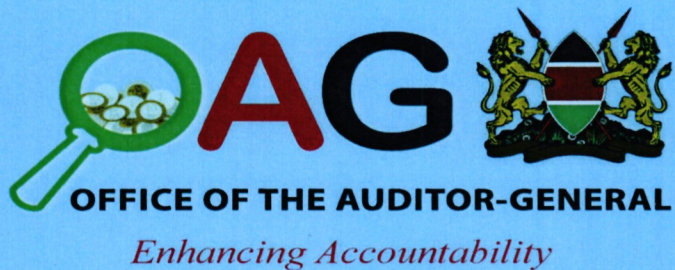


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THE NATIONAL ASSEMBLY PADOOC I AID		REPORT
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THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND - KITUTU CHACHE SOUTH
CONSTITUENCY**

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




KITUTU CHACHE SOUTH 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)

 THE NATIONAL ASSEMBLY PARLIAMENTARY DEPARTMENT	
DATE: 01 DEC 2022	
TABLED BY:	
CLERK OF THE TABLE:	

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

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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

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 Kitutu Chache South 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	Edwin K. Rutto
2.	Sub-County Accountant	Benjamin E. Oino
3.	Chairman NGCDFC	James M. Mokaya
4.	Member NGCDFC	James O. Orito

(d) Fiduciary Oversight Arrangements

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

P.O. Box 2223
Monarch Building-Mosocho
Next Assistant County Commissioner's Office-Mosocho Division
KISII -KENYA

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

(f) KITUTU CHACHE SOUTH Constituency NGCDF Contacts

Telephone: (254) 720-140-374
E-mail: cdfkkitutuchachesouth@ngcdf.go.ke
Website: www.go.ke

(g) KITUTU CHACHE SOUTH Constituency NGCDF Bankers

Co-operative Bank
Kisii Branch
P.o Box
KISII

(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

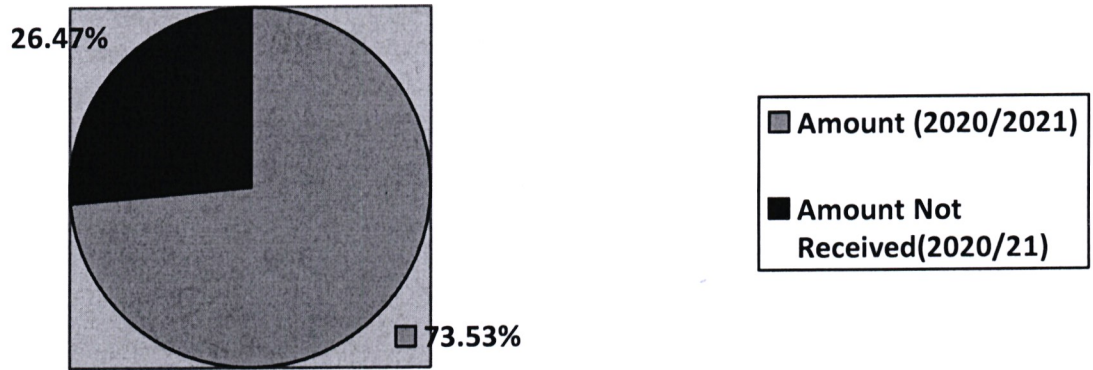
II. NG-CDFC CHAIRMAN'S REPORT



During the financial year 2020/2021 Kitutu Chache South Constituency was allocated a total allocation of Ksh. 137,088,079. The total amount was budgeted for in the proposal for the financial year and it was approved in totality. The constituency received a total of Ksh **162,267,724**. this amount received includes amounts relating to previous year which had not been received. From the current financial year Ksh. 69,367,724.10 was received.

On appropriation the constituency utilization was average, the constituency was able to absorb more than 50% of the total available funds. This was somehow lower than previous years, this lower absorption was majorly attributed to COVID 19 Pandemic which caused some institution which are fundable by the fun to be closed delaying disbursement of funds.

About 50% of funds allocated during the financial year was received. The chart below shows a representation of amount received from board the financial year in comparison to the amount not yet received is represented by the pie chart below; This representation is for 2020/2021 funds

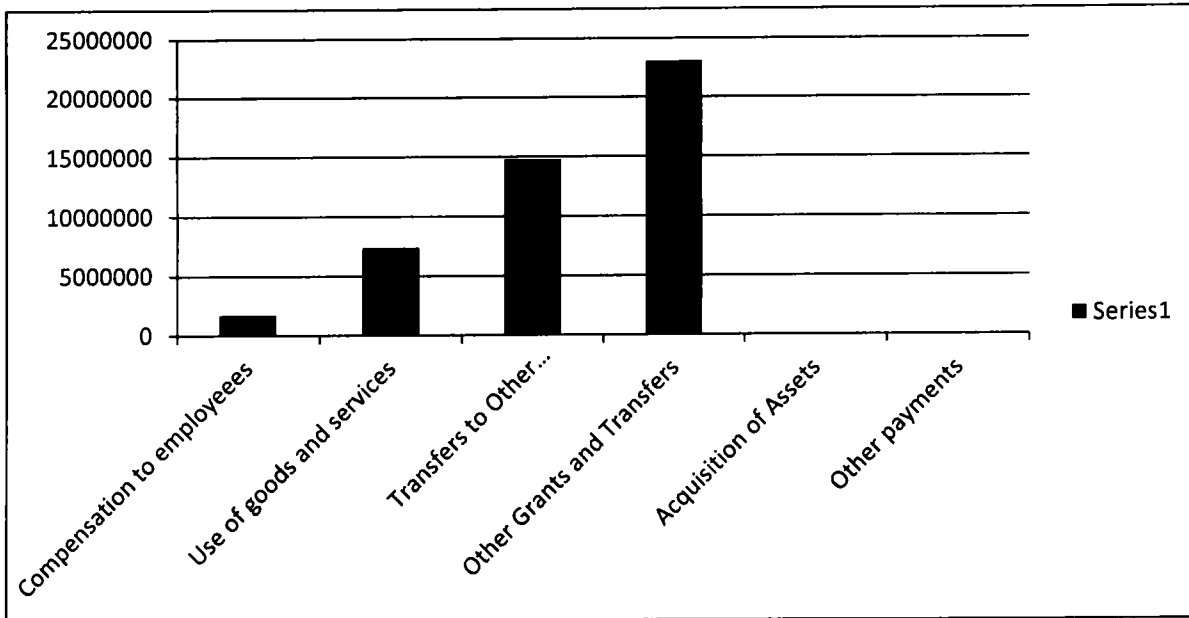


From the chart it can be seen that slightly more than 50% of the 2019/2020 funds were still with the board at the end of the financial year.

The NG-CDF Committee prioritized the funds which were received and gave priority to projects in Other Grants and Transfers and Transfers to other government entities as well as transfers to other government entities. Most of these projects were done to satisfaction. The bulk of funds utilized in the financial were in bursary, education projects and other grants and transfers.

The table below shows the utilization proportion of various votes during the financial year.

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



Kitutu Chache South National Government Constituency Development Fund Committee (NGCDF) projects were implemented through Project Management Committees. Some of the projects implemented during the year are represented pictorially below.

During the course of implementation of projects Constituencies Development Fund Committee noted that Project Management Committees require adequate training to ensure effective implementation of projects.



KITUTU CHACHE SOUTH NG CDF PROJECT-7 UNITS OF STAFF HOUSES CONSTRUCTED BY NG-CDF AT RUGA AP. LINE



KITUTU CHACHE SOUTH NG CDF PROJECT-8 CLASSROOMS CONSTRUCTED BY NG-CDF AT KIANYABINGE PRIMARY SCHOOL

The major emerging issue which arose during the year was the COVID 19 Pandemic, this pandemic affected the absorption rate of the fund since most institution where funding had been planned where closed i.e. schools, this affected bursary disbursement and project implementation.

The major challenge faced by Kitutu Chache South NG-CDF Committee during the year was shortage of technical person in construction at the county level which led to delayed preparation of construction documents i.e. Bill of Quantities, drawings as well as close supervision of projects by experts, this challenged sometimes led to poor workmanship in some project. To solve this challenge the committee has planned to employ clerk of works to assist in documentation and supervision.



Signature

James Maobe

CHAIRMAN NGCDF COMMITTEE

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 *Kitutu Chache South Constituency 2018-2022* plan are to:

- a) To Improve Access to and Quality of Education in the Constituency
- b) To improve security in the Constituency
- c) To improve, coordinate and facilitate infrastructural development in Constituency
- d) To reduce poverty and inequality in the Constituency
- e) To mobilize Resources for Development in the Constituency
- f) To Build Capacity to Implement Development Projects in the Constituency
- g) To promote sports activities and prevent environmental degradation in the Constituency

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursaries beneficiaries at all levels 	In FY 20/21 -we increased number of classrooms, dormitories, laboratories by 50 classrooms schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules

Security	To improve security in the Constituency	Improved security in the constituency	Number of usable security facilities.	In2020/2021 four additional administrative/security offices were built during the year.
Environment	To promote sports activities in the Constituency	Youth participation in sports.	Number of environmental projects constructed during the year	Four springs were protected during the year.
Sports	To prevent environmental degradation in the Constituency	Green and sustainable environment	Number of teams participating in tournament	Twenty youth football teams participated in the constituency football tournament. It included 10 from female and 10 for male.
Disaster Management				

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

KITUTU CHACHE SOUTH 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 Kitutu Chache South NG CDF, the committee funds the following key sectors with the following sustainable priorities.

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

water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 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

Public participation in the identification and implementation of environmental projects

The Kenyan Constitution encourages public participation in the management, protection and conservation of the environment. The NGCDF Board and NG-CDFCs are therefore required to involve the public in the identification and implementation of environmental projects to ensure maintenance and sustainability.

Eligible projects under the NG-CDF Environment programme

1. Projects falling within the National Government functions such as;
 - (i) Fishing, hunting and gathering;**
 - (a) Construction of fishing bays and bandas to ensure cleanliness of the environment and ease of waste management;
 - (b) Construction of Eco-san toilets along the beaches
 - (c) Installation of bee hives for public institutions which helps in pollination and reproduction of plants
 - (d) Training of fisheries community on the best fishing and hunting practices
 - (ii) Protection of animals and wildlife;**
 - (a) Partnering with relevant Government Departments in fencing national parks and gazetted forests.
 - (b) Partnering with relevant Government departments in sensitizing the community against poaching
 - (iii) Water protection, securing sufficient residual water, and the safety of dams;**
 - (a) Protection of springs, dams and water reservoirs
 - (b) Building of gabions, training of rivers, desilting of dams, fencing of dams and water catchment areas
 - (iv) Energy policy;**
 - (a) Installation of biogas and energy saving devices in public institutions *(All NGCDF funded projects should comply with this requirement)*
 - (b) Sensitizing the community on energy saving policies
 - (c) Carrying out energy requirements surveys

During the year Kitutu Chache South Protected four water springs

3. Employee welfare

We invest in providing the best working environment for our employees. Kitutu Chache South constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Kitutu Chache South constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues. Kitutu Chache South constituency also has bursary programs aligned to the NG-CDF Act for employees seeking to further their education or advance themselves through formal programs relating to their current or prospective jobs.

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-

KITUTU CHACHE SOUTH 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-

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

Public Participation in Project Identification and Implementation and Monitoring

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

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision. The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

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

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

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

Approval of the financial statements

The NGCDF- Kitutu Chache South Constituency financial statements were approved and signed by the Accounting Officer on 24/09/ 2021.

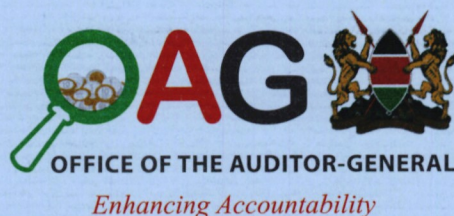


Chairman NGCDF Committee
Name: James M.Maobe



Fund Account Manager
Name:Edwin K. Rutto

REPUBLIC OF KENYA



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HEADQUARTERS
Anniversary Towers
Monrovia Street
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KITUTU CACHE SOUTH 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

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kitutu Cache South Constituency set out on pages 16 to 56, which comprise of the statement of assets and liabilities as at 30 June, 2021,

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Kitutu Chache South 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 Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Kitutu Chache South Constituency Management in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.241,730,291 and Kshs.197,541,412 respectively resulting in under-funding of Kshs.44,188,879 or 18 % of the budget. Similarly, the Fund expended an amount of Kshs.145,228,189 against an approved budget of Kshs.241,730,291 resulting in an under-expenditure of Kshs.96,502,102 or 40% of the approved budget.

The under-funding and under-expenditure affected the planned activities and impacted negatively on service delivery to the residents of Kitutu Chache South Constituency.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Incomplete Projects

The statement of receipts and payments reflects transfers to other government units of Kshs. 70,510,000 as disclosed in Note 6 to the financial statements which include transfers to secondary schools of Kshs.25,900,000. Physical verification conducted in April 2022 revealed that five (5) projects allocated Kshs.9,800,000 were not completed within the contract period. The Project Management Committee (PMC) reports on status were also not provided for audit review.

In the circumstances, service delivery to the residents was not realised.

2. Lack of Land Title Deed

The statement of receipts and payments reflects transfers to other government units of Kshs. 70,510,000 as disclosed in Note 6 to the financial statements which include transfers to secondary schools of Kshs.25,900,000. The transfers to secondary schools includes payments for construction of one storeyed building with nine classrooms and one administration block at Nyanguru secondary school at a cost Kshs. 5,600,000. However, the building was erected on a parcel of land without a title deed.

Further the statement of receipts and payments reflects other grants and transfers balance of Kshs.49,343,634 as disclosed in Note 7 to the financial statements. Included in the balance is an expenditure on security projects of Kshs.6,400,000, out of which an amount of Kshs.5,500,000 was for construction of three (3) chiefs' offices. However, the offices were erected on parcels of land without title deeds, and public had encroached on the land, contrary to the provisions of Constituencies Development Fund Board Circular, CDF Board Circular/VOL.1/(108) dated 24 August, 2010, which requires Constituencies Development Fund projects to be erected on public land and where no public land is available or where a need has been identified to expand public land, the CDF Committee should initiate the process of procurement of land from alternative sources and obtain the title in the name of the public institution which is to benefit from the project, or in the name of the constituency.

In the circumstances, the Fund risks losing the resources spent on the project erected on land without ownership documents.

3. Failure to Brand Projects

The Fund allocated an amount of Kshs.9,200,000 for implementation of four (4) projects during the period under review. Physical verification of the projects revealed lack of engineers signage to indicate the projects were financed by the Fund contrary to Regulation 11(1)(c) of the National Government Constituencies Development Fund Regulations, 2016 which states that, one of the functions of the constituency committee is to ensure that projects are labelled in accordance with the guidelines issued by the board.

In the circumstances, it was not possible to confirm the projects were financed by the Fund.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution.

My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


28 September, 2022


KITUTU CHACHE SOUTH 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 30 JUNE 2021

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	162,267,724	124,777,084
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		162,267,724	124,777,084
PAYMENTS			
Compensation of employees	4	1,676,710	1,774,290
Use of goods and services	5	11,563,625	10,003,560
Transfers to Other Government Units	6	70,510,000	39,000,000
Other grants and transfers	7	49,343,634	48,893,705
Acquisition of Assets	8	9,234,220	5,988,623
Other Payments	9	2,900,000	-
TOTAL PAYMENTS		145,228,189	105,660,179
SURPLUS/(DEFICIT)		17,039,535	19,116,906

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Kitutu Chache South Constituency financial statements were approved on 24/09/2021 and signed by:


 Fund Account Manager
 Name: Edwin K. Rutto



 National Sub-County
 Accountant
 Name: Benjamin E. Oino
 ICPAK M/No:20476

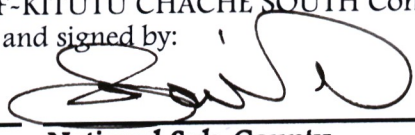

 Chairman NG-CDF Committee
 Name: James M. Maobe

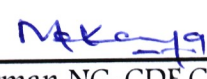
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	53,206,895	35,273,688
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		53,206,895	35,273,688
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		53,206,895	35,273,688
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	1,492,534	598,862
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		1,492,534	
NET FINANCIAL ASSETS		51,714,361	34,674,826
REPRESENTED BY			
Fund balance b/fwd	13	34,674,826	11,733,302
Prior year adjustments	14	-	3,824,618
Surplus/Deficit for the year		17,039,535	19,116,906
NET FINANCIAL POSITION		51,714,361	34,674,826

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


 Fund Account Manager
 Name:Edwin K. Rutto



 National Sub-County
 Accountant
 Name:Benjamin E. Oino
 ICPAK M/No: 20476



 Chairman NG-CDF Committee
 Name:James M. Maobe


KITUTU CHACHE SOUTH Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021
STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 JUNE 2021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	162,267,724	124,777,084
Other Receipts	3	-	
Total receipts		162,267,724	124,777,084
Payments for operating activities			
Compensation of Employees	4	1,676,710	1,774,290
Use of goods and services	5	11,563,625	10,003,560
Transfers to Other Government Units	6	70,510,000	39,000,000
Other grants and transfers	7	49,343,634	48,893,705
Other Payments	9	2,900,000	-
Total payments		135,993,969	99,671,555
Total Receipts Less Total Payments			
Adjusted for:		-	
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	893,672	
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	598,862
Prior year adjustments	14		3,824,618
		27,167,427	
Net cash flow from operating activities			29,529,009
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(9,234,220)	5,988,623
Net cash flows from Investing Activities		(9,234,220)	(5,988,623)
NET INCREASE IN CASH AND CASH EQUIVALENT		17,933,207	23,540,386
Cash and cash equivalent at BEGINNING of the year	10	35,273,688	11,733,302
Cash and cash equivalent at END of the year		53,206,895	35,273,688

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Kitutu Chache South Constituency financial statements were approved on 21/09/2021 2021 and signed by:


Fund Account Manager
Name: Edwin K. Rutto


National Sub-County
Accountant
Name: Benjamin E. Oino
ICPAK M/No: 20476


Chairman NG-CDF Committee
Name: James M. Maobe

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

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

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	c=a+b	D	e=c-d	f=d/c %
RECEIPTS	2020/2021			2020/2021	30/06/2021		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	35,273,688	69,367,724.10	241,730,291	197,541,412	44,188,879	81.7%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts				0	-	-	0.0%
TOTALS	137,088,879	35,273,688	69,367,724	241,730,291	197,541,412	44,188,879	81.7%
PAYMENTS							
Compensation of Employees	1,891,305	2,361	0	1,893,666	1,676,710	216,956	88.5%
Use of goods and services	10,446,694	1,117,015	0	11,563,709	11,563,625	84	100.0%
Transfers to Other Government Units	50,000,000	10,187,405	50,912,595	111,100,000	70,510,000	40,590,000	63.5%
Other grants and transfers	53,750,880	10,778,503	15,555,129	80,084,512	49,343,634	30,740,879	61.6%
Acquisition of Assets	21,000,000	8,011,377		29,511,377	9,234,220	20,277,157	31.3%
Other Payments		5,177,027	2,900,000	7,577,027	2,900,000	4,677,027	38.3%
Funds pending approval**							60.1%
TOTALS	137,088,879	35,273,688	69,367,724	241,730,291	145,228,189	96,502,102	60.0%

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

KITUTU CHACHE SOUTH Constituency
National Government Constituencies Development Fund (NGCDF)
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[For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]


(a) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

- i. Utilization in transfers to Other Government Units, Other Grants and Transfers, Acquisition of Assets and Other Payments were below 90% because there was a delay in receiving funds from the Board during the financial year.*

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	96,502,102
Less undisbursed funds receivable from the Board as at 30 th June 2021	44,188,879
	52,313,223
Add Accounts payable	893,672
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	53,206,895

The NGCDF-KITUTU CHACHE SOUTH Constituency financial statements were approved on 24/09/2021 and signed by:



Fund Account Manager
Name:Edwin K. Rutto



National Sub-County
Accountant
Name:Benjamin E. Oino
ICPAK M/No: 20476



Chairman NG-CDF Committee
Name:James M.Maobe

KITUTU CHACHE SOUTH 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(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference (e = c-d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021	Kshs	Kshs	2020/2021	30/06/2021	Kshs	Kshs
1.0 Administration and Recurrent							
1.1 Compensation of employees	1,891,305	2,361		1,893,666	1,676,710	216,956	
1.2 Committee allowances	2,983,269.31			2,983,269	2,983,269	0	100
1.3 Use of goods and services	3,350,758.44	617,015		3,967,773	3,967,773	0	100
Total	8,225,333	619,976	-	8,844,709	8,627,752	216,957	
2.0 Monitoring and evaluation							
2.1 Capacity building	1,285,274.66			1,285,275	1,285,275	(0)	100
2.2 Committee allowances	1,749,805.52	500,000		2,249,806	2,249,806	(0)	100
2.3 Use of goods and services	1,077,586.20			1,077,586	1,077,502	84	100
Total	4,112,666	500,000	-	4,612,666	4,612,583	83	
3.0 Emergency							
3.1 Primary Schools	7,192,207			7,192,207			
Sakawa Primary School					300,000.00		
Rwera Primary School					300,000.00		
Raganga Primary School					300,000.00		

KITUTU CHACHE SOUTH Constituency
National Government Constituencies Development Fund (NGCDF)
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Mateiko Primary School						300,000.00			
Riangoko Primary School						300,000.00			
Bogeka primary School						300,000.00			
Nyamorenjo Primary School						300,000.00			
Mosocho CDF Office						500,000.00			
3.2 Secondary schools					-	1,693,672			-
3.3 Tertiary institutions					-				-
3.4 Security projects					-				-
3.5 Unutilised					-				-
Total	7,192,207				-	7,192,207	4,293,672	2,898,535	60
4.0 Bursary and Social Security									
4.1 Secondary Schools	7,000,000.00				8,918,571	15,918,571	2,010,000	13,908,571	13
4.2 Tertiary Institutions	27,575,118.12				3,113,742	30,688,860	29,469,157	1,219,703	96
4.3 Social Security					-	-			-
4.4 Special Needs					-	-			-
Total	34,575,118				-	12,032,313	46,607,431	31,479,157	15,128,274
5.0 Sports									
5.1	2,741,777.58					2,741,778		2,793,000	(51,222)
Total	2,741,778				-	2,741,778	2,793,000	(51,222)	#DIV/0!
6.0 Environment									
Gesoni Water Spring					457,892	457,892	457,116	776	100
Moringate Water Spring					457,892	457,892	457,116	776	100
Nyamataro Water Spring					457,892	457,892	457,116	776	100

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

Keore Spring				457,892	457,892	457,000	892	100
Nyamagoma Water Spring			457,892	457,892	457,000	892	100	
Nyanguru Water Spring			457,892	457,892	457,116	776	100	
Getembe Primary School			173,621	173,621	173,621	-	100	
Riatwenya Water Spring	456,962.91			456,963	91,800	365,163	20	
Raganga Water Spring	456,962.91			456,963		456,963	-	
Marriba water spring	456,962.91			456,963		456,963	-	
Matieko Spring Protection	456,962.91			456,963	456,960	3	100	
Riotoigo Spring Protection	456,962.92			456,963	456,000	963	100	
Kioge Spring Protection	456,963.02			456,963	456,960	3	100	
Total	2,741,778	-	2,920,975	5,662,753	4,377,805	1,284,948	77	
7.0 Primary Schools Projects								
Bokeabu Primary School	700,000.00	-		700,000	700,000	-	100	
Bototo Primary School	700,000.00	700,000		1,400,000	700,000	700,000	50	
DarajaMbili Primary School	700,000.00	700,000		1,400,000	700,000	700,000	50	
Getembe Primary School		700,000		700,000	700,000	-	100	
Jogoo Primary School	700,000.00	700,000		1,400,000	700,000	700,000	50	
Kianyabinge Primary School	700,000.00	700,000		1,400,000	700,000	700,000	50	
Kioge Primary School	700,000.00		800,000	1,500,000	700,000	800,000	47	
Kisii Special School			700,000	700,000	700,000	-	100	
Nyabiyongo Primary School			1,000,000	1,000,000		1,000,000	-	
Gesarara Primary School	700,000.00		700,000	1,400,000	700,000	700,000	50	

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

Nyakoigiro Primary School	1,000,000.00	700,000		1,700,000	700,000	1,000,000	41
Nyambara Primary School		700,000		700,000	700,000	-	100
Nyanhogochi Primary School	700,000.00	700,000		1,400,000	1,100,000	300,000	79
Nyosia Primary School	1,050,000.00	700,000		1,750,000	1,200,000	550,000	69
Rera Primary School	1,250,000.00	700,000		1,950,000	900,000	1,050,000	46
St. Joseph's Nyabururu Primary School	1,050,000.00		1,100,000	2,150,000	700,000	1,450,000	33
St. Patrick's Primary School-Mosocho	700,000.00		1,700,000	2,400,000	1,000,000	1,400,000	42
Nyaore Primary School	700,000.00	87,405	212,595	1,000,000	1,000,000	-	100
Nyankongo Primary School			700,000	700,000	300,000	400,000	43
St. Mary Boys' Primary School-Mosocho	1,000,000.00	100,000		1,100,000	1,100,000	-	100
St. Mary's Girls Primary School	700,000.00		700,000	1,400,000	1,200,000	200,000	86
Kiamwasi Primary School			700,000	700,000	700,000	-	100
Kiogo Primary School	700,000.00		1,100,000	1,800,000	1,800,000	-	100
Moneke Primary School			900,000	900,000	900,000	-	100
Riangoko Primary School	700,000.00		700,000	1,400,000	700,000	700,000	50
Nyabundo Primary School	700,000.00		700,000	1,400,000	1,300,000	100,000	93
Ebate Primary School	1,400,000.00		700,000	2,100,000	1,410,000	690,000	67
Kanyinbo Primary School	700,000.00		1,400,000	2,100,000	1,400,000	700,000	67

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

Mwechobori Primary School	2,100,000.00	-			2,100,000	1,150,000	950,000	55
Nyamorenyo Primary school	700,000.00		700,000		1,400,000	700,000	700,000	50
Iranda Primary School	1,000,000.00		700,000		1,700,000	1,100,000	600,000	65
Kanunda Primary School	700,000.00		700,000		1,400,000	1,400,000	-	100
Kiombeta Primary School	700,000.00	-			700,000	700,000	-	100
Getare Primary School			700,000		700,000	500,000	200,000	71
Nyagisai Primary School	700,000.00		700,000		1,400,000	700,000	700,000	50
Keore Primary School	700,000.00		700,000		1,400,000	1,000,000	400,000	71
Siara Primary School	700,000.00		700,000		1,400,000	750,000	650,000	54
Marriba Primary School	700,000.00	400,000			1,100,000	1,100,000	-	100
Sakawa Primary School	700,000.00		700,000		1,400,000	1,100,000	300,000	79
Nyamondo Primary School			700,000		700,000		700,000	-
Matieko Primary School			700,000		700,000	700,000	-	100
Matieko Primary School	1,400,000.00		800,000		2,200,000	1,200,000	1,000,000	55
Ongicha Primary School	700,000.00	-			700,000	700,000	-	100
Raganga Primary School	700,000.00		700,000		1,400,000	1,400,000	-	100
Nyamatatuta Primary School	700,000.00		800,000		1,500,000	700,000	800,000	47
Nyatieko Primary School	700,000.00		700,000		1,400,000	1,400,000	-	100

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

Rwora Primary School	700,000	400,000		1,100,000	700,000	400,000	64
Nyamagena Primary School		2,000,000		2,000,000		2,000,000	-
Ititi Primary School	700,000			700,000	700,000	-	100
St. Peter's Primary School Soko	1,400,000			1,400,000	700,000	700,000	50
Rioetero Primary School	700,000			700,000	400,000	300,000	57
Bogeka Primary School	700,000			700,000	700,000	-	100
Nyanguru Primary School	700,000			700,000		700,000	-
Kiongongi Primary School			700,000	700,000	700,000	-	100
Total	35,050,000	9,987,405	24,512,595	69,550,000	44,610,000	24,940,000	64
8.0 Secondary Schools Projects							
Bogeka Secondary School	700,000.00		700,000	1,400,000	1,100,000	300,000	79
Getembe Secondary School			500,000	500,000	500,000	500,000	-
Kanunda Secondary School			900,000	900,000	700,000	200,000	78
Keore Secondary School	1,200,000.00		700,000	1,900,000	1,200,000	700,000	63
Nyakeogiro Secondary School	2,000,000.00		500,000	2,500,000	1,300,000	1,200,000	52
Nyaore Secondary School	700,000.00		700,000	1,400,000	1,400,000	-	100
Nyatleko Secondary School			1,700,000	1,700,000	1,500,000	200,000	88
Ongicha Secondary School			2,200,000	2,200,000	1,400,000	800,000	64
St. Catherine Iranda Secondary			1,400,000	1,400,000	1,400,000	1,400,000	-
Nyanguru Secondary School	5,000,000.00		2,900,000	7,900,000	5,500,000	2,400,000	70

KITUTU CHACHE SOUTH Constituency
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St. Catherine Iranda Secondary		1,400,000	1,400,000	1,400,000	1,400,000	-
Nyatioko Secondary School	800,000.00		800,000	800,000	800,000	-
St. Patrick's Secondary School	700,000.00	1,200,000	1,900,000	1,900,000	1,900,000	-
Kiogo Secondary school	700,000.00	500,000	1,200,000	1,200,000	1,200,000	-
Kiogo Secondary School		2,500,000	2,500,000	1,000,000	1,500,000	40
Matioko Secondary School	1,400,000.00	3,600,000	5,000,000	4,200,000	800,000	84
Raganga Secondary School	1,050,000.00	200,000	1,250,000	1,200,000	50,000	96
Nyamata Secondary School	700,000.00	700,000	1,400,000	1,100,000	300,000	79
Kiong'ongi Secondary School		700,000	700,000	700,000	-	100
Riotero Secondary School		3,600,000	3,600,000	3,600,000	-	100
DarajaMbili Secondary School		-	-	-	-	-
Total	14,950,000	26,400,000	41,550,000	25,900,000	15,650,000	62
9.0 Tertiary institutions Projects						
Total	-	-	-	-	-	#DIV/0!
10.0 Security Projects						
Kitutu Central D.C.'s Office	1,000,000.00	-	1,000,000	1,000,000	1,000,000	-
Kitutu Central Sub County Police Station	1,500,000.00	300,000	1,800,000	300,000	1,500,000	17
Nyatioko Assistant Chief's Office		800,000	800,000	800,000	-	100
Nyatioko Chief's Office		450,000	450,000	450,000	450,000	-
Nyakoe Chief's Office		800,000	800,000	800,000	800,000	-
Nyatioko Police line	2,000,000.00		2,000,000	1,300,000	700,000	65
Raganga Chief's office	1,000,000.00	300,000	1,300,000	1,300,000	1,300,000	-
Matioko Chief's Office		2,000,000	2,000,000	2,000,000	2,000,000	-
Mosocho A.C.C. Office	1,000,000.00	1,128,503	2,730,344	500,000	2,230,344	18

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Bogeka Chief's Office		2,500,000		2,500,000	1,500,000	1,000,000	60
Township Chief's Office		2,500,000		2,500,000	2,000,000	500,000	80
Total	6,500,000	10,778,503	601,841	17,880,344	6,400,000	11,480,344	36
11.0 Acquisition of assets				#REF!	#REF!	#REF!	
11.1 Motor Vehicles		-	-	-	-	-	
11.2 Construction of CDF office	21,000,000	8,011,377	-	29,011,377	8,936,720	20,074,657	31
11.3 Purchase of furniture and equipment	-	500,000	-	500,000	297,500	202,500	60
11.4 Purchase of computers	-	-	-	-	-	-	
Total	21,000,000	8,511,377	-	29,511,377	9,234,220	20,277,157	31
12.0 Other payments				-	-	-	-
Constituency strategic plan			2,900,000	2,900,000	2,900,000	-	100
Innovation Hub		4,677,027		4,677,027		4,677,027	-
Total	-	4,677,027	2,900,000	7,577,027	2,900,000	4,677,027	38
13.0 unallocated fund							
Unapproved projects							
AIA							#DIV/0!
Total	137,088,879	35,273,688	69,367,724	241,730,291	145,228,189	96,502,103	

STATEMENT OF APPROPRIATION EXTRACT (FOR COMPARISON OF APPROPRIATION STATEMENT PAYMENTS TOTALS AND BUDGET EXECUTION TOTALS)

Receipt/Expense Item	Original Budget	Opening Balance (C/Bk) and AIA	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
PAYMENTS							
Compensation of Employees	1,891,305	2,361	-	1,893,666	1,676,710	216,956	1

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Use of goods and services	10,446,694	1,117,015	-	11,563,709	11,563,625	84	1
Transfers to Other Government Units	50,000,000	10,187,405	50,912,595	111,100,000	70,510,000	40,590,000	1
Other grants and transfers	53,750,880	10,778,503	15,555,129	80,084,512	49,343,634	30,740,879	1
Acquisition of Assets	21,000,000	8,511,377	-	29,511,377	9,234,220	20,277,157	-
Other payments	-	4,677,027	2,900,000	7,577,027	2,900,000	4,677,027	0
UNALLOCATED FUND	-	-	-	-	-	-	-
TOTAL	137,088,879	35,273,688	69,367,724	241,730,291	145,228,189	96,502,103	1

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

XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-KITUTU CHACHE SOUTH 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.

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

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 entity at the end of the financial year. When the pending bills are finally settled, such payments are included in the Statement of Receipts and Payments in the year in which the payments are made.

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 11 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.

15. Related Party Transactions

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

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO: B047179	1		55,040,876
AIE NO: B047488	2		4,000,000
AIE NO: B041490	3		20,000,000
AIE NO: B047942	3		6,000,000
AIE NO: B049335	4		14,000,000
AIE NO: B0104359	5		24,000,000
A.I.E NO: B047942	6		1,736,209
AIE NO. B0104893	1	69,367,724.10	
AIE NO. B124576	2	9,000,000.00	
AIE NO. B119523	3	10,000,000.00	
AIE NO. B119913	4	13,000,000.00	
AIE NO. B128154	5	6,900,000.00	
AIE NO. B128467	6	7,000,000.00	
AIE NO. B B126173	7	10,000,000.00	
AIE NO. B B132211	8	6,000,000.00	
AIE NO. B128467	9	13,000,000.00	
AIE NO. B126173	10	6,000,000.00	
AIE NO. B126468	11	12,000,000.00	
TOTAL		162,267,724	124,777,084

2. PROCEEDS FROM SALE OF ASSETS

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

3. OTHER RECEPTS

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

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,676,710	1,680,570
Personal allowances paid as part of salary		
House Allowance		
Transport Allowance		
Leave allowance		
Gratuity to contractual employees		
Employer Contributions Compulsory national social security schemes		93,720
Total	1,676,710	1,774,290

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	3,868,000	2,251,000
Utilities, supplies and services	140,330.	590,000
Communication, supplies and services		
Domestic travel and subsistence		171,334
Printing, advertising and information supplies & services		
Rentals of produced assets		
Training expenses		280,000
Hospitality supplies and services		
Other committee expenses		
Committee allowance	1,500,200	4,800,000
Insurance costs		
Specialized materials and services		
Office and general supplies and services	3,980,000	500,000
Other operating expenses	1,600,000	1,145,790
Routine maintenance – vehicles and other transport equipment	474,995	265,436
Routine maintenance – other assets		
Total	11,563,625	10,003,560

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	44,610,000	8,950,000
Transfers to secondary schools (see attached list)	25,900,000	20,050,000
Transfers to tertiary institutions (see attached list)		10,000,000
TOTAL	70,510,000	39,000,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	2,010,000	408,000
Bursary – tertiary institutions (see attached list)	29,469,157	31,645,000
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)		
Security projects (see attached list)	6,400,000	2,298,305
Sports projects (see attached list)	2,793,000	4,899,100
Environment projects (see attached list)	4,377,805	2,180,490
Emergency projects (see attached list)	4,293,672	7,462,811
Total	49,343,634	48,893,706

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings	8,936,720	5,988,623
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	297,500	
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	9,234,220	5,988,623

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	2,900,000	-
ICT Hub		
	2,900,000	

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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>Co-operative Bank, Account No. 01141423185500</i>	53,206,895	34,863,688
Total	53,206,895	34,863,688
10B: CASH IN HAND		
Location 1		
Location 2		
Location 3		
Other Locations (<i>specify</i>)		
Total		
<i>[Provide cash count certificates for each]</i>		

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>
<i>Name of Officer</i>	<i>dd/mm/yy</i>			
<i>Name of Officer</i>	<i>dd/mm/yy</i>			
<i>Name of Officer</i>	<i>dd/mm/yy</i>			
<i>Name of Officer</i>	<i>dd/mm/yy</i>			
<i>Name of Officer</i>	<i>dd/mm/yy</i>			
<i>Name of Officer</i>	<i>dd/mm/yy</i>			
<i>Total</i>				

[Include an annex if the list is longer than 1 page.]

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1 st July (A)	598,862	598,862
Retention held during the year (B)	893,672	
Retention paid during the Year (C)		
Closing Retention as at 30 th June D= A+B-C	1,492,534	598,862

[Provide short appropriate explanations as necessary.]

12B. GRATUITY

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

[Provide short appropriate explanations as necessary]

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	XX	XX
Cash in hand	XX	XX
Imprest	XX	XX
Total	XX	XX

[Provide short appropriate explanations as necessary]

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			3,824,618
Cash in hand			
Accounts Payables			
Receivables			
Others (<i>specify</i>)			
TOTAL			3,824,618

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

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST*

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

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16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

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

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

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

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	493,2000	
Others (<i>specify</i>)		
	493,200	

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	216,956	1,117,015
Use of goods and services	84	2,361
Amounts due to other Government entities (see attached list)	40,590,000	61,150,000
Amounts due to other grants and other transfers (see attached list)	30,740,879	24,760,151
Acquisition of assets	20,277,157	8,011,377
Others (<i>specify</i>)	4,677,027	5,177,027
Funds pending approval		
	96,502,103	100,217,931

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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 (see attached list)	7,224,821	3,093,247.54
	7,224,821	3,093,247.54

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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				
Priscillah Obuba	Office Secretary	01/01/2019	82,800	
Denis Ondima	Driver	01/01/2019	72,000	
Wesley Monyoncho	Field Officer	01/01/2019	72,000	
George Ndege	Clerk	01/01/2019	57600	
Charles Anyiega	Messenger	01/01/2019	57600	
Merceline Ongaki	clerk	01/01/2019	57600	
Charles Arogo	Night Guard	01/01/2019	46800	
Julius Ondieki	Night Guard	01/01/2019	46800	
Sub-Total			493,200	
Grand Total			493,200	

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		216,956	1,117,015	
Use of goods & services		84	2,361	
Amounts due to other Government entities				
Primary Schools Projects				
Bototo Primary School	Primary School Projects	700,000		
DarajaMbili Primary School	Primary School Projects	700,000		
Jogoo Primary School	Primary School Projects	700,000		
Kianyabinge Primary School	Primary School Projects	700,000		
Kioge Primary School	Primary School Projects	800,000		
Nyabiyongo Primary School	Primary School Projects	1,000,000		
Gesarara Primary School	Primary School Projects	700,000		
Nyakeogiro Primary School	Primary School Projects	1,000,000		
Nyanchogochi Primary School	Primary School Projects	300,000		
Nyosia Primary School	Primary School Projects	550,000		
Rera Primary School	Primary School Projects	1,050,000		
St. Joseph's Nyabururu Primary School	Primary School Projects	1,450,000		
St. Patrick's Primary School-Mosocho	Primary School Projects	1,400,000		
Nyankongo Primary School	Primary School Projects	400,000		
St. Mary's Girls Primary School	Primary School Projects	200,000		
Riangoko Primary School	Primary School Projects	700,000		
Nyabundo Primary School	Primary School Projects	100,000		
Ebate Primary School	Primary School Projects	690,000		
Kanyimbo Primary School	Primary School Projects	700,000		
Mwechobori Primary School	Primary School Projects	950,000		
Nyamorenyo Primary school	Primary School Projects	700,000		
Iranda Primary School	Primary School Projects	600,000		
Getare Primary School	Primary School Projects	200,000		
Nyagisai Primary School	Primary School Projects	700,000		
Keore Primary School	Primary School Projects	400,000		
Siara Primary School	Primary School Projects	650,000		
Sakawa Primary School	Primary School Projects	300,000		

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Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Nyamondo Primary School	Primary School Projects	700,000		
Matieko Primary School	Primary School Projects	1,000,000		
Nyamatusa Primary School	Primary School Projects	800,000		
Rwora Primary School	Primary School Projects	400,000		
Nyamagena Primary School	Primary School Projects	2,000,000		
St. Peter's Primary School Soko	Primary Schools project	700,000		
Riotero Primary School	Primary Schools project	300,000		
Nyanguru Primary School	Primary Schools project	700,000		
Total		24,940,000		
Secondary Schools				
Bogeka Secondary School	Secondary School Projects	300,000		
Getembe Secondary School	Secondary School Projects	500,000		
Kanunda Secondary School	Secondary School Projects	200,000		
Keore Secondary School	Secondary School Projects	700,000		
Nyakeogiro Secondary School	Secondary School Projects	1,200,000		
Nyatiko Secondary School	Secondary School Projects	200,000		
Ongicha Secondary School	Secondary School Projects	800,000		
St. Catherine Iranda Secondary	Secondary School Projects	1,400,000		
Nyanguru Secondary School	Secondary School Projects	2,400,000		
St. Catherine Iranda Secondary	Secondary School Projects	1,400,000		
Nyatiko Secondary School	Secondary School Projects	800,000		
St. Patrick's Secondary School	Secondary School Projects	1,900,000		
Kiogo Secondary school	Secondary School Projects	1,200,000		
Kioge Secondary School	Secondary School Projects	1,500,000		
Matieko Secondary School	Secondary School Projects	800,000		
Raganga Secondary School	Secondary School Projects	50,000		
Nyamatusa Secondary School	Secondary School Projects	300,000		
Total		15,650,000		
Sub Total due to Other Government Units		40,590,000	61,150,000	

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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	Bursary Secondary	13,908,571		
Bursary	Bursary Tertiary	1,219,703		
Emergency	Emergency Projects	2,898,535		
Sports	Sports Activities	(51,222)		
Environment	Environmental Activities	1,284,948		
Security				
Kitutu Central D.C.'s Office	Security Projects	1,000,000		
Kitutu Central Sub County Police Station	Security Projects	1,500,000		
Nyatioko Chief's Office	Security Projects	450,000		
Nyakoe Chief's Office	Security Projects	800,000		
Nyatioko Police line	Security Projects	700,000		
Raganga Chief's office	Security Projects	1,300,000		
Matioko Chief's Office	Security Projects	2,000,000		
Mosocho A.C.C, Office	Security Projects	2,230,344		
Bogeka Chief's Office	Security Projects	1,000,000		
Township Chief's Office	Security Projects	500,000		
Total due to Security Projects		11,480,344		
Sub-Total		30,740,879	24,760,151	
Acquisition of assets				
		20,277,157	8,011,377	
Others (specify)				
CIH		4,677,027	5,177,027	
Sub-Total		24,954,184	13,188,404	
Funds pending approval				
Grand Total		96,502,103	100,217,932	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2018/19	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2019/20
Land				
Buildings and structures (Work In Progress)	5,988,623.00	8,936,720		149,253,43
Transport equipment	4,300,000.00	-	-	4,300,000
Office equipment, furniture and fittings	251,400.00	297,500	-	548,900
ICT Equipment, Software and Other ICT Assets				
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	10,540,023	9,234,220	-	19,774,243

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

PMC	Bank	Account number	Bank Balance 2020-2021	Bank Balance 2019/20
Bogeka PAG Sec. Sch	Co-operative Bank	01141670098000	188,317	18,005.00
Bokeabu Primary Sch	Co-operative Bank	01117017460801	3,050	3,050.00
Botori AP Line	Co-operative Bank	01100424880600	37,150	37,150.00
Bototo DOK Pri. Sch	Co-operative Bank	01100016648000	93,621	40,860.00
Daraja Mbili Primary Sch	Co-operative Bank	01139018515800	23,270.25	1,130.25
Ebate Primary School	Co-operative Bank	01100423517500	6,076	-
Getembe Primary Sch	Co-operative Bank	01100424508300	28,837.48	-
Geturi Mixed Sec Sch	Co-operative Bank	01117016776400	1,280	1,940.00
Geturi Primary School	Co-operative Bank	01117017519901	2,959	4,140.00
Ititi DOK Primary Sch	Co-operative Bank	01120017461600	43,193.91	-
Jogoo SDA Primary School	Co-operative Bank	01100423989700	47,449.97	4,151.97
Kanunda DOK Primary Sch	Co-operative Bank	01100017461100	400,308	280.00
Kanunda Secondary Sch	Co-operative Bank	01120017970000	721,784.56	3,605.56
Keore Primary Sch	Co-operative Bank	01139017461502	139,879.50	7,062.50
Kianyabinge DOK Pri. Sch	Co-operative Bank	01117424523100	100,160	1,160.00
Kioge Girls High Sch	Co-operative Bank	01141019670500	1,003,965	3,965.00
Kioge Primary School	Co-operative Bank	01139016649202	355,343	3,420.00
Kisii Special School	Co-operative Bank	01141017800800	168,597	218,770.00
Kisii Special School	Co-operative Bank	01100424366800	13,406.84	4,086.84
Mariiba DOK Primary Sch	Co-operative Bank	01141423502500	254,653.25	287,575.25

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PMC	Bank	Account number	Bank Balance 2020-2021	Bank Balance 2019/20
Matieko Asst. Chief's Office	Co-operative Bank	01141809784100	3,316	-
Moneke Primary Sch	Co-operative Bank	01117017487502	28,758	2,600.00
Mwechobori DEB Primary Sch	Co-operative Bank	01139424606100	63,616.79	714.79
Nyabiyongo DOK Pri. Sch	Co-operative Bank	01139017329102	2,270	2,270.00
Nyabundo DEB Pri. Sch	Co-operative Bank	01117017522802	5,699	61,080.00
Nyakeogiro SDA Pri. Sch	Co-operative Bank	01117423550881	18,212	640.00
Nyakeogiro Sec Sch	Co-operative Bank	01141808796200	508,398	6,455.00
Nyamatuta DEB Primary Sch	Co-operative Bank	01100017457400	8,402	290.00
Nyambara DOK Primary Sch	Co-operative Bank	01120017460300	8,946.55	-
Nyamorenjo DEB Pri. Sch	Co-operative Bank	01139016024903	2,722.75	8,142.75
Nyanguru Sec. Sch	Co-operative Bank	01192808738700	146,225	2,584.00
Nyanguru Sec. Sch	Co-operative Bank	01117671347500	94,840	1,410.00
Nyaore DOK Primary Sch	Co-operative Bank	01100423365300	12,911	4,471.20
Nyosia Primary School	Co-operative Bank	01117017457701	414,234	1,630.00
Ongicha Primary Sch	Co-operative Bank	01120017082100	359,465.39	693,653.39
Raganga DOK Pri. Sch	Co-operative Bank	01117016831002	448,411.00	420.00
Rera DOK Primary Sch	Co-operative Bank	01139017079203	119,217.25	178,973.25
Rwora DOK Primary Sch	Co-operative Bank	01139476434700	70,885.25	9,755.25
Sakawa DEB Pri. Sch	Co-operative Bank	01100019608200	67,450	-
Siara DOK Primary Sch	Co-operative Bank	01192808762100	163,051.21	
Siara DOK Primary Sch	Co-operative Bank	01117017074301	416,549.76	516,960.00

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PMC	Bank	Account number	Bank Balance 2020-2021	Bank Balance 2019/20
St. Ambrose Nyaore Sec. Sch	Co-operative Bank	01139019582102	179,726.54	-
St. Patrick's Primary Sch	Co-operative Bank	01120296805600		16,240.54
St. Patrick's Sec. Sch	Co-operative Bank		9,919	
St. Philips Matieko Sec. SCh	Co-operative Bank	01141016896300	6,076	443,544.00
Ebate DOK Primary SCh.	Co-operative Bank	01100423517500	2,142	-
Gesarara DEB Primary Sch	Co-operative Bank	01117016261901	430,075	1,061.00
Raganga Chief' s Office	Co-operative Bank	01141809778300		500,000.00
Total			7,224,821	3,093,247.54

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	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.Funding of Devolved Government Functions	Included in other grants and transfers balance of Kshs.48,567,233 is Kshs.25,000,000 and Ksh.600,000 allocated to water and agricultural projects respectively. However following the enactment of the NG-CDF Act ,2015 on 16 th February 2016,the management continued to fund functions meant for the County Governments contrary to section 24 of the Act which states that the projects under this Act shall be respect of works,services falling within the functions of the national government under the constitution.	<i>The funded water projects and agricultural project during the financial year 2016/2017 were project balances which had been approved in the year 2015/2016 and earlier which were ongoing. The Committee is now in process of handing over completed projects which fall under the county and at same time submit</i>	Fund Manager	Resolved	

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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)
		<p><i>reports on incomplete devolve project so that the NG-CDF Board can make a decision on how the projects will be completed. the projects.</i></p>			
<p>2.0 Irregular use of Emergency</p>	<p>Included under grants and transfers balance of Ksh.48,567,233 is Kshs.4,048,540 which in turn includes non-emergency projects worth Kshs.2,500,000 disbursed to fund emergency projects. However, projects worth Kshs.2,500,000.00 did not qualify as emergencies in accordance with Section 8(3) of the Act.</p>	<p><i>It was the in the opinion of the committee that this projects were emergency projects, since leaving them at the state they were would have been more costly in the long run, some required roofing and leaving them as were the project would have been more vulnerable to heavy rains and other harmful</i></p>	<p>Fund Manager and District Accountant</p>	<p>Resolved</p>	



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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)
		<i>weather conditions. This project was implemented as emergency projects as envisaged by Section 8(3) of the NG-CDF Act.</i>			