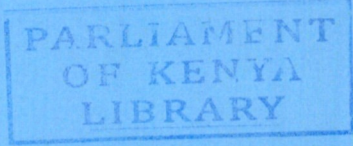
 THE NATIONAL ASSEMBLY PARLIAMENT OF KENYA		REPORT OF
DATE: 08 FEB 2022	DAY: Tue	THE AUDITOR-GENERAL
TABLED BY: LDM		
CLERK-AT THE TABLE: B. M. M.		



ON
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – IKOLOMANI CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2020



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND IKOLOMANI CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2020

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
IKOLOMANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007 and repealed through the CDF Act, 2013.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

Mandate

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

- a) Recognize the constituency as a platform for identification, performance, and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic under 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 under 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 under Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic under Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework under 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 under Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level under the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2020 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	Tom Oriwa Ageng'a
2.	Sub-County Accountant	Samuel W. Muyoma
3.	Chairman NGCDFC	David Muliru Lisamula

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF IKOLOMANI Constituency Headquarters

P.O. Box 2773-50100
Ikolomani NGCDFC Office-Malinya
Off Sigalagala-Bukura Road, Behind Malinya Market
Kakamega, KENYANGCDF IKOLOMANI Constituency Contacts

Telephone: (254) 716830440
E-mail: cdfikolomani@ngcdf.go.ke
Website: ikolomaniconstituency.co.ke

(f) NGCDF IKOLOMANI Constituency Bankers

Cooperative Bank of Kenya
Kakamega Branch
P.O. Box 595-50100
Kakamega, Kenya

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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(g) Independent Auditors

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

(h) Principal Legal Adviser

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
IKOLOMANI CONSTITUENCY
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II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

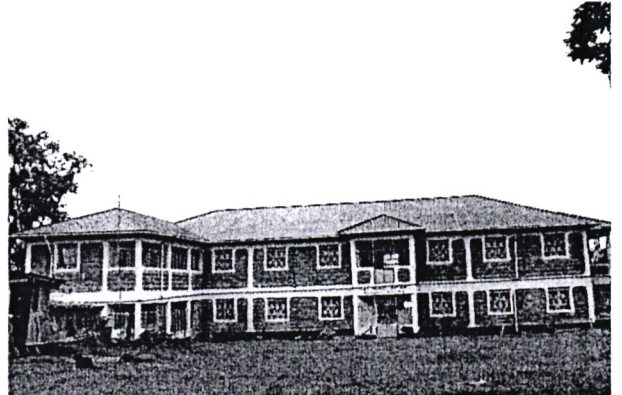
On behalf of the Ikolomani National Government Constituency Development Fund Committee (NGCDFC), it's my great pleasure to present the unaudited annual reports and financial statements for Ikolomani NGCDF for the financial year ended 30th June 2020. During the last financial year 2019/20, we had an approved budget of KShs 137,367,724. Also, there were adjustments in the receipts during the period under review which include; the opening balances and receipts from the NGCDF Board for previous financial years totalling to KShs 10,545,344 that totals to KShs 147,913,068 as expected receipts for the financial year under review.

Further, a total of KShs 76,845,344 was received from the NGCDF Board, which represents approximately 52% of the total sums we had expected to receive, being the amounts of the total budget together with the balance from the previous financial year. In the same vein, the Ikolomani NGCDFC disbursed to various entities on average 50% of the sums expected. Just to highlight a few areas; transfers to other government entities were done at 56% while other grants and transfers were at 25%. These low figures were due to non-disbursements of funds from the NGCDF Board.

Despite the low rate of funds disbursement by the NGCDF Board, we were able to commission six new projects that are at different stages. They include; Malinya Primary School, Burendwa Primary School, Shikumu Primary School, Shianjetso Primary School, Kimingini Primary School, And Makhokho Primary School whereby we are constructing a storey tuition block consisting of eight classrooms in each of the respective schools. Also, good progress has been made in some of the ongoing projects like Naliava Primary School, Lirhembe Primary School, Lusiola Primary School, Madivini Primary School, Shikokho Secondary School, Mutaho Girls Secondary School, Imulama Primary School, Shimanyiro Primary School, and Shikhombelo Primary School. We are intending to complete the aforementioned schools in the subsequent financial year. Some pictorial illustrations are below;



Eregi Mixed Primary School-Construction of 8No. Storey Classrooms



Imbale Girls Secondary School-Modern Girls Dormitory

The Committee also conducted a successful benchmarking tour whereby we visited Langata Constituency, Chagamwe Constituency, and Kilifi North Constituency. We were able to learn a lot from the visits and we intend to implement the best practices that we identified. In the same breath, the committee sponsored and also participated in the annual Kakamega Forest Marathon that aimed to advocate for the preservation and conservation of the Kakamega forest.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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Looking forward, the committee aims to finalize the development of a strategic plan which covers the financial years running from 2018/19 to 2022/23. This will serve as a strategic guide to us and our stakeholders in running our activities and operations. The Strategic Plan has been aligned to key national and county development goals, namely; The Big 4 Agenda, The Kenya Vision 2030, The Third Medium Term Plan (MTP III), and the County Integrated Development Plan. Besides, we are also aligning the strategic plan to key international blueprints such as the UN's Agenda 2030 on Sustainable Development and AU's Agenda 2063. This will ensure that Ikolomani NGCDF has the desired impact on supporting economic development and alleviating poverty at the grassroots and boost the sustainability of our development initiatives.

In preparation for the successful implementation of this new Strategic Plan, we have embarked on building the capacity of our key stakeholders. In this quest, the committee intends to continue training the NGCDF staff, NGCDFC members, and PMCs members to strengthen their capacities for effective implementation of our projects.

This Annual Financial Report is divided into three sections; an informational section, statement of NGCDF management responsibilities, and the financial statements section comprising of; Statement of Receipts and Payments; Statement of Assets, Statement of Cash flow; Statement of appropriation; Budget Execution by programs and subprograms; significant accounting policies; and notes to the financial statement together with their respective annexes.

As I conclude, I would like to extend my gratitude to the Kakamega South Sub County Accountant Mr. Samuel Muyoma for his unwavering support in maintaining proper accounting records which indeed has formed the basis of preparing this annual report and financial statements. Also, my deepest gratitude goes to the Fund Account Manager with his staff who have worked tirelessly to ensure that this report is completed well and in time. I wish to thank them for their commitment and dedication. Special mention also goes to the NGCDFC Members for the commitment and dedication throughout the year. I am indeed fortunate to be supported by a team of individuals with extensive knowledge and experience.

Thank you for your interest, and in reviewing the Ikolomani NGCDF 2019/20 Annual report and Financial Statements.

Sign:
David Muliru Lisamula
NG-CDFC Chairman

Date: 11/05/2021

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity under the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives. The key development objectives of NGCDF-Ikolomani Constituency's 2018-2022 Strategic Plan are to:

- a. Improve the standard of living for a majority of the families of the poor and vulnerable
- b. Facilitate access to crucial services to priority sectors and groups
- c. Mobilize investment in productive activities, value chains, and linkages in agriculture and mining
- d. Leverage opportunities by creating synergies with other sectors and partners for the socio-economic transformational agenda of Ikolomani
- e. Strengthen ICT, Culture, Arts, and Sports based enterprises driven by youth and women

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school-going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	40 New classrooms were constructed to completion.
Security	Improve security and maintain law and order in the community.	Constructed Police Stations office	The number of offices constructed.	Constructed one new police station, renovated One D.Os Office.
Environment	Improve hygiene standards in schools.	Construction of Modern toilets in schools	The number of toilets built-in primary and secondary.	The constituency constructed 2 pit latrines in 2 Primary schools.
Sports	Promote peacebuilding activities and enhance community cohesion.	Sports activities for the youth and other vulnerable groups.	The number of Sports Tournaments organized.	Organized 1 tournament where youths were awarded trophies.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
IKOLOMANI CONSTITUENCY
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IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

NGCDF-Ikolomani Constituency exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on the 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

The NGCDF-Ikolomani largely aligns its development blueprint to Kenya's development goals such as the Vision 2030, The Big Four Agenda, and Kakamega County's 2018-2022 County Integrated Development Plan to support integrated development in the country. These Blueprints are also aligned to the UN's Agenda 2030 on Sustainable Development and AU's Agenda 2063 that among other targets aim to increase access to education, eradicate extreme poverty and hunger; are aligned to the targets of Ikolomani-NGCDF to improve the livelihoods of its constituents.

2. Environmental performance

The main goal of our environmental conservation initiatives is to use children as agents of change both in schools and in their homes. We believe that sensitizing children early on can cultivate the culture of tree planting and environmental conservation in them, this will be for the benefit of schools and the society at large when they expand this to their homes. The strengths of this project are the availability of labour and land in schools for tree planting. We have seen increased tree cover in our schools which aligns with the country's target of achieving a 10% tree coverage mission spearheaded by the Ministry of Environment and Forestry. The main hurdles include insecurity in some schools that are not fenced and follow up to ensure that children practice tree planting in their homes apart from the schools that are facilitated by the NGCDF-Ikolomani.

Impact Area	Intervention
Forestry coverage	Creation of a woodlot in schools by the provision of Tree seedlings for planting.
Capacity building	Educating pupils in primary schools on the importance of tree planting and environmental conservation. We use the PMC of youth groups majorly comprising of graduates from the constituency to educate pupils in primary schools and engage them in annual tree planting sessions.
Conservation	Leveraging on the knowledge base of the area Forestry office. They advise on tree species to plant and spacing to ensure that species that may endanger natural resources such as rivers are not planted in schools near such water bodies. This knowledge is extended to pupils and their teachers.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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3. Employee welfare

This section covers the rules and regulations used in talent acquisition, employment, promotion, among other issues concerning employee relations and human resource management.

Employment levels of IKOLOMANI-NGCDF

Category	Terms of engagement	Benefits/remuneration
Contract employees	Three-year renewable contracts	Monthly salaries/NHIF and NSSF contributions
Casual laborers	Daily/weekly engagement on a need basis	Daily Wages

Recruitment and talent acquisition procedure

NGCDF-Ikolomani gives an equal opportunity of employment for its constituents capturing as much diversity as possible.

In the event of a vacancy, the Fund Account Manager declares it through the NG-CDFC who authorizes public calls for applications and advertisement of the vacancy.

The call for applications for the advertised job includes key components namely:

- i. Job title
- ii. Job description including duties and responsibilities of the ideal candidate for the job
- iii. Job requirements including minimum academic, skills, and professional requirements
- iv. Category of engagement mainly contract
- v. Instructions on application procedure including deadline

The Fund Account Manager proceeds to appoint a subcommittee to interview and vet potential candidates for the advertised job. This subcommittee also sets the criteria for the evaluation of applications and how to rank the applicants to get the most qualified candidate.

Interviews

They are done by the subcommittee. The interviews are done with an equal opportunity for all lenses without any form of discrimination.

Appointment

The most qualified candidate is given an appointment letter by the Fund Manager stipulating the offer and asking the candidate to respond to it (accept or reject) within a certain stipulated time. If the candidate accepts the offer, a contract signed by the Fund Manager and the NGCDF Ikolomani is issued stating when the candidate starts to work, reporting time and officer he/she reports to among others.

Orientation

The new employee is familiarized with the goals, vision, mission, core values, and the operations of the office including duty station where applicable.

Promotions

Promotions are made based on competency and merit. The criterion to promote staff is informed by their deliveries through work performance after appraisal.

Health and workplace safety

These are guidelines that aim to ensure the safety of employees at the workplace which is a key ingredient for their production and performance.

Members of staff are encouraged to consider their safety when at the workplace to avoid injuries, vandalism, and improper waste disposal.

The offices have ample working space with and well-maintained furniture that enhances the safety of employees. Fire extinguishers are readily available at the nearest points of access. Our premises have emergency assembly grounds for all staff and visitors.

Casual laborers are given protective gear such as gumboots and gloves to enhance their safety while working.

All staff including their spouses and children are eligible for healthcare services through the NHIF scheme through monthly statutory deductions.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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Sexual harassment

All staff must treat each other with decorum and respect. In this line, all forms of sexual harassment, intimidation, and bullying explicit or implicit is not tolerated. Disciplinary action, as may be decided by the NGCDFC will be taken against staff for any form of sexual harassment explicit or implicit.

Gender policy

We strive to provide an equal opportunity for both men and women of Ikolomani to ensure a gender balance. This is also manifested in our awards for tenders with opportunities set aside for youth, women, and people living with disabilities.

4. Community engagement

Public participation directly engages the concerned stakeholders in decision- making and gives full consideration to public input in making that decision. Public engagement is a vital part of many projects and the benefits of it are well documented, such as better outcomes for all stakeholders, community ownership, and lower project costs. When the public is involved in a project, they feel motivated to work together, recognize the benefits of their involvement and have ownership of the projects and the decision-making process, which is key to a successful project outcome and their sustainability. Effective public engagement is about recognizing that involving the public in a project is no longer about information dissemination and telling the people what is being done but is a two-way information sharing tool. The more views gathered in the process of making a decision, the more likely the final product will meet the most needs and address the most concerns possible.

5. COVID-19 Mitigation interventions

Taking into consideration the current Corona Virus epidemic, in line with the Governments directive on reducing the chances of being infected or spreading COVID-19, the office resolved in aiding by taking the following precautionary measures.

1. The office purchased 100 pieces of 50 litres hand wash tanks and basins that were distributed to the Government offices within the constituency.
2. Printing and displaying of banners disseminating information regarding Corona Virus protection in strategic places within the constituency

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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V. STATEMENT OF ENTITY 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 by the Public Sector Accounting Standards Board of Kenya from time to time.

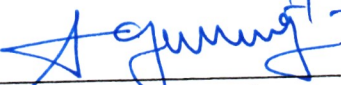
The Accounting Officer in charge of the NGCDF-Ikolomani Constituency is responsible for the preparation and presentation of NGCDF-Ikolomani financial statements, which give a true and fair view of the state of affairs of NGCDF-Ikolomani for and as at the end of the financial year ended on June 30, 2020. 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 NGCDF-Ikolomani; (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 NGCDF-Ikolomani; (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-Ikolomani Constituency accepts responsibility for NGCDF-Ikolomani financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies under International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NGCDF-Ikolomani financial statements give a true and fair view of the state of NGCDF-Ikolomani transactions during the financial year ended June 30, 2020, and of NGCDF-Ikolomani financial position as at that date. The Accounting Officer in charge of the NGCDF-Ikolomani Constituency further confirms the completeness of the accounting records maintained for the NGCDF-Ikolomani, which have been relied upon in the preparation of the NGCDF-Ikolomani financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF-IKOLOMANI Constituency confirms that the NGCDF-Ikolomani has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable) and that the NGCDF-Ikolomani 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 NGCDF-Ikolomani 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

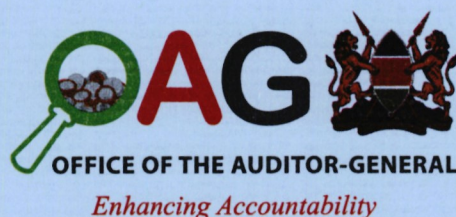
The NGCDF-IKOLOMANI Constituency financial statements were approved and signed by the Accounting Officer on 11/05/2021 2020.


Tom Oriwa Ageng'a
Fund Account Manager


Samuel W. Muyoma
Sub-County Accountant
ICPAK Member Number: 20560

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - IKOLOMANI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Ikolomani Constituency set out on pages 1 to 28, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined 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 effects 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 - Ikolomani Constituency as at 30 June, 2020 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. Cash and Cash Equivalents

The statement of assets and liabilities reflects a cash and cash equivalents balance of Kshs.2,480,835 as at 30 June, 2020. However, the June 2020 bank reconciliation statement reflected unpresented cheques amounting to Kshs.1,275,250 of which cheques of Kshs.14,000 were stale as at 30 June, 2020.

In the circumstances, it was not possible to ascertain the accuracy of the reported cash and cash equivalents balance as at 30 June, 2020.

2. Unutilized Funds

The summary statement of appropriation - recurrent and development combined reflects budget adjustments of Kshs.10,545,344 as also indicated under the comparative balance

for unutilized funds under Note 17.3 to the financial statements. However, the balance of Kshs.10,545,344 differed with the balance of Kshs.10,340,344 reflected in the prior year's audited financial statements by an unreconciled variance of Kshs.205,000.

In the circumstances, the accuracy of the unutilized funds balance could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual receipts on comparable basis of Kshs.147,913,068 and Kshs.76,845,344 respectively, resulting into an under-funding of Kshs.71,067,724 or 48% of the budget. Similarly, the Fund expended Kshs.74,364,509 against an approved budget of Kshs.147,913,068 resulting into an under-expenditure of Kshs.73,548,559 or 50% of the budget.

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

2. Unresolved Prior Year Audit Matters

As disclosed under the progress on follow up of auditor recommendations section of the financial statements, prior year audit issues remained unresolved as at 30 June, 2020. Management has not provided satisfactory reasons for the delay in resolving the issues.

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. Delayed Completion of Projects

According to the projects implementation status report provided for audit, the Fund had disbursed a total of Kshs.701,103,236 to finance four hundred and twelve 412 projects between financial years 2013/2014 to 2019/2020. However, as at 30 June, 2020, the Fund had only completed sixteen (16) Projects with a combined allocation of Kshs.36,263,081 representing 5% of the total projects. Further, none of the forty (40) projects with a combined allocation of Kshs.86,600,000 initiated in the financial year 2019/2020 had been completed.

In addition, the project for construction of storey classrooms and an administration block at Mutaho Girls Secondary School on which an amount of Kshs.15,000,000 had been spent since financial year 2014/2015 had not been completed. Similarly, the project for the construction of a library holding eighty (80) students, two (2) classrooms and four (4) offices at Lirhembe Friends Secondary School at a cumulative cost of Kshs.12,000,000 has been outstanding since the financial year 2013/2014.

Also, twenty-four (24) projects with a combined allocation of Kshs.42,400,000 had been ongoing for more than three (3) years contrary to Regulation 11(1)(j) of the National Government Constituencies Development Fund Regulations, 2016 which requires projects to be completed within three (3) years. The details of the projects are provided at **Appendix I**.

Delayed completion of projects denied the residents of Ikolomani Constituency the benefits that would have accrued from the projects and could lead to cost escalations.

2. Poor Workmanship and Other Anomalies in Implementation of Projects

Audit inspection undertaken on 25 March, 2021 to the projects under primary schools revealed poor workmanship and other anomalies as shown at **Appendix II**.

In the circumstances, it could not be confirmed whether value for money had been obtained from the expenditure.

3. Irregular Procurement of Strategic Plan

The statement of receipts and payments reflects other payments of Kshs.2,843,334 which as disclosed at Note 9 to the financial statements, related to the development of the Fund's Strategic Plan. However, records and documents on the procurement proceedings and award of the contract were not provided for audit verification.

In the circumstances, the regularity of the process and value for money from the expenditure could not be confirmed.

4. Irregular Allocation of Bursary

Regulation 21(5) of National Government Constituencies Development Fund Regulations, 2016 provides that a Constituency Committee shall allocate not less than twenty-five percent (25%) of the funds allocated to the constituency for bursaries. However, as disclosed under Note 7 to the financial statements, the Fund spent a total of

Kshs.3,515,000 on bursaries representing 5.2% of the amount received from the National Government Constituencies Development Fund Board.

The Fund Management was therefore, in breach of the Law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing National Government Constituencies Development Fund – Ikolomani Constituency's ability to continue 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 to cease operations.

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the Fund 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 review is planned and performed to express a conclusion with limited assurance as to 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 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. The nature, timing and extent of the compliance work is limited compared to that designed to express an opinion with reasonable assurance on the financial statements.

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the 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 control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern 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 sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

03 December, 2021

Appendix I – Delayed Completion of Projects

Project Name	Financial Year of Project Commencement	Disbursements (Kshs.)	Current Status
Ivole Primary School	2014/2015	500,000	Ongoing
Lirhembe Friends Girls High School	2014/2015	1,500,000	Ongoing
Lusiola Primary School	2014/2015	500,000	Ongoing
Madivini Primary School	2014/2015	1,000,000	Ongoing
St. Boneventure Shimanyiro Secondary School	2014/2015	1,500,000	Ongoing
Matundu Primary School	2015/2016	2,400,000	Ongoing
Naliava Primary School	2015/2016	1,600,000	Ongoing
Lirhembe Primary School	2015/2016	3,000,000	Ongoing
Shikhombelo Primary School	2015/2016	2,400,000	Ongoing
Shimanyiro Primary School	2015/2016	1,600,000	Ongoing
Lusiola Primary School	2015/2016	2,400,000	Ongoing
Shikokho Secondary School	2015/2016	2,400,000	Ongoing
St. Joseph Shichinji Secondary School	2015/2016	1,600,000	Ongoing
Matundu Primary School	2016/2017	3,000,000	Ongoing
Ivole Primary School	2016/2017	1,000,000	Ongoing
Lirhembe Primary School	2016/2017	2,000,000	Ongoing
Naliava Primary School	2016/2017	3,400,000	Ongoing
Imulama Primary School	2016/2017	1,000,000	Ongoing
Shikhombelo Primary School	2016/2017	1,600,000	Ongoing
Shimanyiro Primary School	2016/2017	2,400,000	Ongoing
Imalaba Primary School	2016/2017	1,000,000	Ongoing
Lusiola Primary School	2016/2017	1,000,000	Ongoing
Madivini Primary School	2016/2017	1,000,000	Ongoing
Shikokho Secondary School	2016/2017	2,600,000	Ongoing
Total		42,400,000	

Appendix II - Poor Workmanship and Other Anomalies in Implementation of Projects

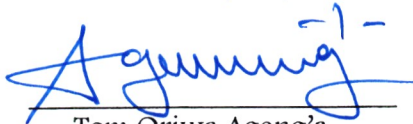
Project	Disbursement Details (2019/2020) (Kshs.)	Project Details	Anomalies Observed
Imulama Primary School	3,000,000	Casting the Suspended Slab, fixing doors & windows, of 8 No. classrooms, (Pending works to be funded in FY 2020/21 include, 1st Floor Walling, Roofing, fixing ceiling, flooring, fixing window panes, wiring & painting).	At the first floor lintel level, suspended slab was done without supporting pillars.
Musoli Mixed Primary School	2,850,000	Renovations by re-roofing, re-fixing doors & windows, plastering, and painting of a 9No. Classroom to completion.	Renovations incomplete. Terrazo floor incomplete.
St. Claires' Musoli Girls Primary School	1,700,000	Renovations by re-fixing doors & windows, plastering, and painting of Nine (9) classrooms to completion.	Only iron sheets replaced and re-painting done.
Shikumu Primary School	4,000,000	Construction of 8 Classrooms tuition block at an estimated total cost of Kshs.14,000,000. Phase one (1) consisting of four (4) classrooms up to the suspended Slab Level.	Project at first floor pillars level. Suspended slab done without supporting pillars. Pillar sub-structures at first floor made using a mixture of D8 & D16 steel rods.
Total	11,550,000		

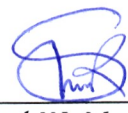
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2019 - 2020 KShs	2018 - 2019 KShs
RECEIPTS			
Transfers from NGCDF board-AIEs' Received	1	68,200,000	123,832,185
Proceeds from Sale of Asset	2	-	-
Other Receipts	3	-	5,000
TOTAL RECEIPTS		68,200,000	123,837,185
PAYMENTS			
Compensation of employees	4	2,505,467	2,741,625
Use of goods and services	5	8,496,820	9,963,483
Transfers to Other Government Units	6	48,750,000	72,600,715
Other grants and transfers	7	11,768,888	38,238,832
Acquisition of Assets	8	-	1,652,100
Other Payments	9	2,843,334	4,869,027
TOTAL PAYMENTS		74,364,509	130,065,782
SURPLUS/DEFICIT		(6,164,509)	(6,228,597)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-IKOLMANI Constituency financial statements were approved on 11/05/2021 2020 and signed by:


Tom Oriwa Ageng'a
Fund Account Manager

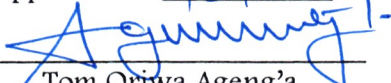

Samuel W. Muyoma
Sub-County Accountant
ICPAK Member Number: 20560


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2019-2020 KShs	2018-2019 KShs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	2,480,835	8,645,344
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		2,480,835	8,645,344
Current Receivables			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		2,480,835	8,645,344
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12	-	-
TOTAL FINANCIAL LIABILITIES		-	-
NET FINANCIAL ASSETS		2,480,835	8,645,344
REPRESENTED BY			
Fund balance b/fwd.	13	8,645,344	14,873,941
Surplus/Deficit for the year		(6,164,509)	(6,228,597)
Prior year adjustments	14	-	-
NET FINANCIAL POSITION		2,480,835	8,645,344

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-IKOLOMANI Constituency financial statements were approved on 11/05/2021 ~~2020~~ and signed by:


Tom Oriwa Ageng'a
Fund Account Manager

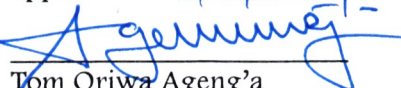

Samuel W. Muyoma
Sub-County Accountant
ICPAK Member Number: 20560

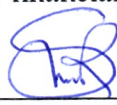
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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IX. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2019 – 2020	2018 - 2019
		KShs	KShs
Receipts			
Transfers from NGCDF Board	1	68,200,000	123,832,185
Other Receipts	3	-	5,000
Total receipts		68,200,000	123,837,185
Payments			
Compensation of Employees	4	2,505,467	2,741,625
Use of goods and services	5	8,496,820	9,963,483
Transfers to Other Government Units	6	48,750,000	72,600,715
Other grants and transfers	7	11,768,888	38,238,832
Other Payments	9	2,843,334	4,869,027
Total payments		74,364,509	128,413,682
Net Income from Operations		(6,164,509)	(4,576,497)
Net cash flow from operating activities		(6,164,509)	(4,576,497)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	1,652,100
Net cash flows from Investing Activities		-	(1,652,100)
NET INCREASE IN CASH AND CASH EQUIVALENT		(6,164,509)	(6,228,597)
Cash and cash equivalent at BEGINNING of the year	13	8,645,344	14,873,941
Cash and cash equivalent at END of the year		2,480,835	8,645,344

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-IKOLOMANI Constituency financial statements were approved on 11/05/2021 ~~2020~~ and signed by:


Tom Oriwa Ageng'a
Fund Account Manager


Samuel W. Muyoma
Sub-County Accountant
ICPAK Member Number: 20560

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IKOLOMANI CONSTITUENCY

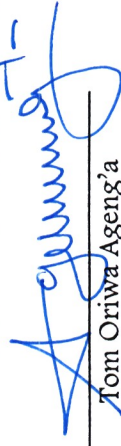
Reports and Financial Statements
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X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED


Receipt/Expense Item	Original Budget KShs	Adjustments KShs	Final Budget KShs	Actual on Comparable Basis KShs	Budget Utilisation Difference KShs	% of Utilisation KShs
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from NGCDF Board	137,367,724	10,545,344	147,913,068	76,845,344	71,067,724	52%
Proceeds from Sale of Assets	-	-	-	-	-	
Other Receipts	-	-	-	-	-	
TOTALS	137,367,724	10,545,344	147,913,068	76,845,344	71,067,724	52%
PAYMENTS						
Compensation of Employees	2,333,925	298,375	2,632,300	2,505,467	126,833	95%
Use of goods and services	8,519,483	177,659	8,697,142	8,496,820	200,322	98%
Transfers to Other Government Units	83,400,000	3,300,000	86,700,000	48,750,000	37,950,000	56%
Other grants and transfers	43,114,316	3,764,310	46,878,626	11,768,888	35,109,738	25%
Acquisition of Assets	-	-	-	-	-	-
Other Payments	-	3,000,000	3,000,000	2,843,334	156,666	95%
Unallocated A.I. A	-	5,000	5,000	-	5,000	
TOTALS	137,367,724	10,545,344	147,913,068	74,364,509	73,548,559	50%

i. Underutilisation in Transfers to Other government entities and Other grants and transfers was as a result of incomplete disbursement of budgeted funds at the end of the financial year.

The NGCDF-IKOLOMANI Constituency financial statements were approved on 11/05/2021 and signed by:



Tom Oriwa Ageng'a
Fund Account Manager


Samuel W. Muyoma
Sub-County Accountant
ICPAK Member Number: 20560

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IKOLOMANI CONSTITUENCY
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XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2019/2020	KShs	2019/2020	30-06-2020	KShs
1.0 Administration and Recurrent					
1.1 Employee Salaries	2,126,805	298,375	2,425,180	2,298,347	126,833
1.2 NHIF	51,600	-	51,600	51,600	-
1.3 NSSF	155,520	-	155,520	155,520	-
1.4 Goods and services	2,519,483	177,659	2,697,142	2,496,820	200,322
1.5 Committee Expenses	2,500,000	-	2,500,000	2,500,000	-
2.0 Monitoring and evaluation					
2.1 NGCDFC/PMC/STAFF/Capacity Building	1,000,000	-	1,000,000	1,000,000	-
2.2 Goods and services	1,200,000	-	1,200,000	1,200,000	-
2.3 Committee Expenses	1,300,000	-	1,300,000	1,300,000	-
3.0 Emergency					
3.1 Primary Schools	755,000	-	755,000	755,000	-
3.2 Security projects	300,000	-	300,000	300,000	-
3.3 Covid 19 Response	153,058	1,643,142	1,796,200	1,796,200	-
3.4 Unallocated	6,656,258	-	6,656,258	-	6,656,258
4.0 Bursary and Social Security					
4.1 Special Schools	1,000,000	-	1,000,000	10,000	990,000
4.2 Secondary Schools	21,797,312	-	21,797,312	2,800,000	18,997,312

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IKOLOMANI CONSTITUENCY

**Reports and Financial Statements
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Programme/Sub-programme	Original Budget		Adjustments	Final Budget		Actual on comparable basis		Budget utilization difference
	2019/2020	KShs		2019/2020	KShs	30-06-2020	KShs	
4.3 Tertiary Institutions	5,000,000		521,168	5,521,168	705,000	4,816,168		
4.4 Social Security			700,000	700,000	-	700,000		
4.5 Purchase of Geometrical Sets	1,202,688		-	1,202,688	1,202,688	-		
5.0 Sports								
5.1 Constituency Football Tournament	2,250,000		-	2,250,000	-	2,250,000		
6.0 Environment								
6.1 Tree Seedlings Planting	400,000		-	400,000	-	400,000		
6.2 Kakamega Forest Marathon	100,000		100,000	200,000	100,000	100,000		
6.3 Environment Education Day	-		200,000	200,000	-	200,000		
7.0 Primary Schools Projects								
7.1 Burendwa Primary School	3,000,000		-	3,000,000	3,000,000	-		
7.2 Busilwa Primary School	350,000		-	350,000	350,000	-		
7.3 I buka Primary School	1,000,000		-	1,000,000	1,000,000	-		
7.4 Iguhu Primary School	1,300,000		-	1,300,000	1,300,000	-		
7.5 Imalaba Primary School	3,000,000		-	3,000,000	2,000,000	1,000,000		
7.6 Imulama Primary School	3,000,000		-	3,000,000	3,000,000	-		
7.7 Imulembo Primary School	150,000		-	150,000	150,000	-		
7.8 Ivole Primary School	2,000,000		-	2,000,000	2,000,000	-		
7.9 Kimingini Primary School	4,000,000		-	4,000,000	1,000,000	3,000,000		
7.10 Lirhembe Primary School	2,500,000		-	2,500,000	1,500,000	1,000,000		
7.11 Lusiola Primary School	3,000,000		-	3,000,000	1,500,000	1,500,000		

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IKOLOMANI CONSTITUENCY

**Reports and Financial Statements
For the year ended June 30, 2020**

Programme/Sub-programme	Original Budget 2019/2020 KShs	Adjustments KShs	Final Budget 2019/2020 KShs	Actual on comparable basis 30-06-2020 KShs	Budget utilization difference KShs
7.12 Madivini Primary School	3,000,000	-	3,000,000	1,950,000	1,050,000
7.13 Makhokho Primary School	4,000,000	-	4,000,000	1,000,000	3,000,000
7.14 Malinya Primary School	2,000,000	-	2,000,000	1,000,000	1,000,000
7.15 Matundu Primary School	2,500,000	-	2,500,000	2,500,000	-
7.16 Mukoyani Primary School	1,000,000	-	1,000,000	1,000,000	-
7.17 Musasa Primary School	450,000	-	450,000	450,000	-
7.18 Musoli Mixed Primary School	2,850,000	-	2,850,000	2,850,000	-
7.19 Naliava Primary School	3,000,000	-	3,000,000	1,500,000	1,500,000
7.20 Sabane Secondary School	2,000,000	-	2,000,000	-	2,000,000
7.21 Shianjetso Primary School	4,000,000	-	4,000,000	2,000,000	2,000,000
7.22 Shijiko Primary School	1,000,000	-	1,000,000	-	1,000,000
7.23 Shikhombelo Primary School	3,000,000	-	3,000,000	1,000,000	2,000,000
7.24 Shikokho Primary School	1,100,000	-	1,100,000	1,100,000	-
7.25 Shikumu Primary School	4,000,000	-	4,000,000	4,000,000	-
7.26 Shimanyiro Primary School	3,500,000	-	3,500,000	2,000,000	1,500,000
7.27 Shiseno Primary School	1,000,000	-	1,000,000	-	1,000,000
7.28 St. Claire's Musoli Girls	1,300,000	400,000	1,700,000	1,700,000	-
7.29 Shitoli Primary School	-	400,000	400,000	400,000	-
8.0 Secondary Schools Projects					
8.1 Lirhembe Friends High Sch	4,000,000	-	4,000,000	3,000,000	1,000,000
8.2 Lusui Secondary School	800,000	-	800,000	-	800,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – IKOLOMANI CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2020

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30-06-2020	Budget utilization difference
	KShs	KShs	KShs	KShs	KShs
8.3 Makhokho Secondary Sch	2,000,000	-	2,000,000	1,000,000	1,000,000
8.4 Mutaho Girls Secondary School	3,000,000	-	3,000,000	1,500,000	1,500,000
8.5 Shichinji Secondary School	3,000,000	-	3,000,000	-	3,000,000
8.6 Shikokho Secondary School	3,700,000	-	3,700,000	2,000,000	1,700,000
8.7 Shikokho Secondary School 2	900,000	-	900,000	-	900,000
8.8 Shimanyiro Secondary School	2,000,000	-	2,000,000	-	2,000,000
8.9 Shivagala Secondary School	1,000,000	-	1,000,000	-	1,000,000
8.10 Lirhembe Girls Secondary School	-	1,500,000	1,500,000	-	1,500,000
8.11 Shiveye Secondary School	-	1,000,000	1,000,000	-	1,000,000
9.0 Security Projects					
9.1 Iguhu Police Station	1,000,000	-	1,000,000	1,000,000	-
9.2 Isulu Police Station	2,500,000	-	2,500,000	2,500,000	-
9.3 Ikolomani North D.Os Office	-	600,000	600,000	600,000	-
10.0 Others					
10.1 Strategic Plan	-	3,000,000	3,000,000	2,843,334	156,666
10.2 A.I.A-Unallocated	-	5,000	5,000	-	5,000
GRAND TOTAL	197,367,724	10,545,344	147,913,068	74,364,509	73,548,559

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XII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Ikolomani Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

The NGCDF-Ikolomani recognizes all receipts from the various sources when the event occurs and the related cash has been received by the NGCDF-Ikolomani.

Transfers from the Exchequer

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

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SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

During the year ended 30th June 2020, there were no instances of non-compliance with terms and conditions which have resulted in the cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

The NGCDF-Ikolomani recognizes all payments when the event occurs and the related cash has been paid out by the NGCDF-Ikolomani.

Compensation of Employees

Salaries and wages, allowances, the 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 the acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from the 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 payment.

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

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SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

In-kind contributions are donations that are made to the NGCDF-Ikolomani 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 NGCDF-Ikolomani includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

9. Pending Bills

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

10. Unutilized Fund

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

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SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, are for the same period as the financial statements. The original budget was approved by Parliament in June 2019 for the period 1st July 2019 to 30th June 2020. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no subsequent events after the financial year-end with a significant impact on the financial statements for the year ended 30th June 2020.

14. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by i. restating the comparative amounts for the 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 the NGCDF-Ikolomani did not have errors requiring correction.

15. Related Party Transactions

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

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XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2019-2020	2018-2019
		KShs	KShs
NGCDF Board			
A.I.E NO: B047425	1	4,000,000	
A.I.E NO: B041462	2	20,000,000	
A.I.E NO: B047898	3	7,000,000.00	
A.I.E NO: B104145	4	200,000	
A.I.E NO: B049275	5	14,000,000	
A.I.E NO: B104297	6	15,000,000	
A.I.E NO: B096561	7	8,000,000	
AIE NO: B005033	8		11,379,310
AIE NO: B005227	9		500,000
AIE NO: B005224	10		812,000
AIE NO: B030245	11		10,000,000
AIE NO: B030323	12		1,800,000
AIE NO: B030404	13		15,000,000
AIE NO: B006345	14		6,000,000
AIE NO: B699106	15		11,000,000
AIE NO: B042683	16		2,000,000
AIE NO: B042746	17		12,000,000
AIE NO: B047544	18		53,340,875
TOTAL		68,200,000	123,832,185

2. PROCEEDS FROM SALE OF ASSETS

	2019-2020	2018-2019
	KShs	KShs
Receipts from the sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Total	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2019-2020	2018-2019
	KShs	KShs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	5,000
Other Receipts Not Classified Elsewhere	-	-
Total	-	5,000

4. COMPENSATION OF EMPLOYEES

	2019-2020	2018-2019
	KShs	KShs
Basic wages of contractual employees	1,378,192	1,475,568
Basic wages of casual Labour	100,000	97,500
Personal allowances paid as part of a salary		
House allowance	216,000	252,000
Transport allowance	240,000	276,000
Leave allowance	44,000	44,000
Other personnel payments	63,000	48,000
Employer contribution to NSSF	68,040	75,610
Gratuity	396,235	472,947
Total	2,505,467	2,741,625

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2019-2020	2018-2019
	KShs	KShs
Utilities, supplies and services	83,451	37,224
Communication, supplies and services	136,002	94,523
Domestic travel and subsistence	1,525,300	488,100
Printing, advertising and information supplies & services	45,515	43,450
Rentals of produced assets	581,000	1,415,000
Training expenses	-	400,000
Hospitality supplies and services	1,495,850	1,512,278
Other committee expenses	1,622,000	4,696,000
Committee allowance	728,000	176,000
Insurance costs	12,000	-
Specialized materials and services	88,200	-
Office and general supplies and services	1,251,960	641,230
Fuel, oil & lubricants	261,029	123,642
Bank Service Commission and Charges	43,840	27,900
Routine maintenance – vehicles and other transport equipment	380,053	271,036
Routine maintenance – other assets	242,620	37,100
Total	8,496,820	9,963,483

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019-2020 KShs	2018-2019 KShs
Transfers to National Government entities		
Transfers to primary schools (see attached list)	41,250,000	45,692,620
Transfers to secondary schools (see attached list)	7,500,000	24,908,095
Transfers to tertiary institutions (see attached list)	-	2,000,000
Transfers to health institutions (see attached list)	-	-
TOTAL	48,750,000	72,600,715

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2019-2020 KShs	2018-2019 KShs
Bursary -Secondary	2,800,000	21,102,500
Bursary -Tertiary	705,000	9,347,405
Bursary-Special schools	10,000	741,000
Geometrical Sets	1,202,688	787,927
Security	4,100,000	-
Sports	-F	1,000,000
Environment	100,000	200,000
Emergency Projects (specify)	2,851,200	5,060,000
Total	11,768,888	38,238,832

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non-Financial Assets

	2019-2020 KShs	2018-2019 KShs
Refurbishment of Buildings	-	1,232,760
Purchase of Office furniture and fittings	-	237,340
Purchase of computers, printers, and other IT equipment's	-	182,000
Total	-	1,652,100

9. OTHER PAYMENTS

	2019-2020 KShs	2018-2019 KShs
Constituency Strategic Plan	2,843,334	-
Constituency Innovation Hubs	-	4,677,027
Constituency Website Development	-	192,000
	2,843,334	4,869,027

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2019-2020 KShs	2018-2019 KShs
<i>Cooperative Bank, Kakamega Branch A/C no.01120023550000</i>	2,480,835	8,645,344
Total	2,480,835	8,645,344

10B: CASH IN HAND

	2019-2020 KShs	2018-2019 KShs
Location 1	-	-
Total	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>KShs</i>	<i>KShs</i>	<i>KShs</i>
<i>Name of Officer or Institution</i>	-	-	-	-
<i>Total</i>				-

12A. RETENTION

	2019-2020	2018-2019
	KShs	KShs
Supplier 1	-	-
Total	-	-

12B. GRATUITY DEPOSITS

	2019-2020	2018-2019
	KShs	KShs
Name 1	-	-
Total	-	-

13. BALANCES BROUGHT FORWARD

	2019-2020	2018-2019
	KShs	KShs
Bank accounts	8,645,344	14,873,941
Cash in hand	-	-
Imprest	-	-
Total	8,645,344	14,873,941

14. PRIOR YEAR ADJUSTMENTS

	2019-2020	2018-2019
	KShs	KShs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15 CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

	2019 - 2020 KShs	2018 - 2019 KShs
Outstanding Imprest as at 1 st July 2019 (A)	-	-
Imprest issued during the year (B)	4,277,660	6,758,165
Imprest surrendered during the Year (C)	4,277,660	6,758,165
Net changes in account receivables D= A+B-C	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

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

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2019-2020 KShs	2018-2019 KShs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2019-2020 KShs	2018-2019 KShs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>specify</i>)	-	-
	-	-

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17.3: UNUTILIZED FUND (See Annex 3)

	2019-2020 KShs	2018-2019 KShs
Compensation of employees	126,833	298,375
Use of goods and services	356,988	98,419
Amounts due to other Government entities (see attached list)	7,950,000	2,500,000
Amounts due to other grants and other transfers (see attached list)	35,109,738	7,643,550
Acquisition of assets	-	-
Others (Unallocated AIA)	5,000	5,000
	73,548,559	10,545,344

17.4: PMC account balances (See Annex 5)

	2019-2020 KShs	2018-2019 KShs
PMC account Balances (see attached list)	13,860,972.85	5,619,312
	13,860,972	5,619,312

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ANNEX 1 – UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance 2019/20 KShs	Outstanding Balance 2018/19 KShs	Comments
Compensation of employees	Payment of staff salaries and other emoluments	126,833	298,375	Unutilized balance
Use of goods & services	For incurring office running costs and monitoring and evaluation	356,988	98,419	Unutilized balance
Sub-Total		483,821	396,794	
Amounts due to other Government entities				
Lirhembe Girls Secondary School	Additional funds for the purchase of school bus	1,500,000	1,500,000	Funds not yet disbursed
Shiveye Secondary School	Additional funds for the purchase of school bus	1,000,000	1,000,000	Funds are still Held at Constituency
Imalaba Primary School	Casting the Suspended Slab, fixing doors & windows, of 8 No. classrooms,	1,000,000	-	Funds not yet disbursed
Kimingini Primary School	Construction of 8 Classrooms tuition block	3,000,000	-	Funds not yet disbursed
Lirhembe Primary School	Roofing, fixing doors & windows, Plastering, of eight (8) Classrooms.	1,000,000	-	Funds not yet disbursed
Lusiola Primary School	Roofing, fixing doors & windows, Plastering, of eight (8) Classrooms.	1,500,000	-	Funds not yet disbursed
Madivini Primary School	Casting the Suspended Slab, fixing doors & windows, of 8 No. classrooms,	1,050,000	-	Funds not yet disbursed
Makhokho Primary School	Construction of 8 Classrooms tuition block	3,000,000	-	Funds not yet disbursed
Malinya Primary School	Construction of 8 Classrooms tuition block	1,000,000	-	Funds not yet disbursed
Naliava Primary School	Roofing, fixing doors & windows, Plastering, of eight (8) Classrooms.	1,500,000	-	Funds not yet disbursed
Sabane Secondary School	Construction of an administration block	2,000,000	-	Funds not yet disbursed

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Name	Brief Transaction Description	Outstanding Balance 2019/20 KShs	Outstanding Balance 2018/19 KShs	Comments
Shianjetso Primary School	Construction of 8 Classrooms tuition block	2,000,000	-	Funds not yet disbursed
Shijiko Primary School	Renovations by re-roofing re-fixing doors & windows, plastering, and painting of a 3No. Classroom to completion	1,000,000	-	Funds not yet disbursed
Shikhombelo Primary School	Casting the Suspended Slab, 1st-floor walling, casting 1st-floor lintel, of 8 No. classrooms	2,000,000	-	Funds not yet disbursed
Shimanyiro Primary School	Roofing, fixing doors & windows, Plastering, of eight (8) Classrooms.	1,500,000	-	Funds not yet disbursed
Shiseno Primary School	Renovations by re-roofing, re-fixing doors & windows, plastering, and painting of a 5No. Classroom to completion	1,000,000	-	Funds not yet disbursed
Lirhembe Friends High Sch	The casting of the Suspended Slab, 1 st Floor walling, of a library,	1,000,000	-	Funds not yet disbursed
Lusui Secondary School	Completion of a twin laboratory holding 50 students each - Plastering and painting	800,000	-	Funds not yet disbursed
Makhokho Secondary Sch	Roofing, Plastering, fixing of doors and windows of a dormitory holding 200 students	1,000,000	-	Funds not yet disbursed
Mutaho Girls Secondary School	Roofing, fixing doors & windows, Plastering, of eight (8) Classrooms	1,500,000	-	Funds not yet disbursed
Shichinji Secondary School	Plastering, flooring, fixing doors & windows of a Dining Hall	3,000,000	-	Funds not yet disbursed
Shikokho Secondary School	Roofing, Plastering, fixing doors & windows of an administration block	1,700,000	-	Funds not yet disbursed
Shikokho Secondary School 2	Construction of a New 1No. Classroom to completion	900,000	-	Funds not yet disbursed

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Name	Brief Transaction Description	Outstanding Balance 2019/20 KShs	Outstanding Balance 2018/19 KShs	Comments
Shimanyiro Secondary School	The casting of the Suspended Slab of a Twin Laboratory	2,000,000	-	Funds not yet disbursed
Shivagala Secondary School	Roofing, fixing doors & windows a dining hall	1,000,000	-	Funds not yet disbursed
Sub-Total		37,950,000	2,500,000	
Amounts due to other grants and other transfers				
Bursary	Payment of fees to needy students	25,503,480	1,221,168	Funds not yet disbursed
Emergency	To cater for any unforeseen occurrences in the constituency during the financial year	6,656,258	3,043,142	Funds not yet disbursed
Environment	Provision of 8,000 Tree seedlings to various institution and Facilitation of education day	700,000	300,000	Funds not yet disbursed
Sports	Carry out Constituency Sports tournament and the winning teams to be awarded trophies, balls, and games kits	2,250,000	-	Funds not yet disbursed
Sub-Total		35,109,738	4,564,310	
Others (specify)				
Constituency Strategic Plan	Development of Ikolomani NGCDF Strategic Plan	-	3,000,000	Spent in 2019/20
Rehabilitation of NGCDF Office	Rehabilitation of NGCDF Office	-	79,240	Spent in 2019/20
Unallocated A.I.A	Unallocated AIA earned-FY-2018/19	5,000	5000	Unallocated A.I.A
Sub-Total		5,000	3,084,240	
Grand Total		73,548,559	10,545,344	

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ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (KShs) 2018/19	Additions during the year (KShs)	Disposals during the year (KShs)	Historical Cost (KShs) 2019/20
Land	300,000	-	-	300,000
Buildings and structures	5,000,000	-	-	5,000,000
Transport equipment	5,306,500	-	-	5,306,500
Office equipment, furniture and fittings	2,577,618	-	-	2,577,618
ICT Equipment, Software and Other ICT Assets	1,759,900	-	-	1,759,900
Other Machinery and Equipment	440,380	-	-	440,380
Total	15,384,398	-	-	15,384,398

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ANNEX 3 –PMC BANK BALANCES AS AT 30TH JUNE 2020

PMC	Bank	Account number	Bank Balance 2019/20 KShs	Bank Balance 2018/19 KShs
Bugute Primary school	Coop Bank	01139166636902	15,287.00	11,987.00
Busilwa Primary School	Coop Bank	01139166147700	2,982.00	8,622.00
Eregi police station	Coop Bank	01141632676200	9,580.00	4,380.00
Ibuka Primary School	Coop Bank	01139165864300	1,970.00	505,178.00
Ibwali primary School	Coop Bank	01139632685700	1,080.00	1,080.00
Iguhu Primary School	Coop Bank	01139166940801	1,180.00	12,180.00
Ikolomani Sports Org.	Coop Bank	01134631234000	177,003.00	26,419.00
Imalaba Primary School	Coop Bank	01139165651800	2,069,244.00	69,244.00
Imbale Secondary School	Coop Bank	01139545707600	118,577.00	118,577.00
Imulama Primary School	Coop Bank	01141167794600	1,643.00	17,003.00
Irechelo Primary School	Coop Bank	01139165784802	4,977.00	9,447.00
Ishianji Primary School	Coop Bank	01139166149102	36,253.00	36,253.00
Ishieywe Primary School	Coop Bank	01141165613800	308,225.00	8,225.00
Isulu Police Station	Coop Bank	01141632693100	50,235.00	-
Ivole Primary School	Coop Bank	01139166940200	12,024.00	2,274.00
Ivonda Secondary School	Coop Bank	01139631903101	18,335.00	9,560.00
Kasavayi Primary School	Coop Bank	01141166149200	9,262.00	507,782.00
Lirhembe Friends School	Coop Bank	01139167913801	11,174.00	42,910.00
Lirhembe Girls Sec School	Coop Bank	01139165613201	6,149.00	6,149.00
Lusiola Primary School	Coop Bank	01139165613201	3,508.00	6,149.00
Lusiola Primary School	Coop Bank	01139166445500	-	4,708.00
Lusui Secondary School	Coop Bank	01139167319600	39,650.00	10,250.00
Lusui Police Station	Coop Bank	01141804286000	775.00	775.00
Lusui Primary School	Coop Bank	01139165623301	4,327.00	4,327.00
Lwanaswa Primary School	Coop Bank	01139165613000	12,112.00	12,112.00
Makhokho Secondary Sch	Coop Bank	01139167794701	18,960.00	8,960.00
Milimani Primary School	Coop Bank	01139166636802	2,884.00	2,884.00
Mumbetsa Primary School	Coop Bank	01141098419100	130,351.00	130,351.00
Musasa Primary School	Coop Bank	01139167305100	9,411.00	1,730.00
Mutaho Secondary School	Coop Bank	01139631900300	493,719.00	27,052.00
Naliava Primary School	Coop Bank	01139166941600	135,966.00	59,635.00
Sabane Secondary School	Coop Bank	01139632679201	3,472.00	272.00
Shiamusinjili Secondary Sch	Coop Bank	01139166940600	-	10,440.00
Shiavihiga Primary School	Coop Bank	01139167482700	15,730.00	15,730.00
Shichinji Secondary School	Coop Bank	01139166956700	46,687.00	47,287.00
Shiduha Secondary School	Coop Bank	01139166940000	2,266.00	2,266.00

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PMC	Bank	Account number	Bank Balance 2019/20 KShs	Bank Balance 2018/19 KShs
Shihalia Primary School	Coop Bank	01139166941400	127,728.00	407,727.00
Shijiko Primary School	Coop Bank	01139166941500	6,797.00	21,797.00
Shikokho Primary Sch	Coop Bank	00113916696300	4,258.00	5,359.00
Shikokho Secondary School	Coop Bank	01139632420100	13,581.00	4,281.00
Shimanyiro Secondary Sch	Coop Bank	01139631904100	67,645.00	458,245.00
Shinyikha Primary School	Coop Bank	01139165614301	1,267.00	1,067.00
Shiseno Primary School	Coop Bank	01139165864200	26,267.00	26,267.00
Shitoli Primary School	Coop Bank	01139165613900	77,068.00	-
Shiveye Primary School	Coop Bank	01139167810301	9,622.00	449,572.00
Shiveye Secondary School	Coop Bank	01141632536800	701,855.00	301,855.00
St. Claire's Musoli Girls	Coop Bank	01139166104400	36,036.00	73,396.00
KMTC Ikolomani Campus	Equity Bank	0500278876248	1,007,491.00	1,042,611.00
Musoli Mixed Primary Sch	Equity Bank	0500278940019	159,760.00	9,880.00
Burendwa Primary School	KCB	1271024333	8,975.00	-
Iguhu Police Station	KCB	1275681565	949,250.00	-
Ikolomani North D.Os Office	KCB	6600006774	71,006.00	-
Iluya Primary School	KCB	1106949811	1,191.00	1,192.00
Imulembo Primary School	KCB	1109452772	498,262.00	16,100.00
Imusali Secondary School	KCB	1106964160	6,989.00	36,489.00
Kimingini Primary School	KCB	1271025574	927,950.00	-
Lirhembe Primary School	KCB	1172709238	52,524.00	34,710.00
Madivini Primary School	KCB	1106960017	105,575.00	227,501.00
Makhokho Primary School	KCB	1271025299	938,975.00	-
Malinya Primary School	KCB	1111627223	1,259.00	1,386.00
Malinya Primary School 2	KCB	1271025434	930,000.00	-
Matundu Primary School	KCB	1101835796	69,090.00	459,690.00
Mukoyani Primary School	KCB	1273405080	938,975.00	-
Munyanza Primary School	KCB	101836555	52,516.00	241,886.00
Shianjetso Primary School	KCB	1271025108	2,000,000.00	-
Shikhombelo Primary School	KCB	1112052747	27,105.00	27,831.00
Shikumu Primary School	KCB	1271024845	200,175.00	-
Shimanyiro Primary School	KCB	1183075197	40,986.00	18,135.00
Shivagala Secondary School	KCB	1133467946	15,370.00	15,496.00
St. Angela Eregi Girls High School	KCB	1272134830	10,427.00	-
TOTAL			13,860,973.00	5,624,671.00

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ANNEX 4- PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor for the audit carried out for the financial year ending 30 June 2018 and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2017-2018-1-01-0210-09					
1.0	Budgetary Performance -Non-utilization of funds is an indication that services and approved programs were not delivered, and therefore the budget did not meet the intended objectives of improving the delivery of goods and services to the residents of Ikolomani Constituency	Underfunding of projects was as a result of underfunding by the NGCDF Board	NGCDF Board	Partially resolved	One year
2.0	Delay in Implementation and Completion of Projects -Delay in implementation and completion of planned projects has the effect of denying the people of Ikolomani Constituency the benefits of these projects	The management has prioritized for the past three financial years 2017/18; 2018/19 and 2019/20 all ongoing projects whereby no new projects were initiated.	Ikolomani NGCDF Committee	Partially resolved	Under Three years
4.0	Other Grants and Other Transfers 4.1 Environmental Projects Included in other grants and transfers figure of KShs 13,700,000 is the amount of the environmental project of KShs 200,000 paid to Ikolomani Youth Group for supply and delivery of tree seedlings to various schools within the constituency. However, there was no approval from the line department of	The acknowledgment receipts have been availed are available for perusal at the office	Tom Ageng'a-Fund Account Manager	Partially resolved	One year

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2017-2018-1-01-0210-09	<p>forestry sanctioning the tree planting activity. Also, there was no acknowledgment from the beneficiary institutions/schools acknowledging receipt of the seedlings. Consequently, the propriety of KShs 200,000 spent on environmental projects could not be confirmed</p>				
4.2 Construction of Lusui Police Post The other grants and transfers amount of KShs 13,700,000 also include emergency projects amount of KShs 400,000 paid to a construction company for the installation of unit huts, pit latrine, and fencing of a plot for Lusui Police Post. The project was indicated to be an emergency and it was to take one month for it to be completed. A site visit of the project in January 2019 revealed that although the project was complete, it had not been put to use and the fence had been vandalized. Consequently, the propriety of KShs 400,000 incurred on the project could not be confirmed and the resident of Ikolomani Constituency did not get value for money spent on the project.	We are still engaging with the relevant government officials for them to post officers.	Tom Ageng'a-Fund Account Manager	Partially resolved	One year	