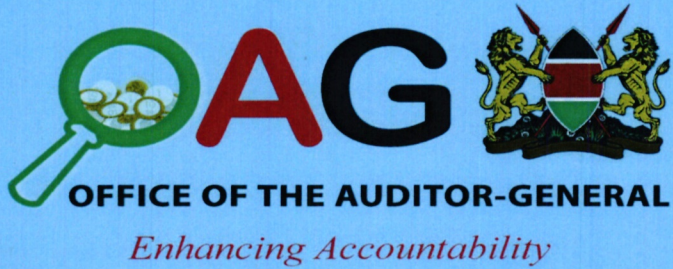


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REPORT

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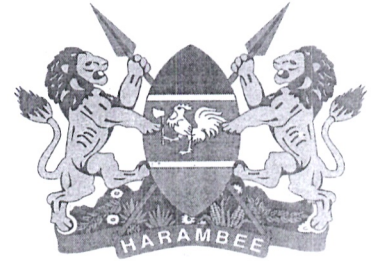
THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2019**



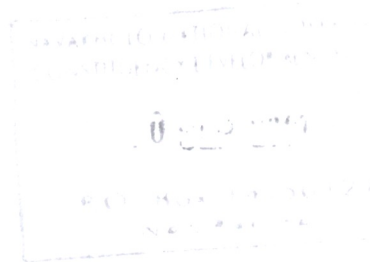


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND -NAVAKHOLO
CONSTITUENCY

AMENDED REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019

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





NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

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)

NAVAKHOLO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

Core Values

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

(b) Key Management

The NGCDF NAVAKHOLO 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 2019 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	Thomas Ontwela
2.	Sub-County Accountant	Juliet Lubanga
3.	Chairman NGCDFC	Kennedy Barasa Ngao
4.	Member NGCDFC	Mary Imbwaka Macheso

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF NAVAKHOLO Constituency Headquarters

NGCDF Office Building
P.O. Box 14-50127
Nambacha

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

(f) NGCDF NAVAKHOLO Constituency Contacts

Telephone: 0722 325 799
E-mail: cdfnavakholo@go.ke

(g) NGCDF NAVAKHOLO Constituency Bankers

1. Co-operative Bank of Kenya
P.O. Box 595-50100
Kakamega

(h) Independent Auditors

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

(i) Principal Legal Adviser

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

The NG – CDFC of Navakholo wish to express gratitude to the National Government of Kenya for the NG - CDF program which has in a very unique way improved the livelihood of people by bringing various infrastructural developments enhancing delivery of service to the people of Kenya. We also recognise the support of other technical staff that facilitated the implementation of NG - CDF projects. Importantly, the people of Navakholo for embracing identification of the projects and social audit to facilitate prudent implementation of NG - CDF projects.

The financial statements herein provided stipulates Navakholo efforts to prudently implementation of the projects taking into account the requirement of Public finance Act as requirement for management of public funds.

In spite of our efforts towards achieving desired success of the NG - CDFC projects implementation, we have faced a myriad of challenges ranging from environmental and infrastructural nature.


Mr. Kennedy Barasa Ngao
CHAIRMAN NGCDF COMMITTEE
Navakholo NGCDFC

[Faint circular stamp of the Navakholo Constituency Development Fund is visible in the background.]



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

III. 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 the Public Sector Accounting Standards Board of Kenya from time to time.

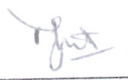
The Accounting Officer in charge of the NGCDF-NAVAKHOLO Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2019. 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-NAVAKHOLO 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 NGCDF-NAVAKHOLO financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-NAVAKHOLO Constituency further confirms the completeness of the accounting records maintained for the NGCDF-NAVAKHOLO, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

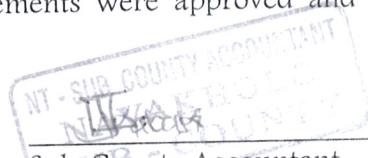
The Accounting Officer in charge of the NGCDF-NAVAKHOLO Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the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

Approval of the financial statements

The NGCDF-NAVAKHOLO Constituency financial statements were approved and signed by the Accounting Officer on 15/9/2019.



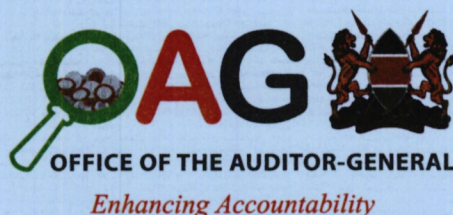
Fund Account Manager
Name: Thomas Ontweka



Sub-County Accountant
Name: Juliet Lubanga
ICPAK Member Number: 20580

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-NAVAKHOLO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund-Navakholo Constituency set out on pages 2 to 25, which comprise the statement of assets and liabilities as at 30 June, 2019 and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation-recurrent and development for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund-Navakholo Constituency as at 30 June, 2019 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 Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund-Navakholo 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 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

Unresolved Prior Year Matters

Various prior year audit issues remained unresolved as at 30 June, 2019. Management has not provided reasons for the delay in resolving the issues. Further, some of the unresolved prior year issues are not disclosed under the progress on follow up of auditor's recommendations section of the financial statements as required by the Public Sector Accounting Standards Board.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

According to the project implementation status report provided for audit, the Fund Management budgeted to implement thirty-seven (37) projects at a total cost of Kshs.169,256,228. However, thirteen (13) projects costing Kshs.42,821,520 were still ongoing as at 30 June, 2019 while one (1) project costing Kshs.1,000,000 was commissioned afresh.

Delay in implementation of the budgeted projects implies that the residents of Navakholo Constituency were denied the benefits accruing from completed projects and therefore the objectives of improving service delivery and poverty reduction were not achieved.

2.0 Delayed Completion of Projects and Poor Workmanship

2.1 Construction of Storey Twin Laboratory, Library and Computer Centre at Ingotse High School

The project for the construction of a storey twin laboratory, library and computer centre at Ingotse High School started in 2013/2014 financial year, when Navakholo was still under Lurambi Constituency, at an estimated cost of Kshs.18,050,000. However, and as previously reported, although Kshs.10,200,000 had already been paid for the project as at 30 June, 2018, the project was still incomplete as at 30 June, 2019 contrary to Regulation 11(j) of National Government Constituencies Development Fund Regulations, 2016 which requires all projects to receive adequate funding and be completed within three (3) years. The slow pace of implementation was attributed to the use of labour-based contracting.

Further, evidence of the approval of additional budget for the completion of the project; estimated costs to completion and the revised completion date for the project was not

provided. In addition, no reason was provided why the works were not competitively procured to ensure that a qualified and competent contractor was identified to implement the project.

2.2 Siyombe Primary School

As previously reported, audit inspection of the renovation of four classrooms at Siyombe Primary School, revealed poor workmanship on the plastering of the floors and veranda, roofing and painting. Further, the labelling of the project had not been done as required under Regulation 11(1)(cc) of the National Government Constituencies Development Fund Regulations, 2016. In addition, no evidence was provided of the efforts by Management to have the contractor rectify the defects.

Consequently, the residents of Navakholo Constituency did not receive value for money on the funds spent on the projects.

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, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain services, disclosing, as applicable, matters related

to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to terminate the Fund or to cease operations.

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how 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 audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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


As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional scepticism 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.


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

14 September, 2021

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018 - 2019 Kshs	2017 - 2018 Kshs
RECEIPTS			
Transfers from NGCDF board	1	162,325,359	84,353,447
Other Receipts	2	<u>8,000</u>	<u>30,000</u>
TOTAL RECEIPTS		162,333,359	84,383,447
PAYMENTS			
Compensation of employees	3	2,120,294	1,495,672
Use of goods and services	4	11,226,550	6,577,102
Transfers to Other Government Units	5	95,350,714	29,368,804
Other grants and transfers	6	41,082,848	37,791,354
Acquisition of Assets	7	5,305,620	1,301,625
Other Payments	8	<u>4,169,016</u>	<u>0</u>
TOTAL PAYMENTS		159,255,042	76,534,557
SURPLUS/(DEFICIT)		<u>3,078,317</u>	<u>7,848,890</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NAVAKHOLO Constituency financial statements were approved on 10/9 2019 and signed by:

Just
Fund Account Manager
Name: Thomas Ontweka

[Faint stamp: RECEIVED, 09/03/2019]

Juliet Lubanga
Sub-County Accountant
Name: Juliet Lubanga
ICPAK Member Number:20580

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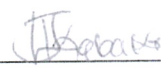
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019 Kshs	2017-2018 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	9	12,320,230	9,241,912
Total Cash and Cash Equivalents		12,320,230	9,241,912
TOTAL FINANCIAL ASSETS		12,320,230	9,241,912
FINANCIAL LIABILITIES			
NET FINANCIAL ASSETS			
		12,320,230	9,241,912
REPRESENTED BY			
Fund balance b/fwd	10	9,241,913	1,393,023
Surplus/Deficit for the year		3,078,317	7,848,890
NET FINANCIAL POSITION		12,320,230	9,241,913

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NAVAKHOLO Constituency financial statements were approved on 10/9/2019 2019 and signed by:


 Fund Account Manager
 Name: Thomas Ontweka


 Sub-County Accountant
 Name: Juliet Lubanga
 ICPAK Member Number: 20580

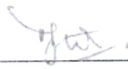


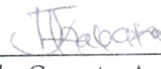
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NAVAKHOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

VI. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
Receipts			
Transfers from NGCDF Board	1	162,325,359	84,353,447
Other Receipts	2	<u>8,000</u>	<u>30,000</u>
Total receipts		162,333,359	84,383,447
Payments			
Compensation of Employees	3	2,120,294	1,495,672
Use of goods and services	4	11,226,550	6,577,102
Transfers to Other Government Units	5	95,350,714	29,368,804
Other grants and transfers	6	41,082,848	37,791,354
Other Payments	8	4,169,016	0
Total payments		(153,949,422)	(75,232,932)
Total Receipts Less Total Payments		8,383,937	9,180,515
Net Adjustments			
Net cash flow from operating activities		8,383,937	9,150,515
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	7	(5,305,620)	(1,301,625)
Net cash flows from Investing Activities		(5,305,620)	(1,301,625)
NET INCREASE IN CASH AND CASH EQUIVALENT		3,078,317	7,848,890
Cash and cash equivalent at BEGINNING of the year	10	9,241,913	1,393,023
Cash and cash equivalent at END of the year	9	<u>12,320,230</u>	<u>9,241,913</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NAVAKHOLO Constituency financial statements were approved on 10/9/2019 2019 and signed by:


Fund Account Manager
Name: Thomas Ontweka


Sub-County Accountant
Name: Juliet Lubanga
ICPAK Member Number: 20580



VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from NGCDF Board	109,040,876	64,026,397	173,067,273	171,567,272	1,500,001	99.1
Proceeds from Sale of Assets					-	
Other Receipts	8,000		8,000	8,000	-	100
Total Receipts	109,048,876	64,026,397	173,075,273	171,575,272	1,500,001	99.1
PAYMENTS						
Compensation of Employees	2,648,124	205,188	2,853,312	2,120,294	733,018	67.2
Use of goods and services	7,165,555	4,125,346	11,290,901	11,226,550	64,351	102.1
Transfers to Other Government Units	54,927,984	44,772,730	99,700,714	95,350,714	4,350,000	96
Other grants and transfers	44,299,213	5,268,501	49,567,714	41,082,848	8,484,866	83
Acquisition of Assets	0	5,398,375	5,398,375	5,305,620	92,755	98
Other Payments	8,000	4,256,257	4,264,257	4,169,016	95,241	98
TOTALS	109,048,876	64,026,397	173,075,273	159,255,042	13,820,231	92

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]

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

- i. Underutilization under Compensation of Employees the management had to recruit more employees which was not met.
- ii. Underutilization of funds under Other grants and transfers was as a result of delay of disbursements of funds from NGCDF Board

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

Reports and Financial Statements

For the year ended June 30, 2019

I. The changes between the original and final budget are as a result balances brought forward from the previous financial year 2017/2018 of kshs 64,026,397

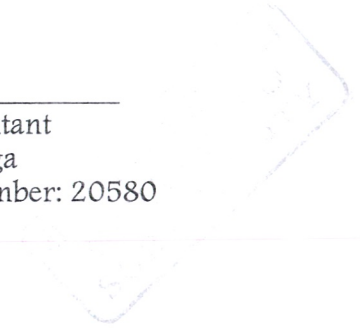
The NGCDF-NAVAKHOLO Constituency financial statements were approved on 10/9/2019 and signed by:



Fund Account Manager
Name: Thomas Ontweka



Sub-County Accountant
Name: Juliet Lubanga
ICPAK Member Number: 20580



VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	30/06/2019	
	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	2,648,124	205,188	2,853,312	2,120,294	733,018
1.2 Committee allowances	1,248,000	556,900	1,804,900	1,804,900	-
1.3 Use of goods and services	2,646,329	1,998,940	4,645,269	4,645,269	-
Sub-Total	6,542,453	2,761,028	9,303,481	8,570,463	733,018
2.0 Monitoring and evaluation					
2.1 Capacity building	1,200,000	867,530	2,067,530	2,003,188	64,342
2.2 Committee allowances	1,080,000	672,499	1,752,499	1,752,499	-
2.3 Use of goods and services	991,226	29,477	1,020,703	1,020,703	-
Sub-Total	3,271,226	1,569,506	4,840,732	4,776,390	64,342
3.0 Emergency					
3.1 Primary Schools-Shinoyi Primary	3,000,000	0	3,000,000	2,345,658	654,342
3.2 Secondary schools	2,000,000	0	2,000,000	0	2,000,000
3.3 Tertiary institutions	0	0	0	0	0
3.4 Security projects	738,994	0	738,994	0	738,994
Sub-Total	5,738,994	0	5,738,994	2,345,658	3,393,336
4.0 Bursary and Social Security					
4.1 Primary Schools					
4.2 Secondary Schools	11,000,000	1,018,511	12,018,511	11,032,000	986,511
4.3 Tertiary Institutions	16,060,219	0	16,060,219	15,700,640	359,579
4.4 Universities	0	0	0	0	0
4.5 Special	200,000	0	200,000	0	200,000
Sub-Total	27,260,219	1,018,511	28,278,720	26,732,640	1,546,090
5.0 Sports					
5.1 Constituency Sports	1,500,000	1,500,000	3,000,000	-	3,000,000



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Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	30/06/2019	
Sub-Total	1,500,000	1,500,000	3,000,000	-	3,000,000
6.0 Environment					
6.1 Tumaini primary	250,000	0	250,000	250,000	-
6.2 Ebumangale Primary	250,000	0	250,000	250,000	-
Sub-Total	500,000	0	500,000	500,000	-
7.0 Primary Schools Projects (List all the Projects)					
7.1 Chebuyusi Muslim Primary School	0	500,000	500,000	500,000	-
7.2 St. Magaret's Wading'o Primary School	0	100,000	100,000	100,000	-
7.3 Sisokhe Primary	800,000	3,000,000	3,800,000	3,800,000	-
7.4 Simakina Primary	0	336,704	336,704	336,704	-
7.5 Ebumangale Primary	400,000	0	400,000	400,000	-
7.6 Chekata Primary School	3,200,000	0	3,200,000	3,200,000	-
7.7 Namukoye Primary	1,500,000	0	1,500,000	1,500,000	-
7.8 Mukangu Primary	2,700,000	0	2,700,000	2,700,000	-
7.9 Sikubale Primary	3,200,000	0	3,200,000	3,200,000	-
7.10 Joabs Primary School	700,000	150,000	850,000	700,000	150,000
7.11 Emasinga Primary School	1,200,000	0	1,200,000	0	1,200,000
7.12 Eshibembe Primary	0	1,000,000	1,000,000	0	1,000,000
7.13 Emulama Primary	0	2,000,000	2,000,000	0	2,000,000
Sub-Total	13,700,000	7,086,704	20,786,704	16,436,704	4,350,000
8.0 Secondary Schools Projects (List all the Projects)					
8.1 St. Raphael's Burangasi Secondary	7,500,000	7,286,026	14,786,026	14,786,026	-
8.2 Musaga Secondary	6,500,000	1,000,000	7,500,000	7,500,000	-
8.3 Ingotse High School	2,500,000	1,500,000	4,000,000	4,000,000	-
8.4 St. Johns Budonga Secondary	500,000	2,000,000	2,500,000	2,500,000	-
8.5 St. Kizito's Girls Secondary	1,500,000		1,500,000	1,500,000	-



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Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	30/06/2019	
8.6 Weremba Muslim Secondary	1,000,000		1,000,000	1,000,000	-
8.7 Nambacha Secondary School		4,500,000	4,500,000	4,500,000	-
8.8 Namundera Secondary	2,500,000		2,500,000	2,500,000	-
8.11 Ebutenje Girls Secondary	1,500,000		1,500,000	1,500,000	-
8.12 Ingotse Girls Secondary	1,000,000		1,000,000	1,000,000	-
8.13 Ematiha Secondary	1,000,000		1,000,000	1,000,000	-
8.14 Sirigoi Secondary	2,500,000		2,500,000	2,500,000	-
8.15 Lwakhupa Secondary	2,500,000		2,500,000	2,500,000	-
8.16 St. Paul Emulakha Secondary		1,200,000	1,200,000	1,200,000	-
8.17 Namundera Secondary	500,000	0	500,000	500,000	-
Sub-Total	31,000,000	17,486,026	48,486,026	48,486,026	-
9.0 Tertiary institutions Projects (List all the Projects)					
9.1 KMTC-Navakholo	10,227,984	20,200,000	30,427,984	30,427,984	-
Sub-Total	10,227,984	20,200,000	30,427,984	30,427,984	
10.0 Security Projects					
10.1 Navakholo Police Station PMC	600,000	-	600,000	600,000	-
10.2 Ematiha AP Camp	700,000	-	700,000	700,000	-
10.3 DCC's Office	0	500,000	500,000	500,000	-
10.4 Navakholo Police Division	500,000	-	500,000	500,000	-
10.5 Ebutenje Primary	2,500,000		2,500,000	2,351,122	148,878
10.6 Namundera Primary	2,500,000		2,500,000	2,345,914	154,086
10.7 M/S Gibraltar Property Developers- Namirama Girls Secondary	2,500,000		2,500,000	2,358,489	141,511
10.8 Gestered Professional Services-Makunga Police Post		1,250,000	1,250,000	1,149,025	100,975
10.9 Shinoyi AP Camp		1,000,000	1,000,000	1,000,000	-
Sub-Total	9,300,000	2,750,000	12,050,000	11,504,550	545,450
11.0 Acquisition of assets					



For the year ended June 30, 2019

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2018/2019		2018/2019	30/06/2019	
11.1 Motorbikes	-	500,000	500,000	493,200	6,800
11.2 Construction of CDF office-Refurbishment	-	3,998,375	3,998,375	3,688,170	310,205
11.3 Office Camera				140,000	(140,000)
11.4 Purchase of computers	-	900,000	900,000	984,250	(84,250)
Sub-Total	-	5,398,375	5,398,375	5,305,620	92,755
12.0 Others					
12.1 Strategic Plan	-	3,000,000	3,000,000	2,999,760	240
12.2 Innovation Hub	-	1,169,257	1,169,257	1,169,256	1
12.2 AIA	8,000	87,000	95,000	0	95,000
Sub-Total	8,000	4,256,257	4,264,257	4,169,016	95,241
TOTAL	109,048,876.00	64,026,397	173,075,273.00	159,255,051	13,820,232

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
NAVAKHOLO CONSTITUENCY
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IX. 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-NAVAKHOLO Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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



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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 a payment advice is received by the recipient entity or by the beneficiary.

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

During the year ended 30th June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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



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SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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



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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, and for the same period as the financial statements. The original budget was approved by Parliament on June 2018 for the period 1st July 2018 to 30th June 2019 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2019.

14. Errors

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

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

15. Related Party Transactions

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017-2018
		Kshs	Kshs
NGCDF Board			
AIE NO	B030205	10,000,000.00	
AIE NO	B005207	53,284,483.15	
AIE NO	B005439	20,000,000	
AIE NO	B041014	55,040,875.50	
AIE NO	B042818	7,000,000.00	
AIE NO	A724498	11,000,000.00	
AIE NO	B006486	6,000,000.00	
AIE NO			10,000,000
AIE NO	A855967		5,500,000
AIE NO	A892608		30,948,275
AIE NO	A892632		37,905,172
TOTAL		162,325,359	84,353,447

2. OTHER RECEIPTS

	2018-2019	2017-2018
	Kshs	Kshs
Receipts from Sale of tender documents	8,000	30,000
Total	8,000	30,000

3. COMPENSATION OF EMPLOYEES

	2018-2019	2017-2018
	Kshs	Kshs
Basic wages of contractual employees	1,658,432	1,110,186
Basic wages of casual labour	131,000	0
Gratuity – paid		91,128
Other personnel payments	330,862	294,258
Total	2,120,294	1,495,672



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

4. USE OF GOODS AND SERVICES

	2018-2019	2017-2018
	Kshs	Kshs
Committee Expenses	7,690,500	2,581,650
Utilities, supplies and services	4,900	27,771
Communication, supplies and services	83,600	165,600
Domestic travel and subsistence	1,193,700	2,221,319
Training expenses	0	75,000
Hospitality supplies and services	536,150	951,243
Bank service commission and charges	3,685	114,270
Office and general supplies and services	1,567,965	240,120
Other operating expenses	27,000	50,000
Routine maintenance – vehicles and other transport equipment	33,970	0
Routine maintenance – other assets	0	1,350
Fuel, oil & Lubricants	85,000	0
Printing, advertising & Information Supplies & Services	0	148,779
Total	11,226,549	6,577,102



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018-2019 Kshs	2017-2018 Kshs
Transfers to primary schools	16,436,704	10,369,902
Transfers to secondary schools	48,486,026	18,998,902
Transfers to tertiary institutions	30,427,984	0
TOTAL	95,350,714	29,368,804

6. OTHER GRANTS AND OTHER PAYMENTS

	2018-2019 Kshs	2017-2018 Kshs
Bursary – secondary schools	11,032,000	7,889,300
Bursary – tertiary institutions	15,700,640	10,783,650
Bursary – special schools	0	45,000
Security projects	11,504,550	14,500,000
Sports projects	0	1,000,000
Environment projects	500,000	0
Emergency projects	2,345,658	3,573,404
Total	41,082,848	37,791,354

7. ACQUISITION OF ASSETS

<u>Non-Financial Assets</u>	2018-2019 Kshs	2017-2018 Kshs
Construction of Buildings-Perimeter wall	3,567,382	0
Refurbishment of Buildings	120,788	1,301,625
Purchase of Motor Cycles	493,200	0
Purchase of ICT Equipment, Software and Other ICT Assets	1,124,250	0
Total	5,305,620	1,301,625

8. OTHER PAYMENTS

	2018-2019 Kshs	2017-2018 Kshs
Strategic plan	2,999,760	0
ICT Hub	1,169,256	0
	4,169,016	0

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

9: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kshs	Kshs
Cooperative Bank of Kenya, A/c No.01141545568700.	12,320,230	9,241,913
Total	12,320,230	9,241,913

10. BALANCES BROUGHT FORWARD

	2018-2019	2017-2018
	Kshs	Kshs
Bank accounts	9,241,913	1,393,023
Total	<u>9,241,913</u>	<u>1,393,023</u>

[Provide short appropriate explanations as necessary]

11.1: UNUTILIZED FUNDS (See Annex 1)

	Kshs	Kshs
	2018-2019	2017-2018
Compensation of employees	733,018	205,188
Use of goods and services	64,351	4,125,346
Amounts due to other Government entities (see attached list)	4,350,000	44,772,730
Amounts due to other grants and other transfers (see attached list)	8,484,866	5,268,501
Acquisition of assets	92,755	5,398,375
Others –ICT HUB	1	1,169,257
Strategic plan	240	3,000,000
AIA	95,000	87,000
Total	<u>13,820,231</u>	<u>64,026,397</u>



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

12.1: PMC account balances (See Annex 3)

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	24,061,650	1,221,414
Total	24,061,650	1,221,414



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NAVAKHOLO CONSTITUENCY

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ANNEX 1 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Compensation of employees		733,018	205,188	
Use of goods & services		64,351	4,125,346	
Sub-total		797,369	4,330,534	
Amounts due to other Government entities				
Primary Schools				
1.Joabs Primary School		150,000	150,000	
2.Eshibembe Primary School		1,000,000	1,000,000	
3.Emulama Primary School		2,000,000	2,000,000	
4.Emasinga Primary School		1,200,000	0	
5.Chebuyusi Primary School		0	500,000	
6.St. Margaret's Wading'o Primary		0	100,000	
7.Sisokhe Primary School		0	3,000,000	
8.Simakina Primary		0	336,704	
Sub total		4,350,000	7,086,704	
Secondary Schools				
1.St. Raphael Burangasi Secondary		0	7,286,026	
2.Musaga Secondary School		0	1,000,000	
3.Ingotse High School		0	1,500,000	
4.St. Johns Budonga Secondary		0	2,000,000	
5.Nambacha Secondary School		0	4,500,000	
6.St. Paul's Emulakha Secondary School		0	1,200,000	
Sub total		0	17,486,026	
Tertiary				
1.KMTC - Navakholo		0	20,200,000	
Sub total			20,200,000	
Sub-Total		4,350,000	44,772,730	
Security				
1.DCC's Office		0	500,000	
2.Ebutenje Primary School		148,878	0	



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NAVAKHOLO CONSTITUENCY

Reports and Financial Statements
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Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
3.Namundera Primary School		154,086	0	
4.Namirama Girls Secondary		141,511	0	
5.Makunga AP Camp		100,975	1,250,000	
6.Shinoyi AP Camp		0	1,000,000	
	Sub-Total	545,448	2,750,000	
Amounts due to other grants and other transfers				
1.Emergency		3,393,336	0	
2.Sports		3,000,000	1,500,000	
3.Bursary		1,546,090	1,318,511	
	Sub-Total	7,939,426	2,818,511	
	Sub-Total			
Acquisition of assets				
Office Equipment		(224,250)	900,000	
NGCDF Office Refurbishment		310,205	3,998,375	
NGCDF Motorcycles		6,800	500,000	
	Sub- total	92,755	5,398,375	
Others (specify)				
ICT HUB		1	1,169,257	
Strategic Plan		240	3,000,000	
AIA		95,000	87,000	
	Sub-Total	95,241	4,256,257	
	Grand Total	13,820,239	64,026,397	



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NAVAKHOLO CONSTITUENCY

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ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land	850,000	0	0	850,000
Buildings and structures	13,951,625	3,688,170	0	17,639,795
Transport equipment	0	493,200	0	493,200
Office equipment, furniture and fittings	2,000,000	0	0	2,000,000
ICT Equipment, Software and Other ICT Assets	0	1,124,250	0	1,124,250
Intangible assets	0	0	0	0
Total	16,801,625	5,305,620	0	22,107,245



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NAVAKHOLO CONSTITUENCY

Reports and Financial Statements

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ANNEX 3 –PMC BANK BALANCES AS AT 30TH JUNE 2019

PMC	Bank	Account number	Bank Balance 2018/2019	Bank Balance 2017/2018
Assumption of Our Lady Sipanga Primary School	Co-operative Bank - Kakamega	01139632759300	0	9,855
St. Margaret's Wading'o Primary School	Co-operative Bank - Kakamega	01139632759200	0	5,257
Sisokhe Primary School	Co-operative Bank - Kakamega	01139165627401	0	30,720
Ewamakhumbi Primary School	Co-operative Bank - Kakamega	01139165610501	0	8,745
Siyombe Primary School	Co-operative Bank - Kakamega	01139165252600	0	115,379
Sirigoi Primary School	Co-operative Bank - Kakamega	01139098424101	0	6,790
Namabacha AP Camp	Co-operative Bank - Kakamega	01141632622800	0	1029
Ebumamu Primary School	Co-operative Bank - Kakamega	01139632766000	0	11,056
Chebuyusi Muslim Primary School	Co-operative Bank - Kakamega	01139632765700	0	9,867
Mukama Primary School	Co-operative Bank - Kakamega	01139011926300	0	2,886
Eshikhoni Primary School	KCB – Kakamega	1200472195	0	4,667
Kochwa Primary School	KCB – Kakamega	1200908570	0	3,680
Shinoyi Secondary School	KCB – Kakamega	1156846579	0	2,210
Eshilakwe Dos Office PMC	KCB – Kakamega	1154471152	0	27,866
Namirama Girls High School	KCB – Kakamega	1130971007	0	1,055
Navakholo District Education Office	National Bank - Kakamega	01025015628800	0	3,448
Eshilakwe Primary School	Equity Bank - Kakamega	0500264911739	0	5,679
Navakholo Secondary School	Equity Bank - Kakamega	0500270075427	0	2,980
Buchangu Dispensary	Equity Bank - Kakamega	0500270126325	0	6,876
Natunyi Community Health Centre	Equity Bank - Kakamega	0500270344638	0	2,974
Sidikho Chief's Office	Cooperative Bank – Kakamega	01141545641400	0	64,715
Nang'anda D. O's Office	Cooperative Bank – Kakamega	01141631075300	0	83,618
Sisokhe Primary School	Cooperative Bank – Kakamega	01139165627401	0	30,720
Wading'o Primary School	Cooperative Bank – Kakamega	01139632759200	0	45,842
Sirigoi Primary School	Cooperative Bank – Kakamega	01139098424101	0	6,790
Emuhuni Primary School	Cooperative Bank – Kakamega	01139011926000	0	1,700
Lutaso Chief's Office	Cooperative Bank – Kakamega	01141631455600	0	63,550



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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NAVAKHOLO CONSTITUENCY

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PMC	Bank	Account number	Bank Balance 2018/2019	Bank Balance 2017/2018
Ebumamu Primary School	Cooperative Bank – Kakamega	01139632766000	0	16,533
Mukama Primary School	Cooperative Bank – Kakamega	01139011926300	0	500,595
Muregu AP Camp	Cooperative Bank – Kakamega	01141631455700	0	70,700
Shinoyi Chief's Office	KCB – Kakamega	1156787653	0	73,632.80
Nambacha Mixed Secondary School	Equity Bank – Kakamega	0500278459591	0	0
Namundera Friends Secondary school	Equity Bank – Kakamega	0500278988380	0	0
Ematiha Secondary School	Equity Bank – Kakamega	0500270175449	1,885	0
Friends School Musaga	Equity Bank – Kakamega	0500278984862	500	0
Friends School Sirigoi	Equity Bank – Kakamega	0500278983276	2,000	0
Ebumangale Primary school	Equity Bank – Kakamega	0500278995135	0	0
Chekata Primary School	Equity Bank – Kakamega	0500278814890	949,760	0
Sikubale Primary School	Equity Bank – Kakamega	0500278814731	949,760	0
Tumaini Community School	Equity Bank – Kakamega	0500278994714	0	0
Navakholo Police Post	Equity Bank – Kakamega	0500278991360	0	0
St. John's Budonga Secondary School	Equity Bank – Kakamega	0500270211662	2,499,839	0
St. Kizito Girls Secondary School Lusumu	Equity Bank – Kakamega	0500264093425	33,822	0
KMTC Navakholo	Equity Bank – Kakamega	0500278890964	19,624,084	0
TOTAL			24,061,650	1,221,414



Reports and Financial Statements

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. 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)
	Storey Twin Laboratory, Library and Computer Centre at Ingotse High School	It is true that Ingotse High School is an ongoing project, the project has delayed in its full implementation due to the limited funds allocated to the fund by the NGCDF Board compared to the constituents' needs. However, the project will be fully funded to its completion	Thomas Ontweka	Not Resolved	30 th Sept 2019
	Siyombe Primary School	The project was fully supervised by the relevant technical officers from the line department	Thomas Ontweka	Not Resolved	30 th Sept 2018

