

REPUBLIC OF KENYA



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

REPORT

OF

THE NATIONAL ASSEMBLY	
DATE: 21 JUN 2023 WED	
TABLED BY:	Hon. Kimani Ichungwaa, MP
CLERK:	Leader, majority
TABLE:	Fenlay Mwiruki

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – NORTH IMENTI CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2022**

*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

Revised Template 30th June 2022



**NORTH IMENTI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2022**

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

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Table of Contents

	Page
I. Key Constituency Information and Management	iv
II. NG-CDFC Chairman’s Report.....	viii
III. Statement Of Performance Against Predetermined Objectives for FY2021/22	x
IV. Environmental and Sustainability Reporting.....	xii
V. Statement Of Management Responsibilities	xvi
VI. Report Of the Independent Auditors On The NGCDF- N.Imenti Constituency.....	xviii
VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022.....	1
VIII. Statement Of Assets and Liabilities As At 30 th June, 2022	2
IX. Statement Of Cash Flows for The Year Ended 30th June 2022.....	3
X. Summary Statement of Appropriation for The Year Ended 30 th June 2022.....	5
X. Budget Execution By Sectors And Projects For The Year Ended 30 th June 2022.....	7
XI. Significant Accounting Policies.....	21
XII. Notes To the Financial Statements.....	27

***North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

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;

***North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

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

- i. National Government Constituencies Development Fund Board (NGCDFB)

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

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	Naftali K. Silas
2.	Sub-County Accountant	Jane Muhari
3.	Chairman NGCDFC	Jacob Kithinji
4.	Member NGCDFC	Faith Ngongo

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of North Imenti

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) North Imenti Constituency NGCDF Headquarters

P.O. Box 1209
NG-CDF Building/House/Plaza
MWENDANTU Road
Nairobi, KENYA

(f) North Imenti Constituency NGCDF Contacts

Telephone: (254) 0724988640
E-mail: northimenticonstituency@gmail.com
Website: www.northimenti.go.ke

(g) North imenti Constituency NGCDF Bankers

Cooperative Bank
Makutano branch
P.o Box 1328, 60200
Meru

(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



- The NG-CDF North Imenti has always dedicated time to ensure prudent management of resources received from the NG-CDF Board and ensure equitable distribution within the five wards of the Constituency. Since inception the committee has completed several development projects that are geared towards infrastructural development, wealth creation and fight against poverty within the constituency.
-
- During the financial year under review, North Imenti NG-CDF was able to utilise ksh 171.8M of a total of 187M received. This translates to over 90% absorption rate of the allocated resources. At the closure of the financial year the constituency had unutilised

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

funds amounting to Ksh 15.9M. A further Ksh 12M for the 2020-2021 financial year had not yet been received from the Board.

- KEY ACHIEVEMENTS

- During the Financial year 2021/2022 North Imenti NG-CDF was able to put up new facilities like classrooms, laboratories, administration blocks and dining halls in the education sector. The fund also renovated a number of classrooms and this has helped to create a conducive environment for learners and teachers. Security has also improved to a great extent by construction of new infrastructure in police posts and chiefs offices. Demand for education bursaries shot up due to the crippling effects on the economic lives of the constituents as a result of the Covid 19 pandemic. A key challenge to the continued existence of the fund is the continued litigation against the fund by civil society actors who have filed several cases in court challenging the constitutionality of the fund. The management of the fund continues to lobby the public and other key stakeholders including the members of the national assembly to review the contentious clauses and align the NG-CDF Act with the constitution.

PROJECT	AMOUNT	%
Compensation of employees	2,977,000	2%
Use of goods and services	11,350,000	7%
Transfers to Other Government Units	89,800,000	52%
Other grants and transfers	67,600,000	39%
TOTAL	171,730,000	

.....

JACOB KITHINJI
CHAIRMAN NGCDF COMMITTEE
NORTH IMENTI CONSTITUENCY

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

III. Statement Of Performance Against Predetermined Objectives for FY2021/22

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 *North Imenti Constituency 2018-2022* plan are to:

- a) To provide security to all constituents by improving police posts and chiefs camps
- b) To encourage economic activities of residents for self –sufficiency and empowerment
- c) To enhance knowledge in schools through refurbishing schools and conducting motivational talks
- d) To enhance the knowledge of the NG-CDF Staff by trainings and team building
- e) To improve on information communication and

Progress on attainment of Strategic development objectives

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure built in primary, secondary, and tertiary institutions amount of bursary funds at all levels	In FY 21/22 we increased number of classrooms, dormitories, laboratories etc - Bursary worth KES 48M was disbursed to beneficiaries at all levels.

North Imenti Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2022

Security	To provide security to all constituents by improving police posts and chiefs camp	Develop the infrastructure in the national security administration to enhance service delivery	Number of usable physical infrastructure built at sub county levels locations , sub locations and police stations	Number of Asst County Commissioners office increased from 3 to 5 Number of Chiefs offices increased by 7 Number of Ass Chiefs offices by 3 Kambakia and Ntakira police station facilities were renovated and cells constructed.
Sports and youth empowerment	To encourage economic activities of residents for self-sufficiency and empowerment	Reduced dependency and spur economic growth through sports and other related activities	Number of football clubs benefiting from the sports activities	Number of football clubs benefiting increased by 59
Capacity Building	To enhance the knowledge of the NG-CDF Staff and NG-CDFC by trainings and team building	Knowledge transfer	Develop the skills of the staff through trainings and team building exercises	5 staff and 10 NG-CDFC and 10 stakeholders attended a benchmarking trip to the coast during the year.

IV. Environmental and Sustainability Reporting

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

- a. **Education and Training:** North Imenti 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 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

The NG-CDF North Imenti supports environmental sustainability projects through advocacy and sensitization. The NG-CDFC Promotes of use of energy saving Jikos especially in educational institutions. The Jikos help conserve trees and prevent soil erosion. During sporting tournaments sponsored by the fund, the youth are sensitized on the dangers of drugs and substance abuse, HIV AIDS among other social evils. The fund also promotes rain water harvesting both as a way of conserving water and prevention of flooding and soil erosion. All these approaches are pursued through funding from the NG-CDF North Imenti kitty.

3. Employee welfare

We invest in providing the best working environment for our employees. North Imenti 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. North Imenti constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of

movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

North Imenti NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

North Imenti 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.

***North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022***

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.

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

NAFTALI K. SILAS

FUND ACCOUNT MANAGER



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- North Imenti 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, 2022. 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- North Imenti 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, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- North Imenti 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.

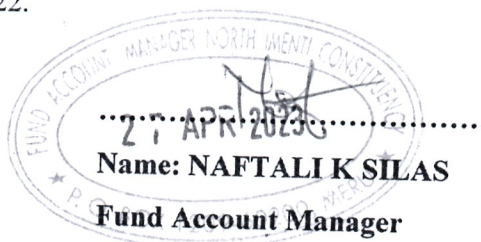
*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

The Accounting Officer in charge of the NGCDF North Imenti 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- North Imenti Constituency financial statements were approved and signed by the Accounting Officer on 24TH AUGUST 2022.

Magongo
.....
Name: JACOB KITHINJI
Chairman – NGCDF Committee


.....
Name: NAFTALI K SILAS
Fund Account Manager

REPUBLIC OF KENYA

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



Enhancing Accountability

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NORTH IMENTI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

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

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal control, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – North Imenti Constituency set out on pages 1 to 51, which comprise of the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments, statement of cash flows, summary statement of

Report of the Auditor-General on National Government Constituencies Development Fund - North Imenti Constituency for the year ended 30 June, 2022

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

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – North Imenti Constituency as at 30 June, 2022, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Failure to Acknowledge Bursary

The statement of receipts and payments reflects other grants and transfers of Kshs.67,695,027 as disclosed in Note 6 to the financial statements. Included in this amount is Kshs.48,769,850 in respect to bursary - tertiary institutions out of which only Kshs.38,654,040 was acknowledged leaving a balance of Kshs.10,115,810 or 21% unacknowledged.

In the circumstances, the regularity of the bursaries amounts of Kshs.10,115,810 could not be confirmed.

2.0 Irregular Expenditures on Transfer to Secondary Schools

The statement of receipts and payments reflects transfers to other Government units of Kshs.89,850,000 as disclosed in Note 6 to the financial statements. Included in this amount is Kshs.31,350,000 in respect to transfers to secondary schools. However, review of the expenditure revealed the following anomalies;

- i. Runogone Day Secondary School was allocated Kshs.700,000 for completion of a 400-capacity dining hall, external finishes, kitchen floor, wall plastering, painting, plumbing works, energy saving jiko installation and purchase of 50 dining hall tables and 100 benches. However, verification conducted in March, 2023 revealed that the school had not been supplied with the 50 tables and 100 benches. Further, the school PMC account had a nil balance;
- ii. Kinoru Day Secondary School was allocated Kshs.500,000 for completion of dining hall and ceiling for kitchen stores, plastering, flooring, painting, purchase of 30 dining hall tables, 60 benches and installation of water system. However, verification done in March, 2023 revealed that the ceiling for the stores had not been done and no water system had been installed.

In the circumstances, the regularity and value for money for the expenditure of Kshs.1,200,000 could not be confirmed.

3.0 Unsupported Project Management Committees (PMC) Account Balances

Note 17.4 on other important disclosures and Annex 5 to the financial statements reflects Kshs.26,131,973 in respect to PMC account balances whose cashbooks, bank statements, bank reconciliation statements and certificates of bank balances were not provided for audit. Further, the balances were not returned to the constituency account contrary to Section 12(8) of National Government Constituencies Development Fund Act, 2015 which stipulate that all unutilized funds in the Project Management Committee accounts shall be returned to the constituency account.

In the circumstances, the accuracy and completeness of the PMC account balance of Kshs.26,131,973 could not be confirmed. Further, Management was in breach of the law.

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

Key Audit Matters

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

Other Matter

1.0 Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget of Kshs.199,863,175 and actual revenue of Kshs.187,774,296 resulting to an underfunding of Kshs.12,088,879 or 6% of the budget. Similarly, the Fund spent Kshs.171,867,798 against an approved budget of Kshs.199,863,174 resulting to an under expenditure of Kshs.27,995,385 or 14% of the budget.

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

2.0 Previous Year's Audit Report

The previous year's audit report of the Auditor-General for the Fund highlighted several audit issues. However, the Fund Management has not provided evidence of how the issues were dealt with and therefore are still outstanding.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Imprest Management and Control

Review of records revealed that the Fund did not maintain an imprest register to record issuance and control of imprests. Imprests were issued to staff without confirmation of surrender of previously held, resulting to multiple imprest issuance. This is contrary to Regulation 93 (4) (b) of the Public Finance Management (National Government) Regulations, 2015, which states that before issuing temporary imprest to an officer, the Accounting Officer should ensure that the applicant has no outstanding imprests.

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

2.0 Irregularities in the Implementation of Primary Schools Projects

The statement of receipts and payments reflects transfers to other Government units of Kshs.89,850,000 as disclosed in Note 6 to the financial statements. Included in this amount is transfer to primary schools amount of Kshs.58,500,000 out of which Kshs.2,000,000 was transferred to Kambereu and Mbeu Primary Schools. However, the following anomalies were noted;

- i) Kambereu Boarding Primary School was allocated Kshs.1,100,000 for completion of boy's dormitory, plastering, fixing metal doors and painting. However, verification conducted in the month of March, 2023 revealed that the school had not completed the dormitory and plastering has not been done;
- ii) Mbeu Primary School was also allocated Kshs.900,000 for renovating five (5) classrooms, roofing, flooring, wall plastering and painting. However, verification conducted in the month of March, 2023 revealed that flooring, wall plastering and painting has not been done.

In the circumstances, value for money on the expenditure of Kshs.2,000,000 could not be confirmed.

3.0 Delayed Delivery of Water Tanks to Primary Schools

The statement of receipts and payments reflects transfers to other Government units of Kshs.89,850,000 as disclosed in Note 6 to the financial statements. This amount includes transfers to primary schools of Kshs.58,500,000 out of which Kshs.723,800 was incurred on purchase of seven (7) 10,000 litres water tanks for primary schools. However, verification conducted in the month of March, 2023, revealed that the tanks were still lying at the Fund offices and had not been collected by the respective beneficiary schools.

In the circumstances, the regularity and value for money in the expenditure of Kshs.723,800 could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance

about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

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

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


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

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

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


 CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

31 May, 2023

*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022

	Note	2021-2022	2020-2021
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	170,088,879	161,367,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	420,480	420,480
TOTAL RECEIPTS		170,509,359	161,788,204
PAYMENTS			
Compensation of employees	4	2,977,630	2,458,356
Use of goods and services	5	11,345,132	10,633,993
Transfers to Other Government Units	6	89,850,000	72,438,241
Other grants and transfers	7	67,695,027	60,587,354
Acquisition of Assets	8	-	2,274,270
Other Payments	9	-	-
TOTAL PAYMENTS		171,867,789	148,392,214
SURPLUS/DEFICIT		(1,358,430)	13,395,990


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

The Constituency financial statements were approved on 24th August 2022 and signed by:


Fund Account Manager

Name: NAFTALI K SILAS




Chairman NG-CDF
Committee

Name: JACOB KITHINJI

*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

VIII. Statement of Assets and Liabilities As At 30th June, 2022


	Note	2021-2022	2020-2021
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	15,906,507	17,264,937
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		15,906,507	17,264,937
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		15,906,507	17,264,937
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL SSETS		15,906,507	17,264,937
REPRESENTED BY			
Fund balance b/fwd 1st July 2021	13	17,264,937	3,568,947
Prior year adjustments	14		300,000
Surplus/Defict for the year		(1,358,430)	13,395,990
NET FINANCIAL POSITION		15,906,507	17,264,937

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

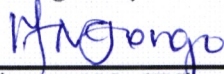
The Constituency financial statements were approved on 24th August, 2022 and signed by:


Fund Account Manager

Name: Naftali K. Silas


National Sub-County
Accountant

Name: Jane Muhari
ICPAK M/No: 15049


Chairman NG-CDF
Committee

Name: Jacob Kithinji

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Statement of Cash Flows for the Year Ended 30th June 2022

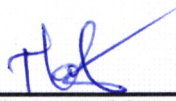

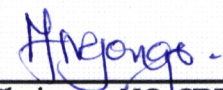
		2021-2022	2020-2021
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	170,088,879	161,367,724
Other Receipts	3	420,480	420,480
		170,509,359	161,788,204
Payments for operating activities			
Compensation of Employees	4	2,977,630	2,458,356
Use of goods and services	5	11,345,132	10,633,993
Transfers to Other Government Units	6	89,850,000	72,438,241
Other grants and transfers	7	67,695,027	60,587,354
Other Payments	9	-	-
		171,867,789	146,117,944
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	300,000
Net Adjustments		-	300,000
Net cash flow from operating activities		(1,358,430)	15,970,260
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	(2,274,270)
Net cash flows from Investing Activities		-	(2,274,270)
NET INCREASE IN CASH AND CASH EQUIVALENT		(1,358,430)	13,695,990

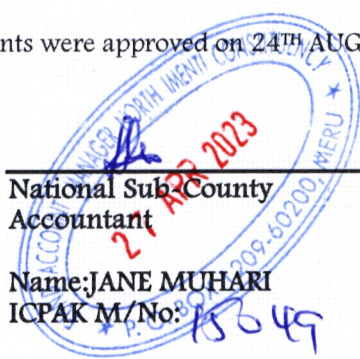
**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Cash and cash equivalent at BEGINNING of the year	10	17,264,937	3,568,947
Cash and cash equivalent at END of the year		15,906,507	17,264,937

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

The Constituency financial statements were approved on 24TH AUGUST 2022 and signed by:

		
_____ Fund Account Manager	_____ National Sub-County Accountant	_____ Chairman NGCDF Committee
Name: NAFTALI K SILAS	Name: JANE MUHARI ICPAK M/No: 15649	Name: JACOB KITHINJI



North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

IX. Summary Statement of Appropriation for the Year Ended 30th June 2022


Receipt/Expense Item	Original Budget a	Opening Balance (C/Bk) and AIA	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS			Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	17,264,937	45,088,879	199,442,695	187,353,816	12,088,879	93.9%
Proceeds from Sale of Assets					-	-	
Other Receipts		420,480		420,480	420,480	-	
TOTAL RECEIPTS	137,088,879	17,685,417	45,088,879	199,863,175	187,774,296	12,088,879	94.0%
PAYMENTS							
Compensation of Employees	2,915,000	868,372		3,783,372	2,977,630	805,742	78.7%
Use of goods and services	7,825,899	2,405,628	1,140,900	11,372,427	11,345,132	27,295	99.8%
Transfers to Other Government Units	65,350,000	0	34,550,000	99,900,000	89,850,000	10,050,000	89.9%
Other grants and transfers	60,997,980	13,570,456	8,197,979	82,766,415	67,695,027	15,071,388	81.8%
Acquisition of Assets			1,200,000	1,200,000	-	1,200,000	0.0%
Other Payments				0	-	-	
Un allocated funds		840,960		840,960		840,960	
TOTAL	137,088,879	17,685,416	45,088,879	199,863,174	171,867,789	27,995,385	86.0%

**North Imeni Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

- a) *Acquisition of assets of 1,200,000 were funds budgeted for the same but not yet received from the NG-CDF board.
- b) ** The funds ksh 420,480 was ALA received as office rent and whose authority to spend had not been granted.
- c) The last disbursement of project funds was released a few days to the closure of the financial year hence were unspent as at 30.6.22

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	27,995,385
Less undisbursed funds receivable from the Board as at 30th June 2022	12,088,879
	15,906,506
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2021/2022	15,906,506

The Constituency financial statements were approved on 24TH AUGUST 2022 and signed by:


Fund Account Manager

Name: NAFTALI K. SILAS


National Sub-County Accountant

Name: JANE MUHARI
ICPAK M/No: 1209-60200


Chairman NG-CDF Committee

Name: JACOB KITHINJI



**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

X. Budget Execution by Sectors and Projects for the Year Ended 30th June 2022

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				
	2021/2022			2021/2022	30/06/2022		
		Kshs	Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	2,915,000	1,674,114		4,589,114	3,783,372	805,742	82%
1.2 Committee allowances	2,304,869		869	2,305,738	2,300,000	5,738	100%
1.3 Use of goods and services	1,600,000	60,886	319,000	1,979,886	1,958,329	21,557	99%
Total	6,819,869	1,735,000	319,869	8,874,738	8,041,701	833,037	91%
2.0 Monitoring and evaluation							
2.1 Capacity building	1,800,000			1,800,000	1,800,000	-	100%
2.2 Committee allowances	1,221,030	318,519	2,041,512	3,581,061	3,581,061	-	100%
2.3 Use of goods and services	900,000			900,000	900,000	-	100%
Total	3,921,030	318,519	2,041,512	6,281,061	6,281,061	-	100%
3.0 Emergency							
3.1 Primary Schools							
3.2 Secondary schools							

North Inverclyde Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

3.3 Tertiary institutions													
3.4 Security projects													
3.5 Unutilised	7,192,207	2,950,937	192,206	10,335,350	9,633,400	701,950							93%
Total	7,192,207	2,950,937	192,206	10,335,350	9,633,400	701,950							93%
4.0 Bursary and Social Security													
4.1 Secondary Schools	20,200,000	11,840,000	668,000	32,708,000	32,497,631	210,369							99%
4.2 Tertiary Institutions	16,272,219		854,219	17,126,438	16,272,219	854,219							95%
4.3 Social Security	1,500,000			1,500,000		1,500,000							0%
4.4 Special Needs													
Total	37,972,219	11,840,000	1,522,219	51,384,438	48,769,850	2,564,588							95%
5.0 Sports													
5.1	1,241,777		741,777	1,983,554	1,241,777	741,777							63%
Total	1,241,777		741,777	1,983,554	1,241,777	741,777							63%
6.0 Environment													
Kiraria Primary School	103,400			103,400		103,400							0%
Kathurine Primary School	103,400			103,400		103,400							0%
Meru Muslim Day Secondary School	103,400			103,400		103,400							0%
CCM Township Primary School	103,400			103,400		103,400							0%
Good Shepherd Primary School	103,400			103,400		103,400							0%
Mwirine Primary School	103,400			103,400		103,400							0%

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Runogone Primary School	103,400				103,400			103,400	0%
Chung'ari Day Secondary School	103,400				103,400			103,400	0%
Ngiine Primary School	103,400				103,400			103,400	0%
Nthamiri Primary School	103,400				103,400			103,400	0%
Thuura Day Secondary School	103,400				103,400			103,400	0%
Ndiine Primary School	104,377				104,377			104,377	0%
Ngiine Primary School				100,000	100,000			100,000	0%
Munithu Primary School				100,000	100,000			100,000	0%
Chugu Primary School				34,000	34,000			34,000	0%
Gachanka Primary School				34,000	34,000			34,000	0%
Gachua Primary School				34,000	34,000			34,000	0%
Kithoka Primary School				100,000	100,000			100,000	0%
Bishop lawi Imathiu Primary				100,000	100,000			100,000	0%
Gichunge Primary School				34,000	34,000			34,000	0%
Mwithumwiru Primary School				100,000	100,000			100,000	0%
Kinoru Primary School				100,000	100,000			100,000	0%
Kainginyo Primary School				34,000	34,000			34,000	0%
CCM Township Primary School				100,000	100,000			100,000	0%
Nkabune Primary School				100,000	100,000			100,000	0%
Kambiti Primary School				34,000	34,000			34,000	0%
Mukongorone Primary				100,000	100,000			100,000	0%

*North Ineni Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

					100,000				
Karirwara Primary School		34,000	34,000				34,000		0%
Kathithi Primary School		27,777	27,777				27,777		0%
Rwanyange Primary School		100,000	100,000				100,000		0%
Ngonyi Primary School		100,000	100,000				100,000		0%
Kiamiriru Primary School		34,000	34,000				34,000		0%
Giaki Girls Secondary School		100,000	100,000				100,000		0%
Ruririne Day Secondary School		100,000	100,000				100,000		0%
Thuura Primary School		100,000	100,000				100,000		0%
Kithoka Primary School		34,000	34,000				34,000		0%
Kaaga Primary School		34,000	34,000				34,000		0%
Mbuta Primary School		34,000	34,000				34,000		0%
Nkabure Day Sec School		100,000	100,000				100,000		0%
Mbirikene Day Sec School		100,000	100,000				100,000		0%
Kiraria primary school		100,000	100,000				100,000		0%
Mulanthakari Girls School		34,000	34,000				34,000		0%
Gachanka Day Secondary School		100,000	100,000				100,000		0%
Munithu Day Secondary School		34,000	34,000				34,000		0%
Mwirine Primary School		34,000	34,000				34,000		0%
Mwiteria primary school		100,000	100,000				100,000		0%
Ngonyi Primary School		34,000	34,000				34,000		0%

**North Imeti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Nkabune Primary School				34,000	34,000			34,000	34,000	0%
Good shepherded Primary School				100,000	100,000			100,000	100,000	0%
Ntiumbiri Primary School				34,000	34,000			34,000	34,000	0%
Runongone Primary School				34,000	34,000			34,000	34,000	0%
Rurine Primary School				34,000	34,000			34,000	34,000	0%
Rwanyange Primary School				34,000	34,000			34,000	34,000	0%
Thuura Primary School				34,000	34,000			34,000	34,000	0%
ENVIRONMENT PROJECTS				-	-			-	-	
Total	1,241,777	-	2,741,777	3,983,554	3,983,554			3,983,554	3,983,554	0%
7.0 Primary Schools Projects										
Kinoru Primary School	800,000						800,000			100%
CCM Giforo Primary School	600,000		950,000				600,000	950,000		39%
Meru Primary School	1,600,000		800,000				600,000	1,800,000		25%
D.E.B Township Primary School	1,000,000						1,000,000			100%
CCM Good Shepherd Primary School	500,000						500,000			100%
Mwiteria Primary School	1,200,000						1,200,000			100%
Gachanka Primary School	600,000						600,000			100%
Muringombugi Primary School	500,000		200,000				500,000	200,000		71%
Mwirine Primary School	800,000						800,000			100%
Kiamiruru Primary School	900,000						900,000			100%
Giantune Primary School	700,000						700,000			100%

North Ireru Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Kaingyo Primary School	800,000			800,000	800,000	-	100%
Kathurine Primary School	800,000			800,000	800,000	-	100%
Ngonvi Primary School	1,200,000			1,200,000	1,200,000	-	100%
Gikumene Primary School	2,000,000			2,000,000	2,000,000	-	100%
Kiraria Primary School	1,000,000			1,000,000	1,000,000	-	100%
CCM Irinda Primary School	1,000,000			1,000,000	1,000,000	-	100%
Thuura Primary School	900,000			900,000	900,000	-	100%
Mukongorone Primary School.	800,000			800,000	800,000	-	100%
Nkabune Primary School	400,000			400,000	400,000	-	100%
Ntani Primary School	500,000			500,000	500,000	-	100%
Kamberu Boarding Primary School	1,100,000			1,100,000	1,100,000	-	100%
Mbeu Primary School	900,000			900,000	900,000	-	100%
Rurine Primary School	900,000			900,000	900,000	-	100%
Ciothirai Primary School.	500,000			500,000	500,000	-	100%
Karirwara Primary School	900,000			900,000	900,000	-	100%
Nthamiri Primary School.	500,000			500,000	500,000	-	100%
Kirimatune Primary School.	1,200,000			1,200,000	1,200,000	-	100%
Mbuuta Primary School.	700,000			700,000	700,000	-	0%
Gachua Primary School	1,200,000			1,200,000	1,200,000	-	100%
Rwanyange Primary School	1,450,000			1,450,000	1,450,000	-	100%
Giaki Primary School					500,000	-	100%

**North Imeti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

	500,000				500,000				
Mbirikine Primary School	600,000				600,000			600,000	100%
Kathithi Primary School	750,000				750,000			750,000	100%
Runogone Primary School	1,000,000				1,000,000			1,000,000	100%
Kithoka Primary School.	800,000				800,000			800,000	100%
Ngiine Primary School	300,000				300,000			300,000	100%
Mumithu Primary School	500,000				500,000			500,000	100%
Mulathankari Primary School	1,500,000		600,000		2,100,000		600,000	1,500,000	71%
Meru School For Mentally And Autism Children (Public School)	800,000				800,000			800,000	100%
Mwiramwanki Primary School	1,000,000				1,000,000			1,000,000	100%
Nchaure Primary School	1,000,000				1,000,000			1,000,000	100%
Kiraria Primary School	200,000				200,000			200,000	100%
Meru primary school			1,200,000		1,200,000			1,200,000	100%
CCM meru township primary sch			2,500,000		2,500,000			2,500,000	100%
DEB primary school			900,000		900,000			900,000	100%
Good shepherd primary school			2,200,000		2,200,000			2,200,000	100%
Mwiteria primary school			1,700,000		1,700,000			1,700,000	100%
CCM irinda primary school			500,000		500,000			500,000	100%
Gikumene primary school			1,200,000		1,200,000			1,200,000	100%
Mwithumwiru primary school			400,000		400,000			400,000	100%

North Incent Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Gichunge primary school			1,000,000	1,000,000	1,000,000	-	100%
Bishop Lawi primary school			500,000	500,000	500,000	-	100%
Kambiti primary school			600,000	600,000	600,000	-	100%
Munithu primary school			800,000	800,000	800,000	-	100%
Chugu primary school			1,400,000	1,400,000	1,400,000	-	100%
Kathithi primary school			600,000	600,000	600,000	-	100%
Mulathankari primary school			400,000	400,000	400,000	-	100%
Nkabune primary school			800,000	800,000	800,000	-	100%
Kirimaitune primary school			200,000	200,000	200,000	-	100%
Mukongorone primary school			800,000	800,000	800,000	-	100%
Rwanyange primary school			800,000	800,000	800,000	-	100%
Giaki primary school			800,000	800,000	800,000	-	100%
Nthamiri primary school			800,000	800,000	800,000	-	100%
Mbirikene primary school			800,000	800,000	800,000	-	100%
Ndiine primary school			800,000	800,000	800,000	-	100%
Gachua primary school			800,000	800,000	800,000	-	100%
Karirwara primary school			800,000	800,000	800,000	-	100%
Kaingiyo boarding primary			1,000,000	1,000,000	1,000,000	-	100%
Total	36,900,000		26,850,000	63,750,000	58,500,000	5,250,000	92%
8.0 Secondary Schools							
Projects							

**North Inemti Constituency
National Government Constituencies Development Fund (NGCCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

CCM Township Day Secondary School	500,000				500,000	500,000	-	100%
Meru Muslim Secondary School	3,150,000				3,150,000	3,150,000	-	100%
Mwirine Day Secondary School	800,000				800,000	800,000	-	100%
Gachanka Day Secondary School	1,300,000				1,300,000	600,000	700,000	46%
Kirige Day Secondary School	1,300,000				1,300,000	1,300,000	-	100%
Kirige Boys Secondary School	800,000				800,000	800,000	-	100%
Gikumene Girls Secondary School	800,000				800,000	800,000	-	100%
Niakira Mixed Day Secondary School.	700,000				700,000	700,000	-	100%
CCM Irinda Day Secondary School	1,000,000				1,000,000	1,000,000	1,000,000	0%
Ngonyi Boys Secondary School	1,000,000				1,000,000	1,000,000	-	100%
Mpuri Mixed Day Secondary School	1,000,000				1,000,000	1,000,000	-	100%
Kiamiriru Mixed Day Secondary School	700,000				700,000	700,000	-	100%
Rwanyange Day Secondary School	300,000				300,000	300,000	-	100%
Kiburine Mixed Day & Boarding Secondary School.	700,000				700,000	700,000	-	100%
Nthamiri Day Secondary School	800,000				800,000	800,000	-	100%
Kathirune Day Secondary School	700,000				700,000	700,000	-	100%
Mbirikene day Secondary School.	500,000				500,000	500,000	-	100%
Nkabune Day Secondary School	600,000				600,000	600,000	600,000	0%
Thuura boys Secondary School	1,200,000				1,200,000	1,200,000	1,200,000	0%
Giaki Girls' Secondary School	300,000				300,000	300,000	300,000	0%

Northern Inland Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Kaaga Girls' Secondary School	1,000,000			1,000,000	1,000,000	-	100%
Munithu Girls' Secondary School	800,000			800,000	800,000	-	100%
Munithu Mixed Day Secondary School.	1,100,000			1,100,000	1,100,000	-	100%
Chung'ari Mixed Day Secondary School.	1,400,000			1,400,000	1,400,000	-	100%
Meru High School	800,000			800,000	800,000	-	100%
Mulathankari Girls Secondary School	800,000			800,000	800,000	-	100%
Mulathankari Mixed Day Secondary School	700,000			700,000	700,000	-	100%
Mwithunwiru Mixed Day Secondary School	800,000			800,000	800,000	-	100%
Runogone Mixed Day Secondary School	200,000			200,000	200,000	-	100%
Runogone Mixed Day Secondary School	400,000			400,000	400,000	-	100%
Chugu Boys Secondary School	1,000,000			1,000,000	1,000,000	-	0%
Kinoru Day Secondary School	500,000			500,000	500,000	-	100%
Kathirume Day Secondary School	200,000			200,000	200,000	-	100%
Runogone Day Secondary School	300,000			300,000	300,000	-	100%
Kwanyange Day Secondary School	300,000			300,000	300,000	-	100%
Mwirine day secondary school			500,000	500,000	500,000	-	100%
Mwiteria day secondary school			1,000,000	1,000,000	1,000,000	-	100%
Gachanka day secondary school			1,000,000	1,000,000	1,000,000	-	100%
Kirige boys secondary school			1,000,000	1,000,000	1,000,000	-	100%

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Runogone day secondary school			800,000	800,000	800,000	-	100%
Rurine Day secondary school			800,000	800,000	800,000	-	100%
Thuura boys secondary school			1,000,000	1,000,000	1,000,000	-	100%
Giaki girls sec school			1,000,000	1,000,000	1,000,000	-	100%
Ng'onnyi boys secondary school			600,000	600,000	600,000	-	100%
Total	28,450,000		7,700,000	36,150,000	31,350,000	-	87%
9.0 Tertiary institutions Projects							
Total							
10.0 Security Projects							
Kambakia Police Station	500,000			500,000	500,000	-	100%
Igoki Location Chiefs Office	100,000			100,000	100,000	-	100%
Municipality Location Chiefs Office	500,000			500,000	500,000	-	100%
Mwirine Police Post	100,000			100,000	100,000	-	100%
Gakoromone Assistant Chiefs Office	1,100,000			1,100,000	1,100,000	-	0%
Ntumbiri Assistant County Commissioners Office	1,500,000			1,500,000	1,500,000	-	100%
Mpuri Chief's Office	1,000,000			1,000,000	1,000,000	-	100%
Kaing'inoyo Assistant Chief's Office	300,000			300,000	300,000	-	100%
Ntakira Chief's Office	200,000			200,000	200,000	-	100%
Ntakira Police Post	1,000,000			1,000,000	1,000,000	-	100%

North Inenih Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Kirugua Assistant Chiefs Office	150,000			150,000					100%
Kirugua Assistant Chiefs Office	1,000,000	200,000		1,200,000			1,200,000		0%
Nehaure Assistant. Chiefs Office	400,000			400,000		400,000	-		100%
Magundu Assistant Chiefs Office	500,000	300,000		800,000		500,000	300,000		63%
Giaki Chiefs Office	800,000			800,000		800,000	-		100%
Ruritie Assistant. Chiefs Office	200,000			200,000			200,000		0%
Mbirikene Chiefs Office	300,000			300,000		300,000	-		100%
Ciothurai Chiefs Office	200,000			200,000		200,000	-		100%
Kaaga Chiefs Office	700,000	400,000		1,100,000		400,000	700,000		36%
Gankere Chiefs Office	300,000			300,000			300,000		0%
Themba Assistant. Chiefs Office	400,000			400,000			400,000		0%
Kithoka Assistant. Chiefs Office	100,000			100,000			100,000		0%
Runogone Chiefs Office	1,300,000			1,300,000		800,000	500,000		62%
Chugu Chiefs Office	300,000			300,000			300,000		0%
Kiathandi Assistant County Commissioner's Office.	400,000			400,000			400,000		0%
Nihimbiri assistant chiefs office		300,000		300,000			300,000		0%
Kithoka chiefs office		400,000		400,000		100,000	300,000		25%
Mulathankari chiefs office		400,000		400,000			400,000		0%
Kaongo acheke assistant chiefs office		1,000,000		1,000,000			1,000,000		0%
TOTAL	13,350,000		2,100,000	16,350,000		8,850,000	12,300,000		54%

North Inneri Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Transfers to Other Government Units	65,350,000		34,550,000	99,900,000	89,850,000	10,050,000	90%
Other grants and transfers	60,997,980	13,570,456	8,197,979	82,766,415	67,695,027	15,071,388	82%
Acquisition of Assets	-		1,200,000	1,200,000	-	1,200,000	
Other payments	-	840,960		840,960	-	840,960	
UNALLOCATED FUND							
TOTAL	137,088,879	17,685,416	45,088,879	199,863,174	171,867,789	27,995,385	86%

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash 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.

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30 June 2021 for the period 1st July 2021 to 30th June 2022 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 2022.

Significant Accounting Policies continued

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.

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2021-2022	2020-2021
	Kshs	Kshs
	33,000,000.00	15,000,000.00
B105634	34,000,000.00	21,000,000.00
B105716	16,000,000.00	33,367,724.00
	-	9,000,000.00
B128662	17,000,000.00	12,000,000.00
B128974	14,000,000.00	6,900,000.00
B164397	18,000,000.00	6,000,000.00
B154171	15,000,000.00	7,000,000.00
B155530	10,888,879.00	11,600,000.00
A888533	12,200,000.00	12,000,000.00
		8,500,000.00
		6,000,000.00
		13,000,000.00
TOTAL	170,088,879	161,367,724

2. Proceeds From Sale of Assets

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from sale of office and general equipment		
Receipts from the Sale Plant Machinery and Equipment		
Others (specify)		
Total		

*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

3. Other Receipts

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received		-
Rents	420,480	420,480.00
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs		-
Other Receipts Not Classified Elsewhere	-	-
Total	420,480	420,480

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,628,400	1,632,428
Personal allowances paid as part of salary		
House Allowance	330,000	236,000
Transport Allowance	264,000	295,000
Leave allowance	48,000	-
Gratuity to contractual employees	632,710	224,440
Employer Contributions Compulsory national social security schemes	74,520	70,488
Total	2,977,630	2,458,356

5 USE OF GOODS AND SERVICES			
Description		2021-2022	2020 - 2021
			Kshs
Utilities, supplies and services			
Electricity		131,437	163,598
Water & sewerage charges		22,026	32,240
Office rent			
Communication, supplies and services		121,500	130,183
Domestic travel and subsistence			0
Printing, advertising and information supplies & services			0
Rentals of produced assets			
Training expenses		1,700,000	1,770,000
Hospitality supplies and services			0
Other committee expenses			0
Committee allowance		7,591,000	7,164,286
Insurance costs			

*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

		281,916	297,616
Specialised materials and services			
Office and general supplies and services			0
Fuel , oil & lubricants		350,000	229,862
Other operating expenses		460,400	0
Bank service commission and charges		66,190	31,060
Other Operating Expenses			-
Security operations		530,827	642,083
Routine maintenance - vehicles and other transport equipment		89,836	173,065
Routine maintenance- other assets			
TOTAL		11,345,132	10,633,993

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Notes To The Financial Statements (Continued)

6. Transfer To Other Government Units

Description	2021-2022	2020-2021
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	58,500,000	41,688,241
Transfers To Secondary Schools (See Attached List)	31,350,000	30,750,000
Transfers To Tertiary Institutions (See Attached List)		
Total	89,850,000	72,438,241

7. Other Grants and Other transfers

Description	2021-2022	2020-2021
	Kshs	Kshs
Bursary – secondary schools (see attached list)	-	36,730,000
Bursary – tertiary institutions (see attached list)	48,769,850	-
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)		
Security projects (see attached list)	8,050,000	14,060,000
Sports projects (see attached list)	1,241,777	2,000,000
Environment projects (see attached list)	-	2,747,354
Emergency projects (see attached list)	9,633,400	5,050,000
Total	67,695,027	60,587,354

8. Acquisition Of Assets

Description	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	2,274,270.00
Refurbishment of Buildings	-	

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets		
Purchase of Specialized Plant, Equipment and Machinery	0	
Acquisition of Land	-	-
Total	-	2,274,270.00

Notes To the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan		
ICT Hub		

10: Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2021-2022	2020-2021
	Kshs	Kshs
10A: Bank Accounts (Cash Book Bank Balance)	15,906,507	17,264,937
<i>Co-operative bank Makutano, Account No. A/C no.01120075194800</i>	-	-
Total	15,906,507	17,264,937
10 B: Cash on Hand		
Location 1	N/A	N/A
Location 2		
Location 3		
Other Locations (<i>Specify</i>)		
Total		
<i>[Provide Cash Count Certificates for Each]</i>		

11: Outstanding Imprests

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

<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>	N/A-	N/A-	N/A-	N/A-
<i>Name of Officer</i>				
<i>Name of Officer</i>				
<i>Name of Officer</i>				
<i>Name of Officer</i>				
<i>Name of Officer</i>				
<i>Total</i>				

Notes to the Financial Statement Continued

12A. Retention

	2021-2022	2020-2021
	<i>KShs</i>	<i>KShs</i>
Retention as at 1 st July (A)		
Retention held during the year (B)		
Retention paid during the Year (C)		
Closing Retention as at 30 th June D= A+B-C		

[Provide short appropriate explanations as necessary.]

12B. Gratuity

	2021-2022	2020-2021
	<i>KShs</i>	<i>KShs</i>
Gratuity as at 1 st July (A)	856530	
Gratuity held during the year (B)		
Gratuity paid during the Year (C)		
Closing Gratuity as at 30 th June D= A+B-C	699,360	856,530

[Provide short appropriate explanations as necessary]

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	Kshs	Kshs
Bank accounts	17,264,936	3,568,946
Cash in hand		
Imprest		
Total	17,264,936	3,568,946

14. Prior Year Adjustments

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	N/A	N/A	N/A
Cash in hand			
Accounts Payables			
Receivables			
Others (<i>specify</i>)			
Total			

**** 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 Imprests

	2021-2022	2020-2021
	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		
Changes in Account Receivables E= D-A		

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)		
Deposit and Retentions held during the year (B)		
Deposit and Retentions paid during the Year (C)		
closing account payables D= A+B-C		
Changes in Accounts Payable E= D-E		

*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	N/A	N/A
Construction of civil works		
Supply of goods		
Supply of services		
Total		

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	699,360	856,530
Total	699,360	856,530

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	805,742	2,657,425
Use of goods and services	27295	2,422,403
Amounts due to other Government entities (see attached list)	10,050,000	30,136,759
Amounts due to other grants and other transfers (see attached list)	15,071,388	25,216,748
Acquisition of assets	1,200,000	1,200,000
Funds pending approval	840,960	420,480
Total	27,995,386	62,053,815

North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	26,131,973	11,251,227
Total	26,131,973	11,251,227

North Inenhi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Annexes
Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2022	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total					

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30th June 2022	Comments
NG-CDFC Staff				
1 FRANKLIN MUNENE	Clerk of works Records mgt Officer	1/2/2018	128,960	Awaiting contract expiry
2 ZAKIA SAIDI	clerical officer	13/5/2019	263,810	
3 EVALYNE KAGWIRA	Account Assistant	18/12/2020	135,470	
4 DAISY KANANA	Driver	1/4/2021	106,950	
5 TOM GIKUNDI		1/10/2021	64,170	
TOTAL			699,360	

C

North Inerit Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees	salaries	805,742	2,657,425	Late disbursement/ not disbursed
Use of goods & services	administration	27,295	2,422,403	
Amounts due to other Government entities	CCM Gitoro Primary School	950,000		
	Meru Primary School	1,800,000		
	Muringombugi Primary School	200,000		
	Mbuuta Primary School.	700,000		
	Mulathankari Primary School	600,000		
	Kaingiyo boarding primary	1,000,000		
	Gachanka Day Secondary School	700,000		
	CCM Irinda Day Secondary School	1,000,000		
	Nkabune Day Secondary School	600,000		
	Thuura boys Secondary School	1,200,000		
	Giaki Girls' Secondary School	300,000		
	Chugu Boys Secondary School			

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

			1,000,000	
Amounts due to other grants and other transfers			10,050,000	
emergency			281,470	
4.1 Secondary Schools			210,369	
4.2 Tertiary Institutions			854,218	
4.3 Social Security			1,500,000	
sports			741,777	
Kiraria Primary School			103,400	
Kathurine Primary School			103,400	
Meru Muslim Day Secondary School			103,400	
CCM Township Primary School			103,400	
Good Shepherd Primary School			103,400	
Mwirine Primary School			103,400	
Runogone Primary School			103,400	
Chung'ari Day Secondary School			103,400	
Ngiine Primary School			103,400	
Nthamiri Primary School			103,400	

North Inceh Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

	Thuura Day Secondary School	103,400		
	Ndiine Primary School	104,377		
	Ngine Primary School	100,000		
	Munithu Primary School	100,000		
	Chugu Primary School	34,000		
	Gachanka Primary School	34,000		
	Gachua Primary School	34,000		
	Kithoka Primary School	100,000		
	Bishop lawi Imathiu Primary	100,000		
	Gichunge Primary School	34,000		
	Mwithumwitu Primary School	100,000		
	Kinoru Primary School	100,000		
	Kainginyo Primary School	34,000		
	CCM Township Primary School	100,000		
	Nkabune Primary School	100,000		
	Kambiti Primary School	34,000		
	Mukongorone Primary	100,000		
	Karirwara Primary School	34,000		

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

	Kathithi Primary School	27,777	
	Rwanyange Primary School	100,000	
	Ngonyi Primary School	100,000	
	Kiamiriru Primary School	34,000	
	Giaki Girls Secondary School	100,000	
	Ruriine Day Secondary School	100,000	
	Thuura Primary School	100,000	
	Kithoka Primary School	34,000	
	Kaaga Primary School	34,000	
	Mbuta Primary School	34,000	
	Nkabune Day Sec School	100,000	
	Mbirikene Day Sec School	100,000	
	Kiraria primary school	100,000	
	Mulanthakari Girls School	34,000	
	Gachanka Day Secondary School	100,000	
	Munithu Day Secondary School	34,000	
	Mwirine Primary School	34,000	
	Mwiteria primary school	100,000	

NCA's Inenth Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

	Nkonyi Primary School	34,000		
	Nkabune Primary School	34,000		
	Good shepherded Primary School	100,000		
	Nthimbi Primary School	34,000		
	Runogone Primary School	34,000		
	Rurine Primary School	34,000		
	Rwanyange Primary School	34,000		
	Thuura Primary School	34,000		
	Gakoromone Assistant Chiefs Office	1,100,000		
	Kirugua Assistant Chiefs Office	1,200,000		
	Magandu Assistant Chiefs Office	300,000		
	Rurine Assistant. Chiefs Office	200,000		
	Kaaga Chiefs Office	700,000		
	Gankere Chiefs Office	300,000		
	Themba Assistant. Chiefs Office	400,000		
	Kithoka Assistant. Chiefs Office	100,000		
	Runogone Chiefs Office	500,000		
	Chugu Chiefs Office	300,000		

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

	Kiathandi Assistant County Commissioner's Office.	400,000	
	Nthimbiri assistant chiefs office	300,000	
	Kithoka chiefs office	300,000	
	Mulathankari chiefs office	400,000	
	Kaongo acheke assistant chiefs office	1,000,000	
		15,071,388	
Acquisition of assets		1,200,000	
Funds pending approval		840,960	
Grand Total		27,995,386	62,053,815

North Ineneh Constituency
 National Government Constituencies Development Fund (NGCDF)
 Annual Report and Financial Statements for The Year Ended June 30, 2022

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land				
Buildings and structures	27,966,688	-	-	27,966,688
Transport equipment	7,641,000	-	-	7,641,000
Office equipment, furniture and fittings	402,078	-	-	402,078
ICT Equipment, Software and Other ICT Assets	887,140	-	-	887,140
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	36,896,906			36,896,906

*North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022*

Annex 5 –PMC Bank Balances As At 30th June 2022

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/2022	BALANCE AS AT 30/6/2021
1	Chung'ari Mixed Day Secondary School.	01139021696800	cooperative	1/7/2020	371,895.00	1,895.00
2	Ciothirai Chiefs Office	01134664132700	cooperative	1/7/2020	200,837.00	837.50
3	Giaki Chief's Office	01141997921900	cooperative	1/7/2020	-	-
4	Kaing'inyo Assistant Chiefs Office	01141997573100	cooperative	1/7/2020	300,000.00	-
5	Kambakia Police Station	01134525434900	cooperative	1/7/2020	500,697.50	697.50
6	Karirwara Primary School	01134664487400	cooperative	1/7/2020	576,457.50	482.50
7	Kathithi Primary School	01139378073401	cooperative	1/7/2020	761,690.00	1,190.00
8	Kirige Boys Secondary School	01134021616500	cooperative	1/7/2020	806,878.00	6,868.50
9	Kirimaitune Primary School.	01134664227300	cooperative	1/7/2020	506,067.00	27,067.50
10	Kithoka Assistant. Chiefs Office	01141997796400	cooperative	1/7/2020	105,058.00	99,475.00
11	Magundu Assistant Chief's Office	01134664468500	cooperative	1/7/2020	501,531.00	1,531.00
12	Mbeu Primary School	01134664223200	cooperative	1/7/2020	861,063.50	4,563.50
13	Meru Primary School	01139378590100	cooperative	1/7/2020	600,000.00	24,870.00

North Eastern Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

14	Mpuri Chiefs Office	01134418382500	cooperative	1/7/2020	1,000,430.00	430.00
15	Mukongorone Primary School.	01134022223000	cooperative	1/7/2020	1,505.18	5.18
16	Munithu Mixed Day Secondary School.	01134664219100	cooperative	1/7/2020	1,101,420.83	201,920.00
17	Nchaure Primary School	01134664019400	cooperative	1/7/2020	524,418.50	720,258.50
18	Ngwine Primary School	01139525478100	cooperative	1/7/2020	4,275.50	800,275.00
19	Ntakira Chiefs Office	01134418415500	cooperative	1/7/2020	-	-
20	Ntakira AP Post	01134664854300	cooperative	1/7/2020	1,000,176.00	176.00
21	Nthinbiri Assistant County Commissioners Office	01141665735000	cooperative	1/7/2020	1,900,325.00	400,325.00
22	Runogone Day Secondary School	01139075194402	cooperative	1/7/2020	1,073,945.00	173,945.00
23	Rwanyange Day Secondary School	01134020690600	cooperative	1/7/2020	300,902.50	1,182.50
24	Rwanyange Primary School	01139022094402	cooperative	1/7/2020	1,082,070.00	2,050.00
25	CCM Irinda primary	01134664118300	cooperative	1/7/2020	1,652,857.50	1,152,502.50
26	DEB Township primary school	01139418287500	cooperative	1/7/2020	152,155.00	601,655.00
27	Mwieria primary school	01134418970300	cooperative	1/7/2020	4,517.50	804,542.50
28	Gachua primary	01134664309800	cooperative	1/7/2020	507,402.50	10,852.00

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

29	Ng'onyi primary	01139022224801	cooperative	1/7/2020	305,680.00	401,640.00
30	Gikumene primary	01139022221601	cooperative	1/7/2020	1,062,389.00	801,389.00
31	Kambereu boarding primary school	01134022227200	cooperative	1/7/2020	5,565.00	5,290.00
32	Mulathankari primary school	01139997903300	cooperative	1/7/2020	427,270.00	-
33	Kiraria primary school	01134664319200	cooperative	1/7/2020	630,455.00	1,260,575.00
34	Gachanka day sec school	01128020028400	cooperative	1/7/2020	942,739.65	67,326.65
35	Mpuri mixed day secondary school	01139020951101	cooperative	1/7/2020	444.50	1,816,834.50
36	kirugua assistant chiefs office	01134664007000	cooperative	1/7/2020	120,242.00	1,082.50
37	Runogone chiefs office	01141525439700	cooperative	1/7/2020	802,054.50	501,054.50
38	Kaaga girls	01139378494300	cooperative	1/7/2020	1,837,476.00	37,356.00
39	CCM irinda day sec school	01139418304400			18,509.50	818,509.50
40	Meru school for mentally and autism children	01139525772500	cooperative	1/7/2020	430,572.00	100,572.50
41	MERU MUSLIM DAY SECONDARY SCHOOL	0140292964980	EQUITY	2/1/2009	3,150,000.00	400,000.00
	TOTAL				26,131,972.66	11,251,227.33

Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)
1.0-1.5	Unsupported expenditure in bursaries,sports	Supporting documents provided	resolved	N/A
6.1	Kaaga shool for the hearing impaired incomplete project	Project has since been completed and is in use	Issue resolved	N/A
6.2	Kinoru primary school-project management committee bank statement not provided. Project not complete	The project has since been completed and bank statement and other returns for the project provided	Issue resolved	N/A
Other matters	Abandoned projects,Mbirikene sec school dining hall	Insufficient funding. The project has since been completed and in use	Issue resolved	N/A
	Incomplete project, Nthimbiri sec school dormitory	Project funded further and is ongoing	Not resolved	2022/2023 financial year funding to completion by 30.6.23
	Abandoned project : dining hall project	More funds allocated to complete the project	Not resolved	30.6.23

**North Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)



.....
NAFTALI K. SILAS
Fund Account Manager.

