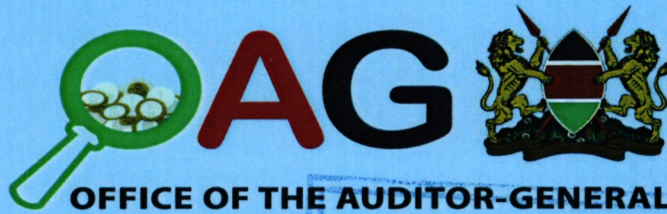


REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY

DATE: 23 NOV 2022

DAY:
Wednesday

REPORT

TABLED

Majority whip

CLERK-AT
THE-TABLE:

Christine

PARLIAMENT
OF KENYA
LIBRARY

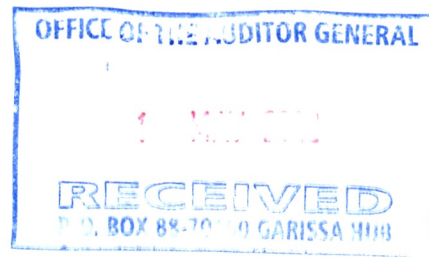
OF

THE AUDITOR-GENERAL

ON

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

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



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

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)

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	2
II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE.....	5
III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES.....	8
IV. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY’S PREDETERMINED OBJECTIVES.....	9
V. CORPORATE SOCIAL RESPONSIBILITY STATEMENTS/SUSTAINABILITY REPORTING.....	11
VI. STATEMENT OF RECEIPTS AND PAYMENTS.....	15
VII. STATEMENT OF ASSETS AND LIABILITIES.....	16
VIII. STATEMENT OF CASHFLOW.....	17
IX. SUMMARY STATEMENT OF APPROPRIATION/RECURRENT AND DEVELOPMENT COMBINED.....	18
X. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	20
XI. SIGNIFICANT ACCOUNTING POLICIES.....	26
XII. NOTES TO THE FINANCIAL STATEMENT.....	30
XIII. REPORT OF THE INDEPENDENT AUDITORS ON THE NGCDF-IJARA CONSTITUENCY.....	43

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) IJARA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2021

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No.	Designation	Name
1.	A.I.E holder	Hussein Abdulahi
2.	Sub-County Accountant	Yassin Golicha
3.	Chairman NGCDFC	Isnino Madobe
4.	Member NGCDFC	Halima Bule

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF IJARA Constituency Headquarters

P.O. Box 92 – 70100,
Opposite Ijara Kenya wildlife service office,
Masalani, KENYA

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

Reports and Financial Statements

For the year ended June 30, 2021

(f) NGCDF IJARA Constituency Contacts

Telephone: (254) 0720 020 647

E-mail: cdfijara@ngcdf.go.ke

Website: www.ngcdf.go.ke

(g) NGCDF IJARA Constituency Bankers

1. First Community Bank
Garissa Branch

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

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

Reports and Financial Statements

For the year ended June 30, 2021

II.REPORT FORWARD BY THE CHAIRMAN NGCDF COMMITTEE



ISNINO MADOBE

IJARA national government constituency development funds as mandated by NG-CDF act, Priotized on projects for funding during the financial year 2020/2021.

The committee after carrying out the needed assessments and in consultation with other stake holders came up with projects for funding and forwarded to the board for approval.

The following is the summary breakdown of proposed projects for funding during the financial year 2020/2021.

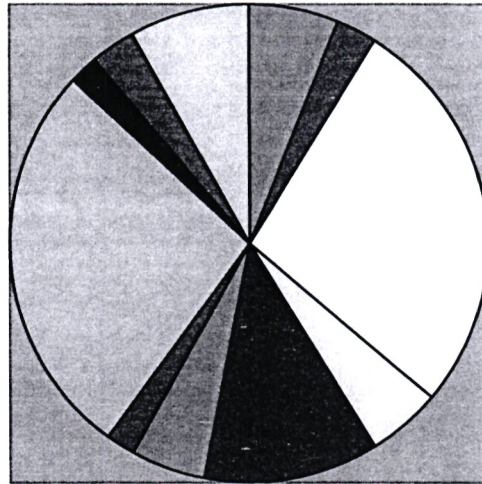
S/NO	PROPOSED NAME	AMOUNT ALLOCATED	%ALLOCATION
1.	Office administration	8,225,333	6
2.	Monitoring and evaluation	4,112,666	3
3.	Bursary	36,585,018	27
4.	Primary projects	37,200,000	27
5.	Secondary school projects	6,500,000	5
6.	Security projects	16,690,100	12
7.	Emergency reserve	7,192,207	5
8.	Sports activities	2,741,778	2
9.	Environmental projects	2,741,778	2
10.	Social security	3,900,000	3
11.	others	11,200,000	8
	TOTAL	137,088,880	100

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) IJARA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2021

Percentage of sector allocation



- Office Administration
- M&E
- Pri. Projects
- sec projects
- security
- emergency
- sports
- Bursary
- environmental projects
- social security
- others

During the financial year the committee received amount of Kshs.112, 200,000 from the board that includes balances during last financial year 2019/20 and half of the allocation for 2020/21. The committee further managed to disburse funds to both pmcs' and other contractors and the expenditure is as follows:

ITEM	AMOUNT SPENT
Compensation of employees	4,383,144
Use of goods and services	9,871,482
Transfers to Other Government Units	78,850,000
Other grants and transfers	67,111,408
TOTAL PAYMENTS	160,216,034

BUDGET PERFORMANCE

The percentage of budget utilization for Ijara NG-CDF for the year is 87.2%. This is however, above 50%. Almost 12.8% of the budget was not utilized. Out of the funds Kshs. 160,216,034 received and the balances from the previous year, it was fully utilized and by the end of the financial year only Kshs. 51,260,464 was the balance which was not utilized.

The non-utilization was a result of funds not disbursed from the NG-CDF board. By the end of financial year Kshs. 24,171,585 was not disbursed to the fund and could not be utilized. The budget performance on the payments slightly increased for 75.8% of last year to 87.2%.

The budget performance was really affected by high inflation rates and price fluctuation of materials and labour force in the implementation of projects. The untimely release of funds from the NG-CDF board also affected the budget performance. If all the funds could have been released on time the budget performance would have been tremendous.

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

**Reports and Financial Statements
For the year ended June 30, 2021**

KEY ACHIVEMENTS

During the year Ijara NG-CDF had achieved a lot in the implementation of projects in different sectors. The fund has developed schools, security, housing, water services in schools, bursary for needy students in secondary schools and universities. NG-CDF funds have really elevated the livelihoods of the constituencies in the sense that its implemented at the grassroots level where all levels of the community participate and benefit in one way or another. For instance, labour force and provision of materials and the middle level also benefited by getting contracts.

EMERGING ISSUES

This year the release of funds from the board was a major problem since treasury was not releasing funds to the board. In fact, the monies were released in small portions. This hampered the implementation of projects since the funds released by the board were not adequate.

IMPLEMENTATION CHALLENGE

The corona pandemic also hindered the implementation of projects on time. The project management committee does not have the capacity in implementing the projects as per the required regulations. Funds' not being released on time from the board was also a challenge. Projects cannot be implemented within the financial year because of lack of funding. Lack of procurement personnel at the sub-county level to guide the committee on the procurement procedures. The NG-CDF board should far track and ensure adequate procurement personnel are posted to the sub-county. Lack of public works officers in the sub-county was also a challenge.

National government through the ministry of interior to provide proper security for easy implementation of NG-CDF project.



CHAIRMAN NGCDF COMMITTEE

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

Reports and Financial Statements

For the year ended June 30, 2021

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 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.

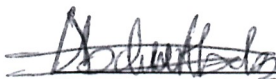
The Accounting Officer in charge of the NGCDF- IJARA Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021. 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 entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

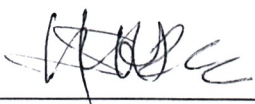
The Accounting Officer in charge of the NGCDF- IJARA Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- IJARA Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The NGCDF- IJARA Constituency financial statements were approved and signed by the Accounting Officer on 12/5/2022.


Fund Account Manager
Name: Hussein Abdullahi


Chairman NG-CDF Committee
Name: Isnino Madobe

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

Reports and Financial Statements

For the year ended June 30, 2021

IV. 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 NGCDF-IJARA Constituency's 2018-2022 plans are to:

- a) To improve access, affordability and availability of quality education.
- b) To harness talent and empower youths.
- c) To cater for any unforeseen occurrences in the constituency.
- d) To promote environmental sustainability in the constituency.
- e) To enhance security in the constituency.
- f) To improve tracking of implementation of NG-CDF programmes
- g) To promote performance management and smooth running of the NG-CDF office

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Constituency Program	Objective	Outcome	Indicator	Performance
Education Accessibility	To improve access, affordability and availability of quality education	Develop and enhance schools infrastructure to enhance facilities and provide conducive learning environment for children	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels 	In FY 20/21 -we increased the number of classrooms from 300 to 340, -dormitories from 12 to 13, -administration blocks from 14 to 18 - tertiary institutions from 0 to 1 and -laboratories from 5 to 7
Security	To enhance security in the constituency for better service delivery	-Construction/ renovation of administration chiefs' offices -fencing of security offices, construction of	Number of usable physical infrastructures built in locations, sub-locations and police stations	-number of construction of chiefs' offices increased from 15 to 16 -number of assistant chiefs'

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

Reports and Financial Statements

For the year ended June 30, 2021

		housing units, offices and fencing police stations	Number of police stations fenced	offices increased from 10 to 11 -number of police stations fenced increased from 5 to 7
Environment	To promote environmental sustainability	Provision of tree seedlings and nurseries to institutions Construction of water tanks and installation of gutters for rain water harvesting	-number of institutions provided with seedlings and nurseries -number of institutions with water harvesting facilities	-number of institutions provided with seedlings and nurseries increased from 10 to 14 -number of institutions with water harvesting facilities increased from 8 to 10
Youth and Sports	To empower the youth and harness their talent	-creating awareness among the youth on the establishment of youth groups, and assessing devolved funds -funding of youth sporting initiatives	-number of youth groups empowered -number of youth groups funded	-number of youth groups empowered and trained increased from 4 to 10 -number of youth groups funded increased from 4 to 10
Tracking of results	To improve tracking of implementation of NG-CDF programmes at the right time and information used in decision making	-capacity building of NG-CDFC's and PMC's -organising regular projects monitoring field visits	-number of times capacity building of PMC's and NG-CDFC's was done -number of times projects monitoring is done	-the capacity building of PMC's and NG-CDFC's has improved from one in a year to two times in a year -monitoring of projects and field visits has improved from quarterly monitoring to monthly monitoring.

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

Reports and Financial Statements

For the year ended June 30, 2021

V. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

NGCDF – IJARA Constituency 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.

NGCDF – IJARA Constituency is an entity that promotes public involvement in project identification, projects prioritization and ensures adequate allocation of funds to the projects identified as priority need by the constituents. In undertaking the aforementioned, IJARA NG-CDF Committee considers Corporate Responsibility as a tool with relevance for public policy actualization with the aim of enhancing sustainable and inclusive development programmes in the constituency.

The NGCDFC puts the interest of the constituents and stakeholders at the forefront and have sufficient respect for environmental, social and governance issues. This is aimed at ensuring efficient and effective management of public resources at the grassroots level thus transformation of livelihoods.

1. SUSTAINABILITY STRATEGY AND PROFILE

To ensure sustainability of IJARA NG-CDF, the committee funds the following key sectors with the following sustainable priorities.

a. environmental

The constituency acknowledges that all its operations have an impact on the environment. Cognizant of the sustainable development goals. NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practises to reduce soil erosion.

b. Sports

The NG-CDF has taken sports as a key pillar of cohesion 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.

c. Security sector support

Among its key pillars: NG-CDF 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.

d. Education and training

Ijara NG-CDF focuses 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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) IJARA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2021

of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.

To attain this level of sustainability, we acknowledge challenges currently rising 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 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. ENVIRONMENTAL PERFORMANCE

Our Environmental Policy

IJARA NG-CDFC commits to:

- Comply with all relevant environmental legislation, regulations and approved codes of practice
- Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water
- Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources
- Managing and disposing of all wastage in a responsible manner;
- Providing training for our NG-CDFC and staff so that we all work in accordance with this and within an environmentally aware culture
- Regularly communicating our environmental performance to our employees and other significant stakeholders
- Developing our management processes to ensure that environmental factors are considered during planning and implementation

Our Environmental Action Plan

- IJARA NG-CDF has conducted and supported students carry out environmental conservation activities e.g. carried out planting of trees once in an academic calendar.
- IJARA NG-CDF had carried out sensitization of youth/ community on the impact of drugs by construction of police stations supported NG-CDF.
- IJARA NG-CDF sponsored sporting activities/tournaments bringing communities and sensitizing the on environmental conservation matters.
- IJARA NG-CDF staff have at least one day in the financial year to sensitize the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NG-CDF supported projects.

3. EMPLOYEES WELFARE

HEALTH, SAFETY AND WELL BEING OF THE EMPLOYEES

We invest in providing the best working environment for our employees. Ijara 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 recognise and appreciate our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) IJARA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2021

The constituency promotes a healthy life style 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. Ijara constituency invests in capacity building programs for employees. This includes 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 PRACTISES

Ijara 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 opportunity to all participants. We support local vendors drawn from the constituency for the 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 organised 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 practise by encouraging fair competition and zero tolerance to corruption.
- b. Good business practise including cordial supply chain and supplier relations by honouring contracts and respecting payment practises.
- c. Responsible marketing and advertisement.
- d. Product stewardship by safeguarding consumer rights and interests.

5. COMMUNITY ENGAGEMENTS

Ijara 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, implementation and monitoring

The NG-CDF 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 stake holders in decision making and gives full consideration to public input in making decisions.

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

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

Reports and Financial Statements

For the year ended June 30, 2021

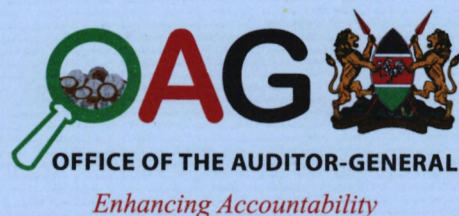
Public awareness

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.

Ijara NGCDF have continually practised public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - IJARA 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 - Ijara Constituency set out on pages 15 to 43, which comprise of the statement of assets and liabilities as at 30 June, 2021, the statement of

receipts and payments, statement of cash flows and of 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 - Ijara 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Unsupported Expenditure

The statement of receipts and payments reflects a balance of Kshs.67,111,408 in respect of other grants and transfers which, as disclosed in Note 5 to the financial statements includes bursaries balances of Kshs.18,759,968, Kshs.20,000,000 and Kshs.883,000, which were disbursed to various secondary schools, tertiary institutions and special schools, respectively. However, Management did not provide any documentary evidence, in the form of official receipts or acknowledgement letters for these bursaries whose combined total is Kshs.39,642,968, as proof that the bursaries were indeed received by the beneficiary institutions. Further, Management did not provide minutes of the bursary committee meetings, in which vetting of applicants was carried out to identify the needy students. It was therefore not possible to establish the students to whom bursaries were issued and that the needy students earmarked for the bursaries, actually benefited.

Consequently, it was not possible to ascertain the propriety of the expenditure amounting to Kshs.39,642,968, issued as bursaries during the year under review.

2. Lack of Authority to Incur Expenditure

The statement of receipts and payments reflects transfers from the National Government Constituencies Development Fund Board balance of Kshs.112,200,000, as disclosed in Note 1 to the financial statements. However, included in this balance are receipts amounting to Kshs.24,100,000, for which the Authority to Incur Expenditure (AIEs) were not provided for audit review. This is contrary to Regulation 52(1) of Public Finance Management Regulations, 2015 which provides that no public officer can spend or commit funds until authorized through an AIE.

In the circumstances, the regularity of expenditure amounting to Kshs.24,100,000 could not be confirmed and the Fund was in breach of the law.

3. Unsupported Project Management Committee Bank Account Balances

As disclosed in Note 11 and Annex 5 to the financial statements, two (2) Project Management Committees (PMC) bank accounts had a total closing balance of Kshs.5,143, which was brought forward from the previous year. However, Management did not provide bank certificates for audit verification. Further, Management did not disclose additional eleven (11) PMC bank balances in Note 5 to the financial statements. This is contrary to the reporting format prescribed by The National Treasury for National Government Constituencies Development Fund, which requires disclosure of all bank balances held by the PMC in the notes to the financial statements.

In the circumstances, it was not possible to ascertain the accuracy and completeness of the PMC bank balances of Kshs.5,143 as at 30 June, 2021.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects an approved receipts budget of Kshs.211,476,498 against actual receipts of Kshs.184,387,619, resulting to under-funding of Kshs.27,088,879 or 13% of the budget. Similarly, the Fund's actual expenditure was Kshs.160,216,034 against an approved budget of Kshs.211,476,498, resulting to an under-absorption of Kshs.51,260,464 or 24% of the approved budget.

The under-funding and under-absorption may have affected implementation of the Fund's planned activities which may have impacted negatively on service delivery to the public.

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues 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 or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Delay in Project Implementation

During the year under review, Management budgeted for implementation of thirty-one (31) projects at a total cost of Kshs.84,265,862. However, the CDFC implemented and completed seventeen (17) projects at a cost of Kshs.42,033,984, six (6) projects with a budget of Kshs.8,531,878 were ongoing, while eight (8) projects with a budget of Kshs.33,700,000 had not commenced by the time of audit in April, 2022. Failure to complete projects as planned not only increase the cost of the projects, but may have negatively impacted on service delivery to the public.

In the circumstances, value for money and service delivery on the expenditure 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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Incomplete Fixed Assets Register

Annex 4 to the financial statements reflects a summary of fixed assets with a historical cost of Kshs.22,146,874, which was the balance brought forward from the previous year.

However, the detailed fixed assets register provided for audit review did not disclose all the information required in the register such as identification number, date of acquisition, asset description, class, location, cost of acquisition, accumulated depreciation, and net book value, for each item of fixed assets. This is contrary to Regulation 143 of Public Finance Management (National Government) Regulations, 2015, which requires maintenance of such a register. It was not possible to trace the fixed assets worth an amount of Kshs.22,146,874 as recorded in the register provided for audit review.

In the circumstances, the existence of an effective mechanism to safeguard public assets could not be established.

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 overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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

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

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

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

07 September, 2022

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

Reports and Financial Statements

For the year ended June 30, 2021

VI. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 - 2021	2019- 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF board	1	112,200,000	190,208,600
TOTAL RECEIPTS		112,200,000	190,208,600
PAYMENTS			
Compensation of employees	2	4,383,144	2,777,998
Use of goods and services	3	9,871,482	10,123,876
Transfers to Other Government Units	4	78,850,000	54,139,000
Other grants and transfers	5	67,111,408	56,293,620
Acquisition of Assets	6	-	660,000
Other Payments	7	-	2,650,000
TOTAL PAYMENTS		160,216,034	126,644,594
SURPLUS/(DEFICIT)		(48,016,034)	63,564,006

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-IJARA Constituency financial statements were approved on 12/8/2022 and signed by:



Fund Account Manager
Name: Hussein Abdullahi



Chairman NGCDFC
Name: Isnino Madobe



National Sub-County Accountant
Name: Yasin Golicha
ICPAK Member Number: 12255

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

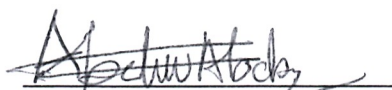
Reports and Financial Statements

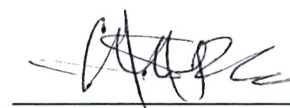
For the year ended June 30, 2021


VII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	8	24,171,585	72,187,619
Total Cash and Cash Equivalents		24,171,585	72,187,619
Accounts Receivable			
Outstanding Imprests		-	-
TOTAL FINANCIAL ASSETS		24,171,585	72,187,619
FINANCIAL LIABILITIES			
Accounts Payable			
Retention		-	-
TOTAL FINANCIAL LIABILITES			
NET FINANCIAL ASSETS		24,171,585	72,187,619
REPRESENTED BY			
Fund balance b/fwd	9	72,187,619	8,623,613
Surplus/Deficit for the year		(48,016,034)	63,564,006
NET FINANCIAL POSITION		24,171,585	72,187,619

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-IJARA Constituency financial statements were approved on and signed 12/5/2022 by:


Fund Account Manager
Name: Hussein Abdullahi


Chairman NGCDFC
Name: Isnino Madobe


National Sub-County Accountant
Name: Yasin Golicha
ICPAK Member Number: 12255

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

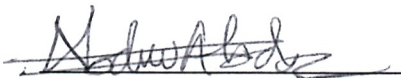
Reports and Financial Statements


For the year ended June 30, 2021


VIII. STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts for operating income			
Transfers from NGCDF Board	1	112,200,000	190,208,600
Total receipts		112,200,000	190,208,600
Payments for operating expenses			
Compensation of Employees	2	4,383,144	2,777,998
Use of goods and services	3	9,871,482	10,123,876
Transfers to Other Government Units	4	78,850,000	54,139,000
Other grants and transfers	5	67,111,408	56,293,620
Other Payments	7	-	2,650,000
Total payments		160,216,034	125,984,494
Total Receipts Less Total Payments		(48,016,034)	64,224,106
Adjusted for:			
Decrease/ (Increase) in Accounts receivable: (outstanding imprest)		-	-
Net cash flow from operating activities		(48,016,034)	64,224,006
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets		-	660,000
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(48,016,034)	63,564,006
Cash and cash equivalent at BEGINNING of the year	13	72,187,619	8,623,613
Cash and cash equivalent at END of the year		24,171,585	72,187,619

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-IJARA Constituency financial statements were approved on 12/5/2022 and signed by:


Fund Account Manager
Name: Hussein Abdullahi


Chairman NGCDFC
Name: Isnino Madobe


Sub-County Accountant
Name: Yasin Golicha
ICPAK Member Number: 12255


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY


**Reports and Financial Statements
For the year ended June 30, 2021**


IX. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NG-CDF Board	137,088,879	2,200,000	211,476,498	184,387,619	27,088,879	87.2%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
TOTAL RECEIPTS	137,088,879	2,200,000	211,476,498	184,387,619	27,088,879	87.2%
PAYMENTS						
Compensation of Employees	4,180,000	-	4,456,000	4,383,144	72,856	100%
Use of goods and services	8,243,016	-	10,321,356	9,871,482	449,873.67	95.6%
Transfers to Other Government Units	51,500,000	2,200,000	94,024,000	78,850,000	15,174,000.00	83.9%
Other grants and transfers	69,165,863	-	98,675,142	67,111,408	31,563,734.60	68.0%
Acquisition of Assets	-	-	-	-	-	-
Other Payments	4,000,000	-	4,000,000	-	4,000,000	0.0%
Fund pending approval	-	-	-	-	-	-
TOTAL	137,088,879	2,200,000	211,476,498	160,216,034	51,260,464	75.8%

The NGCDF-IJARA Constituency financial statements were approved on 12/1/2022 and signed by:


Fund Account Manager
 Name: Hussein Abdullahi


Chairman NGCDF
 Name: Isnino Madobe


Sub-County Accountant
 Name: Yasin Golicha
 ICPAK Member Number: 12255

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Explanations

- There was no AIA for the financial year 2020/2021
- There was underutilization in all the respective categories (i.e. below 90%) except acquisition of this happened due to the following reasons:
 - i. The NG-CDF board did not disburse funds in time for it to be utilized
 - ii. All the categories are below the required utilization of 80% and above
 - iii. Compared to the previous year 2019/2020 the overall percentage of utilization has slightly increased to 87.2%
 - iv. The adjustment are unutilized funds and is composed of funds not disbursed from NG-CDF board to the constituency of kshs.2, 200,000 and closing balances for the financial year ended 30th June 2020 of kshs. 72,187,619 which totals to kshs. 74,387,619

Reconciliation of summary statement of appropriation to statement of assets and liabilities	
Description	Amount
Budget utilization difference totals	51,260,464
Less: undisbursed funds received from the board as at 30 th June 2021	(27,088,879)
Add: accounts payable	-
Less; accounts receivable	-
Add/less prior year adjustments	-
Cash and cash equivalents at the end of the financial year 2020/2021	24,171,585

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

X. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
	2020/2021	Opening balance(C/BK) and AIA	Previous outstanding disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
Compensation of employees	4,180,000	276,000	-	4,456,000	4,383,144	72,856
Committee allowances	1,600,000	(335,096)	-	1,264,904	1,241,622	23,282
Use of goods and services	2,445,333	626,705	-	3,072,038	3,000,000	72,038
Capacity Building	-	-	-	-	-	-
Sub-Total	8,225,333	567,609	-	8,792,942	8,624,766	168,176
2.0 Monitoring and evaluation						
Capacity building	1,457,491	200,000	-	1,657,491	1,576,836	80,655
Committee allowances	2,055,175	600,000	-	2,655,175	2,633,518	21,657
Use of goods and services	600,000	987,132	-	1,587,132	1,586,542	590
Sub-Total	4,112,666	1,787,132	-	5,899,798	5,796,896	102,902
3.0 Emergency						
Emergency	7,192,207	1,044,919	-	8,237,126	7,798,000	439,126
Primary Schools	-	-	-	-	-	-
Secondary Schools	-	-	-	-	-	-
Tertiary Institutions	-	-	-	-	-	-
Security Projects	-	-	-	-	-	-
Others	-	-	-	-	-	-
Sub-Total	7,192,207	1,044,919	-	8,237,126	7,798,000	439,126
4.0 Bursary and Social Security						

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Primary Schools	-	-	-	-	-	-	-	-	-
Secondary Schools	16,585,018	2,793,895	-	19,378,913	18,592,932	-	785,981	-	-
Tertiary Institutions	20,000,000	1,000,000	-	21,000,000	20,000,000	-	1,000,000	-	-
Universities	-	-	-	-	-	-	-	-	-
Social Security	3,900,000.00	(2,760,000)	-	1,140,000	883,000	-	257,000	-	-
Sub-Total	40,485,018.10	1,033,895	-	41,518,913	39,475,932	-	2,042,981	-	-
5.0 Sports									
Sport activities	2,741,778	448,309	-	3,190,087	2,670,440	-	519,647	-	-
Sub-Total	2,741,778	448,309	-	3,190,087	2,670,440	-	519,647	-	-
6.0 Environment									
Bothai Primary School	2,741,778	-	-	2,741,778	-	-	2,741,778	-	-
Kosari Primary School	-	600,000	-	600,000	-	-	600,000	-	-
Kware Police Line	-	590,000	-	590,000	-	-	590,000	-	-
Bothai Primary	-	60,000	-	60,000	-	-	60,000	-	-
Garabey Primary	-	60,000	-	60,000	-	-	60,000	-	-
Elkambere Primary	-	10,000	-	10,000	-	-	10,000	-	-
Jalish Primary	-	260,000	-	260,000	-	-	260,000	-	-
Boma Primary	-	260,000	-	260,000	-	-	260,000	-	-
Hulugho Primary	-	260,000	-	260,000	-	-	260,000	-	-
Bothai Primary	-	620,000	-	620,000	-	-	620,000	-	-
Sub-Total	2,741,778	2,720,000	-	5,461,778	-	-	5,461,778	-	-
7.0 Primary Schools Projects									
Masalani Primary School	8,000,000	-	-	8,000,000	-	-	8,000,000	-	-
Masalani Primary School	3,000,000	-	-	3,000,000	-	-	3,000,000	-	-
Hara Primary School	1,900,000	-	-	1,900,000	1,770,000	-	130,000	-	-
Abalatero Primary School	2,900,000	-	-	2,900,000	2,900,000	-	-	-	-
Gesireb Primary School	2,500,000	-	-	2,500,000	2,300,000	-	200,000	-	-
Harerderow Primary School	1,500,000	-	-	1,500,000	1,500,000	-	-	-	-
Doi Primary School	2,500,000	-	-	2,500,000	500,000	-	2,000,000	-	-
Gumarey Primary School	3,900,000	-	-	3,900,000	3,900,000	-	-	-	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Ege Primary School	1,900,000	-	-	1,900,000	-	1,900,000	-	1,900,000
Korahindi Primary School	500,000	-	-	500,000	-	500,000	500,000	-
Korisa Primary School	1,900,000	-	-	1,900,000	-	1,900,000	950,000	950,000
DabaraMatam Primary School	1,900,000	-	-	1,900,000	-	1,900,000	-	1,900,000
Khalangalderow Primary School	1,400,000	-	-	1,400,000	-	1,400,000	-	1,400,000
Ruqa Primary School	500,000	-	-	500,000	-	500,000	-	500,000
Harerderow Primary School	1,100,000	-	-	1,100,000	-	1,100,000	1,100,000	-
Handaro Primary School	1,800,000	-	-	1,800,000	-	1,800,000	1,600,000	200,000
Muhumed Primary School	-	3,800,000	-	3,800,000	-	3,800,000	3,800,000	-
Jalish Primary School	-	3,900,000	-	3,900,000	-	3,900,000	3,900,000	-
Ijara Girls Primary School	-	1,500,000	-	1,500,000	-	1,500,000	1,500,000	-
Garabey Primary School	-	800,000	-	800,000	-	800,000	-	800,000
Ege Primary School	-	2,900,000	-	2,900,000	-	2,900,000	1,900,000	1,000,000
Al Furqan Primary School	-	2,800,000	-	2,800,000	-	2,800,000	2,800,000	-
Warsarme Primary School	-	900,000	-	900,000	-	900,000	-	900,000
Sangallu Primary School	-	1,000,000	-	1,000,000	-	1,000,000	1,000,000	-
Ijara Primary School	-	2,100,000	-	2,100,000	-	2,100,000	1,500,000	600,000
Handaro Primary Sch	-	100,000	-	100,000	-	100,000	-	100,000
Ijara Girls Primary Sch	-	500,000	-	500,000	-	500,000	-	500,000
Bula Qoqon Primary Sch	-	3,900,000	-	3,900,000	-	3,900,000	3,900,000	-
Tokile Township Primary	-	1,700,000	-	1,700,000	-	1,700,000	1,700,000	-
Alijarire Primary Sch	-	1,700,000	-	1,700,000	-	1,700,000	1,700,000	-
Maderto Primary Sch	-	700,000	-	700,000	-	700,000	-	700,000
Bothai Primary Sch	-	800,000	-	800,000	-	800,000	790,000	10,000
Handaro Primary Sch	-	1,800,000	-	1,800,000	-	1,800,000	1,750,000	50,000
Bothai Primary Sch	-	2,000,000	-	2,000,000	-	2,000,000	1,950,000	50,000.00
Ijara Primary Sch	-	1,700,000	-	1,700,000	-	1,700,000	1,200,000	500,000
Bultohama Primary Sch	-	1,700,000	-	1,700,000	-	1,700,000	1,700,000	-
Bothai Primary Sch	-	600,000	-	600,000	-	600,000	600,000	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Bula Qoqon Primary Sch	-	500,000	-	500,000	500,000	-
Falama Primary Sch	-	500,000	-	500,000	500,000	-
Golalbele Primary Sch	-	500,000	-	500,000	-	500,000
Gababa Primary Sch	-	1,100,000	-	1,100,000	1,100,000	-
Koriss Primary Sch	-	100,000	-	100,000	-	100,000
Sangailu Primary School	-	800,000	-	800,000	800,000	-
Masalani Primary Sch	-	120,000	-	120,000	-	120,000
Korissa Primary Sch	-	120,000	-	120,000	-	120,000
Handaro Primary School	-	120,000	-	120,000	-	120,000
Bothai Primary Sch	-	120,000	-	120,000	-	120,000
Sangailu Primary Sch	-	120,000	-	120,000	-	120,000
Hulugho Primary Sch	-	120,000	-	120,000	-	120,000
Ijara Primary Sch	-	120,000	-	120,000	-	120,000
Muhumed Dahir Primary Sch	-	120,000	-	120,000	-	120,000
Gababa Primary Sch	-	120,000	-	120,000	-	120,000
Hidaya Primary Sch	-	120,000	-	120,000	-	120,000
Masalani Primary Sch	-	230,000	-	230,000	-	230,000
Ijara Primary Sch	-	230,000	-	230,000	-	230,000
Korissa Primary Sch	-	230,000	-	230,000	-	230,000
Kotile Primary Sch	-	230,000	-	230,000	-	230,000
Hara Primary Sch	-	230,000	-	230,000	-	230,000
Hulugho Primary Sch	-	230,000	-	230,000	-	230,000
Masalani Primary Sch	-	2,800,000	-	2,800,000	2,800,000	-
Alfurgan Primary Sch	-	2,800,000	-	2,800,000	2,800,000	-
Korissa Primary Sch	-	1,700,000	-	1,700,000	950,000	750,000
Mathaiba Primary Sch	-	1,700,000	-	1,700,000	1,700,000	-
Matarba Primary Sch	-	1,912,500	-	1,912,500	1,900,000	12,500
Sub-Total	37,200,000.00	53,892,500	-	91,092,500	61,760,000	29,332,500

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

8.0 Secondary Schools Projects									
Ijara Secondary School	1,500,000	-	-	1,500,000	-	-	1,500,000	-	1,500,000
County Council Secondary School	5,000,000	-	-	5,000,000	-	-	5,000,000	2,300,000	2,700,000
Hulugho Girls Secondary School	-	1,100,000	2,200,000	1,100,000	-	-	1,100,000	800,000	300,000
Shurie Secondary School	-	1,350,000	-	1,350,000	-	-	1,350,000	1,350,000	-
Shurie Secondary School	-	3,600,000	-	3,600,000	-	-	3,600,000	3,600,000	-
Shurie Secondary School	-	270,000	-	270,000	-	-	270,000	-	270,000
Yussuf Hajji Girls Secondary School	-	350,000	-	350,000	-	-	350,000	-	350,000
Yussuf Hajji Girls Sec Sch	-	2,200,000	-	2,200,000	-	-	2,200,000	2,200,000	-
Hulugho Girls Sec Sch	-	2,000,000	-	2,000,000	-	-	2,000,000	2,000,000	-
Sub-Total	6,500,000	8,670,000	2,200,000	17,370,000	2,200,000	12,250,000	12,250,000	17,000,000	5,120,000
9.0 Health institutions Projects									
NHIF cover	-	-	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-	-	-
10.0 Security Projects									
Ijara Deputy County Commissioner	3,890,100	-	-	3,890,100	-	-	3,890,100	2,930,000	960,100
Ijara Directorate Of Criminal Investigation Offices	2,200,000	-	-	2,200,000	-	-	2,200,000	2,170,000	30,000
Hulugho Deputy County Commissioner	2,500,000	-	-	2,500,000	-	-	2,500,000	2,350,000	150,000
Hulugho Deputy County Commissioner	2,400,000	-	-	2,400,000	-	-	2,400,000	2,400,000	-
Masalani Sub County Divisional Police Headquarters	3,900,000	-	-	3,900,000	-	-	3,900,000	3,850,000	50,000
Ijara Subcounty Kadhis Office	1,800,000	-	-	1,800,000	-	-	1,800,000	1,800,000	-
Masalani District Office	-	123,255	-	123,255	-	-	123,255	-	123,255
Sangailu Ap Line	-	400,000	-	400,000	-	-	400,000	-	400,000
Masalani Police Camp	-	1,500,000	-	1,500,000	-	-	1,500,000	1,500,000	-
Sub-Total	16,690,100	2,023,255	-	18,713,355	-	17,000,000	17,000,000	17,000,000	1,713,355
11.0 Acquisition of assets									

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Motor Vehicles	-	-	-	-	-	-	-
Construction of CDF office	-	-	-	-	-	-	-
Purchase of furniture and equipment	-	-	-	-	-	-	-
Purchase of computers	-	-	-	-	-	-	-
Sub-Total	-	-	-	-	-	-	-
12.0 ROADS							
12.1							
13.0 Others							
Strategic Plan	-	-	-	-	-	-	-
Innovation Hub	-	-	-	-	-	-	-
Ijara Technical Training Institute	7,200,000	-	-	7,200,000	4,840,000	2,360,000	2,360,000
Ijara District Education Headquarter	4,000,000	-	-	4,000,000	-	4,000,000	4,000,000
Sub-Total	11,200,000	-	-	11,200,000	4,840,000	6,360,000	6,360,000
GRAND TOTALS	137,088,880	72,187,619	2,200,000	211,476,499	160,216,034	51,260,465	51,260,465

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

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 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-IJARA Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2021

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

During the year ended 30th June 2021, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2021

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2020 for the period 1st July 2020 to 30th June 2021 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2021

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
NGCDF Board		
AIE NO.	-	55,040,876
AIE NO.B047424	-	4,000,000
AIE NO.B041278	-	20,000,000
AIE NO.B047699	-	7,000,000
AIE NO.B096525	-	9,000,000
AIE NO.	-	19,000,000
AIE NO.	-	9,000,000
AIE NO. 096753	-	67,167,724
AIE NO.B104902	2,200,000	-
AIE NO.B124523	9,000,000	-
AIE NO.B124582	12,000,000	-
AIE NO.B124947	15,000,000	-
AIE NO.B138816	6,900,000	-
AIE NO.B128093	8,000,000	-
AIE NO.B128404	6,000,000	-
AIE NO.	15,000,000	-
AIE NO.	6,000,000	-
AIE NO.	12,100,000	-
AIE NO.B140547	20,000,000	-
TOTAL	112,200,000	190,208,600

2. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDF basic staff salaries	4,272,584	2,513,038
Personal allowances paid as part of salary		
Employer Contributions Compulsory national social security schemes	110,560	264,960
Total	4,383,144	2,777,998

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Utilities, supplies and services	58,400	85,000
Fuel, oils and lubricants	613,434	940,000
Bank service commission and charges	-	60,580
Committee Expenses	3,875,140	3,365,500
Other committee expenses	1,409,800	-
Domestic travel and subsistence	-	1,033,000
Printing, advertising and information supplies & services	-	910,325
Hospitality supplies and services	-	70,000
Office and general supplies and services	3,827,738	3,619,184
Other operating expenses	86,970	40,287
Total	9,871,482	10,123,876

4. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools	61,760,000	34,339,000
Transfers to secondary schools	12,250,000	19,800,000
Transfers to tertiary institutions	4,840,000	-
TOTAL	78,850,000	54,139,000

5. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools	18,759,968	14,073,000
Bursary – tertiary institutions (see attached list)	20,000,000	21,022,500
Bursary – special schools (see attached list)	883,000	-
Security projects (see attached list)	17,000,000	7,000,000
Sports projects (see attached list)	2,670,440	3,220,000
Environment projects (see attached list)	-	1,410,000
Emergency projects (see attached list)	7,798,000	6,059,120
NHIF- Social Security		3,509,000
Total	67,111,408	56,293,620

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of ICT Equipment, Software and Other ICT Assets	-	660,000
Total	-	660,000

7. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic Plan	-	2,650,000
Total	-	2,650,000

8. BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	Account Number	2020-2021	2019-2020
		Kshs (30/6/2021)	Kshs (30/6/2020)
<i>First Community Bank-Garissa Branch</i>	A/C no.50000774	24,171,585	72,187,619
Total		24,171,585	72,187,619

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2021

9. BALANCES BROUGHT FORWARD

	2020-2021	2019-2020
	Kshs	Kshs
Bank accounts	72,187,619	8,623,613
Total	72,187,619	8,623,613

10. UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	72,856	227,202
Use of goods and services	86,941	347,719
Amounts due to other Government entities (see attached list)	40,900,000	41,609,442
Amounts due to other grants and other transfers (see attached list)	10,200,667	27,230,757
Acquisition of assets	-	623,500
Others (<i>specify</i>)	-	4,349,000
	51,260,464	74,387,620

11. PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances	5,143	5,143
Total	5,143	5,143

***NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY***

Reports and Financial Statements

For the year ended June 30, 2021

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

There were no pending accounts payables as at 30 June 2021

***NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY***

Reports and Financial Statements

For the year ended June 30, 2021

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

There were no pending staff payables as at 30 June 2021.

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance		Comments
		2020/21	2019/20	
Compensation Of Employees	Staff cost	72,856	227,202	
Use Of Goods & Services	Operating expenditure	86,941	347,719	
Amounts Due To Other Government Entities				
Masalani Primary School	Construction of 4 number storey classrooms to completion	8,000,000	-	
Masalani Primary School	Construction of administration block with 6 offices for headmaster, deputy, secretary, bursar, staffroom ,store	3,000,000	-	
Gumarey Primary School	Renovation of 8 no. class rooms to completion (repair of roofs,floor,walls,painting doors and windows)	3,900,000	-	
Ege Primary School	Renovation of 4 no. class rooms to completion (repair of roofs,floor,walls,painting doors and windows)	1,900,000	-	
Korahindi Primary School	Construction of 2 door pit latrine to completion	600,000	-	
Doi Primary School	Construction of 2 no. classrooms to completion (kshs.1,750,000), purchase of 30 desks (kshs. 150,000) and 2 door pit latrines (kshs. 600,000) to completion	2,500,000	-	
Dabaramatam Primary School	Construction of 2 no. classrooms to completion (kshs.1,750,000), purchase of 30 desks (kshs. 150,000)	1,900,000	-	
Khalangalderow Primary School	Renovation of 3 no. class rooms to completion (repair of roofs,floor,walls,painting doors and windows)	1,400,000	-	
Ijara Technical Training Institute	Purchase of 51 seater bus	7,200,000	-	
Ijara Secondary School	Construction of 30m3 water tank to completion	1,500,000	-	
County Council Secondary School	Construction of 60 student capacity laboratory(4,000,000) and purchase of lab equipments(1,000,000) to completion	5,000,000	-	
Ijara District Education Headquarters	Construction of 7 rooms administration offices to completion	4,000,000	-	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Kasbasalow Primary School	-	1,900,000	
Sabenale Primary School	-	1,900,000	
Masalani Primary School	-	2,800,000	
Ijara Girls Primary School	-	1,500,000	
Garabey Primary School	-	1,900,000	
Ege Primary School	-	2,900,000	
Hulugho Primary School	-	2,800,000	
Warsarne Primary School	-	900,000.00	
Alfurgan Primary School	-	2,800,000	
Ijara Primary School	-	1,200,000	
Sangailu Primary School	-	1,000,000	
Ijara Primary School	-	2,100,000	
Ijara Girls Primary School	-	600,000	
Khalangai Derow Primary School	-	1,700,000	
Tokile Township Primary	-	1,700,000	
Alijarire Primary School	-	1,700,000	
Maderto Primary School	-	1,189,442	
	41,059,797	31,164,363	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

8.0 Secondary Schools Projects				
Hulugho Boys Secondary School		-	900,000	
Shurie Secondary School		-	400,000	
Shurie Secondary School		-	1,350,000	
Shurie Secondary School		-	2,700,000	
Shurie Secondary School		-	1,700,000	
Yussuf Haji Girls Secondary School		-	400,000	
Yussuf Haji Girls Secondary School		-	1,250,000	
Yussuf Haji Girls Secondary School		-	900,000	
Hulugho Boys Secondary School		-	920,000	
Shurie Secondary School		-	500,000	
Hulugho Girls Secondary School			1,742,347	
Sub-Total		-	12,762,347	
Amounts Due To Other Grants And Other Transfers				
Environment		2,720,000	-	
Sport		624,686	-	
Bursary		1,785,981	-	
Social Security		2,570,000	-	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Hulugho Dc Office		2,500,000	-	
Bursary And Social Security				
Primary Schools		-	13,979,500	
Secondary Schools		-	5,720,500	
Tertiary Institutions		-	840,000	
Social Security				
Sports				
Sports Activities		-	448,309	
Environment				
Kosari Primary School		-	600,000	
Kware Police Line		-	590,000	
Jalish Primary School		-	130,000	
Boma Primary School		-	260,000	
Hulugho Primary		-	260,000	
Bothai Primary		-	260,000	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

Security Projects				
Ijara Deputy County		1,900,000		
Masalani Police Camp		500,000		
Sub-Total	10,200,667	25,488,309		
Acquisition Of Assets				
Construction Of Cdf Office	-	400,000		
Purchase Of Computers	-	223,600		
Others (<i>Specify</i>)				
Strategic Plan		4,349,000		
Sub-Total	-	4,972,600		
Grand Total	51,260,464	74,387,619		

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

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	13,450,000	-	-	13,450,000
Transport equipment	-	-	-	-
Office equipment, furniture and fittings	2,171,174	-	-	2,171,174
ICT Equipment, Software and Other ICT Assets	660,000	-	-	660,000
Other Machinery and Equipment	5,865,700	-	-	5,865,700
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	22,146,874	-	-	22,146,874

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2021

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

PMC	Bank	Account Number	Bank Balance	Bank Balance
			2020/2021	2019/2020
Masalani Primary Sch	First Community Bank	50002123	5,000	5000
Shurie Secondary Sch	First Community Bank		143	143
TOTAL			5,143	5,143

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IJARA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

X111. REPORT OF THE INDEPENDENT AUDITORS ON THE NGCDF- IJARA CONSTITUENCY

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Unsupported Disbursements to Secondary Schools and Tertiary Institutions	The fund account manager will provide the necessary documents	FAM	Unresolved	30 June 2022
2.	Disclosure of Project Management Committees Bank Balances	The fund account manager will provide the necessary documents to the auditors for clearance	FAM	Unresolved	30 June 2022
3.	Lack of Authority to Incur Expenditure	The fund account manager will provide the necessary documents to the auditors for clearance	FAM	Unresolved	30 June 2022
4.	Budgetary Control and Performance	The fund account manager will follow up with the Board to ensure prompt disbursement of Funds	FAM	Unresolved	30 June 2022
5.	Unresolved Prior Year Audit Matters	The fund account manager ensure previous years issues are resolved.	FAM	Unresolved	30 June 2022
6.	Delayed Implementation of Projects	The fund account manager will provide the necessary documents to the auditors for clearance	FAM	Unresolved	30 June 2022