659	0.00
LELBOINET PRIMARY SCHOOL	516	0.00
KIPSIRAT PRIMARY SCHOOL	65,835	0.00
SAKANA PRIMARY SCHOOL	1,572	0.00
KIPSIRAT SOT PRIMARY SCHOOL	7,824	0.00
NYAMBUGO SECONDARY SCHOOL	137,443	0.00
CHESARUR PRIMARY SCHOOL	13,336	0.00
KURMANA PRIMARY SCHOOL	105.52	0.00
KAPTEMBWO PRIMARY SCHOOL	1,709	0.00
ITEMBE PRIMARY SCHOOL	1,770	0.00
MOTIGERE PRIMARY SCHOOL	521	0.00
LUGUMEK PRIMARY SCHOOL	2,172	0.00
Total	235,463.00	0.00

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

**CHEPALUNGU Constituency
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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		561,900	673,112	
Use of goods & services		263,161	1,419,258	
Amounts due to other Government entities		69,367,724	59,341,003	
St. Sofia Kapchepobkeny Primary School	Construction of one classroom to completion	500,000		
Baraka Primary School	Construction of one classroom to completion	500,000		
Chebitet Primary School	Construction of one classroom to completion	500,000		
Kosimbei Primary School	Construction of one classroom to completion	500,000		
Greenland Primary School	Construction of one classroom to completion	500,000		
Kaplelecho Primary School	Purchase of 1 acre of land	500,000		
Kiptenden Primary School	Construction of one classroom to completion	500,000		
Yoywana Primary School	Construction of one classroom to completion	600,000		
Kabarak Primary School	Construction of one classroom to completion	500,000		
Chemaetany Primary School	Construction of one classroom to completion	500,000		
Kamenwo Primary School	Construction of one classroom to completion	500,000		
Kabisimba Primary School	Construction of two classrooms to completion	1,000,000		
bursary secondary	payment of bursary to needy students	3,120,435		
tertiary bursary	payment of bursary to needy students	1,717,240		

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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Bartegan Primary School	Construction of one classroom to completion	500,000		
Chepnyaliliit Primary School	Construction of one classroom to completion	500,000		
Toporosho Primary School	Construction of one classroom to completion	500,000		
Chebugon B Primary School	Construction of one classroom to completion	600,000		
Tilangok Primary School	Construction of one classroom to completion	500,000		
Kamosos Primary School	Construction of one classroom to completion	500,000		
Cheleget Primary School	Construction of one classroom to completion	500,000		
Siroriondo Primary School	Construction of one classroom to completion	600,000		
Marangetitprimary School	Construction of one classroom to completion	500,000		
Mismis Primary School	Construction of two classrooms to completion	1,000,000		
Lelechonik Primary School	Construction of one classroom to completion	500,000		
Kinyoki Primary School	Construction of one classroom to completion	500,000		
Kipsimbol Primary School	Construction of one classroom to completion	500,000		
Masasabei Primary School	Construction of one classroom to completion	500,000		
Kesegut Primary School	Purchase of 1 acre of land and completion one classroom	300,000		
Kesegut Primary School	Completion of one classroom to completion	500,000		
Chepkesui Primary School	Construction of one classroom to completion	500,000		

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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Cheboriot Primary School	Construction of one classroom to completion	500,000		
Kaptambuliet Primary School	Construction of one classroom to completion	500,000		
Sagenya Primary School	Construction of one classroom to completion	500,000		
Kiprane Primary School	Construction of one classroom to completion	500,000		
St. Michaels Primary School	Construction of one classroom to completion	500,000		
Chebiri Primary School	Construction of one classroom to completion	500,000		
Metipso Primary School	Construction of one classroom to completion	500,000		
Kapisoge Primary School	Construction of one classroom to completion	500,000		
Kimatisio Primary School	Construction of one classroom to completion	500,000		
Segero Primary School	Purchase of 1 acre piece of land	500,000		
Kotoibek Primary School	Construction of one classroom to completion	500,000		
St. Joseph Kapsirich Primary School	Construction of one classroom to completion	500,000		
Nyatembe Primary School	Construction of one classroom to completion	500,000		
Kapsayalel Primary School	Construction of one classroom to completion	500,000		
Kesosio Primary School	Construction of one classroom to completion	500,000		
Lelboinet Primary School	Purchase of 1.5 acre of land	800,000		
Mathew Maritim Primary School	Construction of one classroom to completion	500,000		
Kiplombe Primary School	Construction of one classroom to completion	500,000		

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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Makimeny Primary School	Construction of one classroom to completion	600,000		
Masindoni Secondary School	Construction of one classroom to completion	600,000		
Kaptwolo Secondary School	Purchase of 1 acre piece of land	500,000		
Chephnyaliliit Secondary School	Construction of one classroom to completion	500,000		
Kapkulumben Secondary School	Construction of one classroom to completion	700,000		
Chebillion Secondary School	Construction of one classroom to completion	700,000		
Kiproget Secondary School	Purchase of 51 capacity School Bus	7,000,000		
Kelichek Secondary School	Construction of two classroom to completion	1,000,000		
Kamogiboi Secondary School	Construction of one classroom to completion	500,000		
Nyakichiwa Secondary School	Purchase of 1 acre piece of land	500,000		
Mwokyot Secondary School	Construction of one classroom to completion	700,000		
Sigor day Secondary School	Construction of one classroom to completion	700,000		
Sigor day Secondary School	Completion of one classroom (doors and windows fitting, plastering and painting)	300,000		
Lelaitich Secondary School	Construction of a dormitory	1,000,000		
Lugumek Secondary School	Construction of one classroom to completion	600,000		
Chemengwa Secondary School	Construction of an administration block to lintel level	1,000,000		
Kabolwo Secondary School	Construction of one	500,000		

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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
St.peters Koiyet Secondary School	classroom to completion Construction of one classroom to completion	600,000		
Sugurmega Secondary School	Construction of one classroom to completion	650,000		
Cheptagum Secondary School	Purchase of 50 pieces of lockers and chairs @ Kshs. 4,000	200,000		
Kerundut Secondary School	Construction of one classroom to completion	600,000		
Kyogong girls Secondary School	Construction of two classroom to completion	556,881		
Kesosio Secondary School	Completion of a classroom (doors and windows fitting, plastering and painting)	300,000		
Kiboson Secondary School	Purchase of 1.6 acre piece land	800,000		
Kiboson Secondary School	Completion of a classroom (doors and windows fitting, plastering and painting)	200,000		
Koimiret Secondary School	Construction of one classroom to completion	500,000		
Kamunduki Secondary School	Construction of one classroom to completion	500,000		
Kamusanga secondary school	Completion of two classrooms (doors and windows fitting, plastering, floor finishing and painting)	500,000.00		
Chebunyo Girls secondary school	Purchase of 2 acres of land	1,200,000		
Kiriba day Secondary School	Construction of one	500,000		

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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
	classroom to completion			
Kamenwo Primary School	Construction of one classroom to completion	500,000		
Kamaget primary school	Construction of one classroom to completion	500,000		
Ngenenet primary school	Construction of one classroom to completion	500,000		
Kaplele Primary School	Construction of one classroom to completion	500,000		
	Completion of two classrooms (doors and windows fitting, plastering, floor finishing and painting)	500,000		
Kamusanga secondary school	Completion of a dormitory (doors and windows fitting, plastering, floor finishing and painting)	500,000		
Kamaget secondary school	Construction of one classroom to completion	500,000		
Kiriba secondary school	Construction of a dormitory to lintel level	1,000,000		
Kapoleseroi Secondary School	Construction of one classroom to completion	500,000.00		
Saunet Secondary School	Construction of one classroom to completion	500,000		
Tebeswet Secondary School	Construction of one classroom to completion	500,000		
Sub-Total		69,367,724	53,428,358	

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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Amounts due to other grants and other transfers				
Bursary Secondary School			5,596,804	
Bursary Tertiary Institutions		0.00		
Social Security(NHIF)				
Constituency Sports Project				
Constituency Environment Project				
Security Projects()				
Emergency		1,788,909	5,596,804	
	Sub-Total	57,792,595	67,030,177	
Acquisition of assets				
Purchase of furniture and equipment				
Others (specify)			4,677,027	
Strategic Plan				
Roads				
	Sub-Total			
Funds pending approval		-	4,677,027	
	Grand Total	58,617,656	71,707,204	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land	-	-	-	-
Buildings and structures	16,868,000.00			16,868,000.00
Transport equipment	6,200,000.00	-	-	6,200,000.00
Office equipment, furniture and fittings	18,448,000	-		448,000.00
ICT Equipment, Software and Other ICT Assets	-	-		-
Other Machinery and Equipment				-
Heritage and cultural assets				-
Intangible assets				-
Total	23,516,000.00	-	-	23,516,000.00

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

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
CHEPNYALILIET CENTRAL PRIMARY SCHOOL	ACCESS BANK	0170200000035	2,659.82	0.00
LELBOINET PRIMARY SCHOOL	ACCESS BANK	0170200000038	516.49	0.00
KIPSIRAT PRIMARY SCHOOL	ACCESS BANK	0170230000753	65,835.19	0.00
SAKANA PRIMARY SCHOOL	ACCESS BANK	0170200000032	1,571.83	0.00
KIPSIRAT SOT PRIMARY SCHOOL	ACCESS BANK	0170200000061	7,823.60	0.00
NYAMBUGO SECONDARY SCHOOL	ACCESS BANK	0170200000063	137,443.26	0.00
CHESARUR PRIMARY SCHOOL	ACCESS BANK	0170200000071	13,336.05	0.00
KURMANA PRIMARY SCHOOL	ACCESS BANK	0170200000065	105.52	0.00
KAPTEMBWO PRIMARY SCHOOL	ACCESS BANK	0170200000060	1,708.80	0.00
ITEMBE PRIMARY SCHOOL	ACCESS BANK	0170200000074	1,769.69	0.00
MOTIGERE PRIMARY SCHOOL	ACCESS BANK	0170200000080	520.56	0.00
LUGUMEK PRIMARY SCHOOL	ACCESS BANK	0170200000090	2,171.54	0.00
Total			235462.35	0.00

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
SR/CHEPALUNGU CDF/ (01)	Presentation and disclosure Criteria International Public Sector Accounting standards (Cash Basis) under paragraph 1.4.16 requires that comparative information on financial statements be disclosed in respect of the previous period for all numerical, narrative and descriptive information relevant for the understanding of current period's financial statements.	During the financial year 2018/2019; three project committee bank balances were presented for audit. However the NG-CDF Office has provided all the projects bank balances for audit review. The financial statements have been rectified to reflect the actual/correct amount. Therefore all the measures have been put in place and necessary documents are attached for your further review.	Resolved	30 th March, 2020
SR/CHEPALUNGU CDF/ (01)	Outstanding/Undisclosed Imprests Ksh 1,715,000 Criteria PFM Act 2015 Section 92 paragraph	During the just elapsed audit for the financial year 2018/2019 on the assets and	Resolved	30 th March 2020

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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>(6) states that; In the event of the imprest holder failing to account for or surrender the imprest on the due date, the Accounting Officer shall take immediate action to recover the full amount from the salary of the defaulting officer with an interest at the prevailing Central Bank Rate. 94. An officer holding an imprest shall ensure that— Duties of Imprest holders. (a) the imprest issued to him or her shall be used for the intended purpose only; (b) the imprest moneys and any payment vouchers awaiting replenishment are adequately safeguarded at all times; (c) proper cash sale receipts are received for all payments out of the imprest; (d) the full amount of the imprest can be accounted for at all times in cash, stamps, money at bank and completed payment vouchers; and (e) goods purchased through imprest are taken on charge and certificate issued.</p>	<p>liabilities reported, permits that an imprest holder takes every imprest after surrendering / accounting the previous one. The fund account manager took the imprest and surrendered it on time. However the district treasury did not post the transaction in the cashbook at that particular time. By the time the transaction were posted the financial year had already lapsed. This is therefore lead to non-disclosure of the same imprest. Measures have been put in place to ensure that the imprest is reversed and posted in the correct manner that will not affect the financial statement..</p>	Resolved	30 th March, 2020
SR/CHEPALUNGU CDF/ (01)	Compensation of employees - Employees without Appointment	Observation During the audit of the	Resolved	30 th March, 2020

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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)
SR/CHEPALUNGU CDF/ (01)	<p>letters</p> <p>Criteria Section 45 of the NGCDF Act, 2015 allows the Constituency Committee to engage staff to assist the Committee in project monitoring, evaluation, co-ordination and proper keeping of records. Such staff shall be remunerated from the funds allocated for administration and recurrent expenses of the Constituency Committee.</p>	<p>financial year 2018/2019 on the findings of the audit; the employee appointment letters were not availed for the audit. However the documentary evidence has been done and ready for your audit review. The government requires that upon hiring /firing of an employee/casual worker the employer must provide an appointment letters or termination letters based on the person if employed or fired.</p>	Resolved	30 th March, 2020
	<p>Non-preparation of Trial Balance</p> <p>Criteria Section 1.3.32 of International Public-Sector Accounting Standard: Financial Reporting under the Cash Basis of Accounting states that General purpose financial statements should present information that is: (a) Understandable; (b) Relevant to the decision - making and accountability needs of users; and (c) Reliable in that it: Represents faithfully the cash receipts, cash payments and cash balances of the entity and the other information disclosed; is neutral, that is, free from</p>	<p>Observation The management did not prepare nor submit for audit the trial balance to support the financial statements for the year ended 30 June 2019. In the circumstance, it was not possible to confirm from which balances the financial statements have been extracted from.</p>	Resolved	30 th March, 2020

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

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)
SR/CHEPALUNGU CDF/ (01)	<p>bias; and is complete in all material respects.</p> <p>Unsupported Expenditure- Sports and Environment</p> <p>Criteria Section 68(1) and (2) of the Public Management Financial Act 2012 states that "An accounting officer for a National Government Entity, Parliamentary Service Commission and the Judiciary shall be accountable to the National Assembly for ensuring that the resources of the respective entity for which he or she is the accounting officer are used in a way that is:-</p> <p>(a) Lawful and authorized; and (b) Effective, efficient, economical and transparent.</p> <p>(2) In the performance of a function under sub-section (1), an accounting officer shall: (a) Ensure that all expenditure made by the entity complies with sub-section (1) (b) Ensure that the entity keeps financial and accounting records that comply with this Act."</p>	<p>During the financial year 2018/2019 allocation, audit management the documentary evidence for Unsupported Expenditure- Sports and Environment was not presented for audit review however. However the said documents are now available for audit review. Kindly find the attached of the same.</p>	Resolved	30 th March, 2020

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