

REPUBLIC OF KENYA



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 06 AUG 2024 TUE 6/8/2024

TABLED BY: Deputy Majority Whip
CLERK-AT-THE-TABLE: Benson Inzoru



REPORT

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – KIAMBAA
CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2023**



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY

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KIAMBAA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT
FUND

ANNUAL REPORT AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

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***KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
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1. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund

NG-CDFB – National Government Constituency Development Fund Board

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committee

FY-Financial Year

NG-CDFC - National Government Constituency Development Fund Committee

ARMC – Audit & Risk Management Committee

EMCA – Environmental Management and Coordination Act

OSHA – Occupational Safety and Health Act

2. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

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- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

The Functions of the NG-CDF Committee is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

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

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

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Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	LORNA MUTHONI
2.	Sub-County Accountant	ELIAS MUNGAI
3.	Chairman NGCDFC	JACKSON MBUGUA
4.	Member NGCDFC	GEORGE WAMBUI

(c) Fiduciary Oversight Arrangements

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

(d) Kiambaa Constituency NGCDF Headquarters

P.O. Box 86-002191
Next to Kiambaa Sub-County Headquarters
Karuri,
KENYA.

(e) Kiambaa Constituency NGCDF Contacts

Telephone: (254)0718717754
E-mail: cdfkiambaa@ngcdf.go.ke
Website: kiambaa.ngcdf.go.ke

(f) Kiambaa Constituency NGCDF Bankers

Co-operative Bank
Ruaka Branch
A/C No. 01141475527500
P.O Box 2070-00621, Village Market
Nairobi, Kenya

(g) Independent Auditors

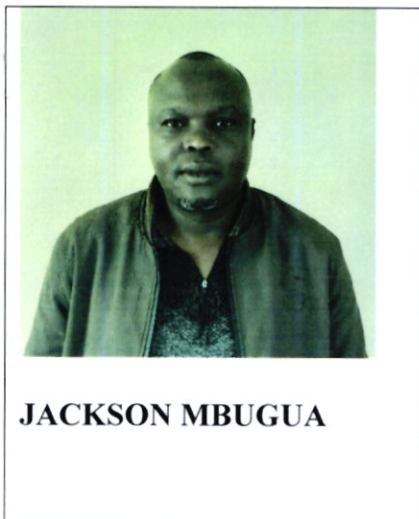
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(h) Principal Legal Adviser

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

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3. NG-CDFC Chairman’s Report



I am delighted to present the Kiambaa NG-CDF report for the year ended 30th June 2023. I am proud of the strides that we have realized in the year under review despite the setbacks and challenges occasioned by the Covid -19 Pandemic and 2022 General Elections. The report presents yet another milestone encapsulating our achievements throughout the transformative path the constituency had embarked on.

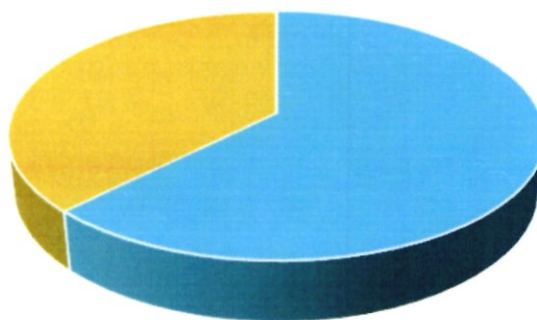
As the NG-CDF Committee, we have strived to implement the objectives we had envisioned in the strategic plan faithfully and diligently and in furtherance of our mandate as stipulated by the National Government Constituency Development Board under the NG-CDF Act, 2015. As summed up in this Report, I am pleased to

report that the performance of Kiambaa NG-CDF for the year ended 30th June 2023 has been good. As witnessed, Kiambaa constituency has a thriving blend of rural and urban economies and is now inhabited by residents with dignity.

Original Budget / Disbursement

	Amount	Percentage
Original Budget	145,087,603.00	
Disbursement	88,000,000.00	

Chart Title



■ 1 ■ 2



Disbursements
Original Budget

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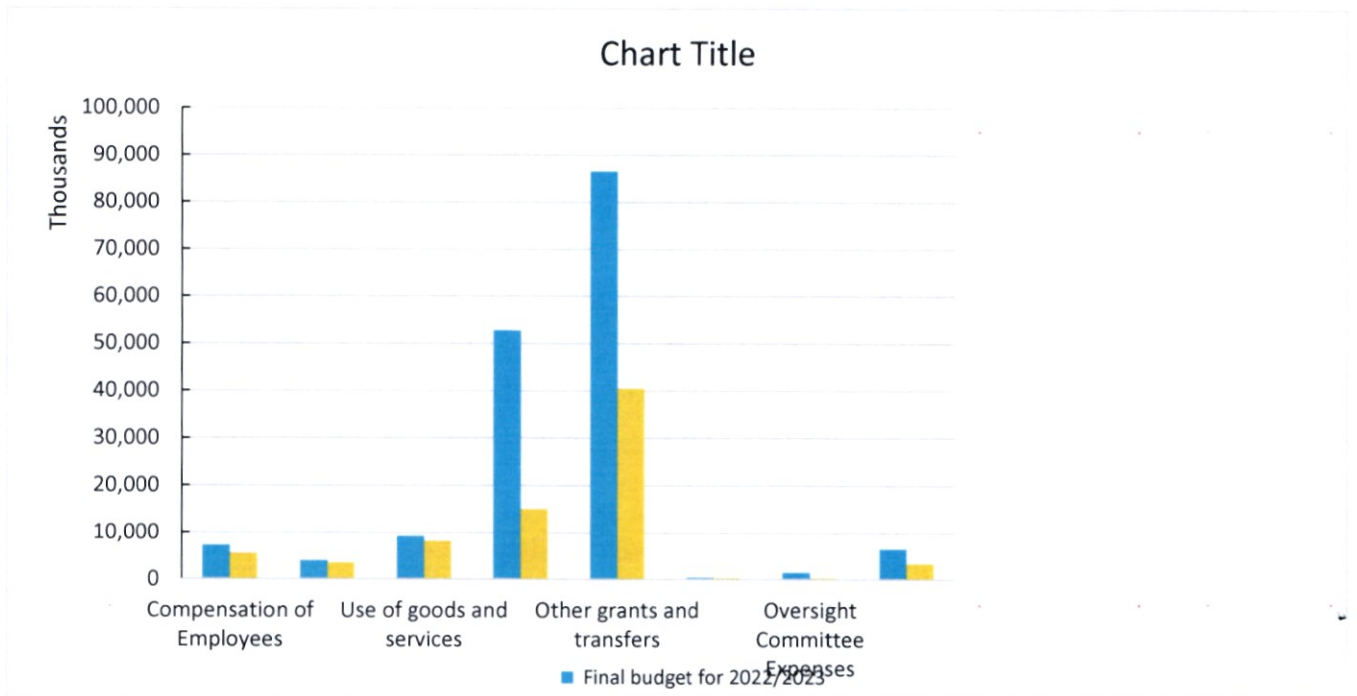
Budget performance in the financial year 2022/2023

Table 1 overview of expenditure (Kshs.)

	Final budget for 2022/2023	Expenditure as at 30th June 2023	% Budget Spent
Compensation of Employees	7,209,304	5,556,379	77
Committee expenses	3,968,980	3,548,000	89
Use of goods and services	9,236,980	8,287,637	90
Transfers to Other Government Units	52,709,212	15,100,000	29
Other grants and transfers	86,529,004	40,617,953	47
Acquisition of Assets	405,416	398,596	
Oversight Committee Expenses	1,450,876	350,000	24
Other Payments	6,501,197	3,500,000	54
	168,010,969	77,358,565	

Chart 1

**KIAMBAA Constituency
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ACHIEVEMENTS

Education and Training

Our key objective in this sector is to improve schools’ infrastructure and learning environment. We were able to improve security by constructing to completion perimeter wall in one primary Schools (Kibubuti Primary School). To improve the Constituency’s education quality, we have ensured at least 100% retention and transition rates by awarding bursary to over **five thousand (5,000)** needy students.

Construction of boundary wall (Kibubuti Primary School)



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Public Administration, Security, Law & Order

In order to improve and enhance security in the Constituency we continue constructing modern police offices and facilities

Ongoing Construction of Kihara Police Station.



Emerging Issues

- Information on NG-CDF Act 2015 across and within the constituents, is still patchy. There's need for a continuous sensitization of CDFCs and PMCs on the pertinent Acts (e.g., NGCDF Act, PFM Act, Public Procurement Act, EMCA, Anti-Corruption and Economic Crimes Act, etc).
- The committee has realized the need to partner with other developing partners in order to achieve goals set within the five years.

- Under the implementation of Social Security project (NHIF) to older persons (70+) there is the need of establishment of at least one residential home in our constituency could help most of these older persons who lack caregivers, neglected abandoned and lack proper shelter.

Challenges


- Limited funding against many competing needs.
- High Number of vulnerable population

Recommendations

- NG-CDF Board to ensure timely disbursement of the allocated funds for projects to be completed in time;
- The NG-CDF Board should ensure increased funding of bursary and social protection.

Conclusion

Co-operation from all stakeholders and proper planning of the fund will lead to better management and delivery of timely projects to the expectation of our constituents.



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**Name: JACKSON MBUGUA
CHAIRMAN NGCDF COMMITTEE**

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4. Statement of Performance against Predetermined Objectives for FY2022/23

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The key development objectives of *Kiambaa Constituency 2022-2027* plan are to:

- a) Improve infrastructure on the education sector in Kiambaa Constituency
- b) Improve retention and transition rate of pupils from primary to secondary schools and from Secondary to tertiary institutions.
- c) Improve and raise the standards of security and safety in Kiambaa Constituency.
- d) Improve the conservation of water within the constituency
- e) Promote Sports and PWD related activities

Progress on attainment of Strategic development objectives

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

Sector	Objective	Outcome	Indicator	Performance
Education	<input type="checkbox"/> To have all children of school-going age attending school <input type="checkbox"/> To reduce congestion in schools through construction of new classrooms <input type="checkbox"/> To improve the learning condition in the school through construction of perimeter walls, renovation of dilapidated	<input type="checkbox"/> Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions <input type="checkbox"/> Improved security in schools.	<input type="checkbox"/> 5 No. Classrooms <input type="checkbox"/> 1No. Perimeter wall <input type="checkbox"/> Installation of cabro paving blocks in 2 No. Schools <input type="checkbox"/> 39 No. of classrooms were renovated. <input type="checkbox"/> 8,227 bursary's beneficiaries at all levels	<input type="checkbox"/> In FY 2022/23 We increased the number of classrooms from 10 to 15 at Kibathi Primary School. <input type="checkbox"/> We increased security at Kibubuti Primary School by constructing a perimeter wall. <input type="checkbox"/> We improved learning conditions by installing cabro paving blocks in Muongoiya Secondary school and Kawaida Primary

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	classrooms and installation of cabro paving blocks.			School. <input type="checkbox"/> We renovated a total of 39 classrooms at Karuri, Thimbigua, Muchatha, Waguthu Mayuyu and Ndenderu Primary Schools. <input type="checkbox"/> 8,227 Bursary beneficiaries at all levels were as per the attached schedules
Security	To improve and enhance security in the area	Establishment of new police posts and stations	<ul style="list-style-type: none"> • 4 police posts funded to completion • 1 Sub-County Police headquarter 	<ul style="list-style-type: none"> - 2 Police posts (Muongoiya and Kiambaa police posts) constructed - 2 police stations (Karuri & Kihara police stations) Constructed
Environment	To promote environmental protection and conservation	<ul style="list-style-type: none"> • Supporting planting of trees in public institutions and places 	<ul style="list-style-type: none"> • 1000 of trees planted 	<ul style="list-style-type: none"> • 1000 of trees planted • 13 Bio-aqua toilets Constructed
Sports	To ensure youth energy is directed towards positive and meaningful endeavours	<ul style="list-style-type: none"> • Organizing sports tournaments and supplying participating teams with kits and other sports equipment 	<ul style="list-style-type: none"> • youth tournament organised 	<ul style="list-style-type: none"> • Ongoing
Emergency	Institutionalizing the disaster risk reduction (DRR) strategy	Management of emergencies and disasters	0 % emergency kitty used Risk were identified and mitigated in advance	0% of the emergency was utilised

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Others(strategic plan)	Preparation of 5 years strategic plan	The main goal is to reduce poverty and inequality through the development of grassroots infrastructure and socio-economic projects	<ul style="list-style-type: none"> • Universal health coverage • Affordable housing • Manufacturing 	<ul style="list-style-type: none"> • 100% nhif coverage for pwd and the elderly • Constructing new and rehabilitation Police houses • Establishment of TVET for technical courses
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5. Statement of Governance

The NG CDF requires that the fund be administered at the constituency by the NG-CDF committee with members appointed from the community. This requires that the process be open and transparent. The composition, process of appointment, removal and the functions of the committee are as stipulated below;

National Government Constituency Development Fund Committee

- (1) There is established a National Government Constituency Development Fund Committee for every constituency.
- (2) Each Constituency Committee shall comprise of—
 - (a) the national government official responsible for co-ordination of national government functions;
 - (b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
 - (c) Two women nominated in accordance with subsection (3). one of whom shall be a youth at the date of appointment;
 - (d) one persons with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
 - (e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
 - (f) The officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote.
 - (g) One member co-opted by the Board in accordance with Regulations made by the Board.
- (3) The seven persons referred to in subsection (2)(b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
- (4) The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettelement by the Board.
- (5) The Regulations made under subsection (3) shall be submitted to the National Assembly for approval before publication by the Board.
- (6) The first meeting of the Constituency Committee shall be convened within one hundred and twenty days of the commencement of a new term of Parliament or the date of the holding of a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency.
- (7) The quorum of the Constituency Committee shall be one half of the total membership.
- (8) The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

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(9) The Fund account manager seconded by the Board to the constituency shall be the custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.

(10) Whenever a vacancy occurs in the Constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of one hundred and twenty days.

(11) The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

(12) A member of the Constituency Committee may be removed from office on any one or more of the following grounds—

- (a) lack of integrity;
- (b) gross misconduct;
- (c) embezzlement of public funds;
- (d) bringing the committee into disrepute through unbecoming personal public conduct;
- (e) Promoting unethical practices;
- (f) Causing disharmony within the committee.
- (g) Physical or mental infirmity.

(13) A decision to remove a member under subsection (13) shall be made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made.

(14) A vacancy arising as a result of the removal of a member under subsection (13) shall be filled in the manner set out in subsection (10) and minutes of the meeting shall indicate the fact of the removal or appointment of a member.

The functions of a Constituency Committee shall be to –

- a) Build the capacity of project management committees and Committee and sensitize the Community on the operations of the Fund;
- b) Consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- c) Ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act;
- d) Ensure that project proposals submitted to the Board include detailed budget proposals, procurement plans and work plans;
- e) In approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution;
- f) Consult with relevant government departments to ensure that cost estimates for projects are realistic;
- g) In considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects;

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- h) Subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- i) Rank projects proposals in order of priority while ensuring that on-going projects take precedence;
- j) Ensure that all projects receive adequate funding and are completed within three years;
- k) Where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- l) (I) ensure that projects proposed for funding fulfil the requirements provided in the Act and relevant circulars issued by the Board;
- m) Monitor the implementation of projects in accordance with the monitoring and evaluation framework prescribed by the Board;
- n) Ensure that project reports are prepared and submitted to the Board;
- o) Ensure formation of project management committees, opening of project accounts, project implementation and closure of projects;
- p) Ensure that the principles of public finance as provided for under Chapter Twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund;
- q) Submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;
- r) Collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- s) Recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act;
- t) Submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain-
 - i) A list of all the new projects commenced during the financial year and their completion status; and
 - ii) A list of all projects approved, funded and commenced during previous financial years, and their completion status;
- u) Enter into performance contracting with the Board on an annual basis;
- v) In exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution;
- w) Receive returns from project management committees in accordance with regulation 15;
- x) Maintain a database of project management committees and reports from the respective committees;
- y) Ensure that the reports referred to in paragraph (x) are received before funding is released for each phase of the project being implemented;
- z) Record the names of all the signatories of the accounts of a project management committee as communicated to a Constituency Committee by the project management committee upon assumption of office;
- aa) Receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- bb) Ensure that the committee does not enter into commitments for which funding has not been allocated;

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- cc) Ensure projects are labelled in accordance with the guidelines issued by the Board; and
- dd) Perform any other function assigned to it by the Board.

Induction, and training of NG-CDFC Members

The training of the New NG-CDFC members is coordinated by the region office through the regional coordinator and the fund's manager. The facilitators are from different departments of the NG-CDF Board and other experts from other ministries. During the year the NG CDF Committee members were trained by the NG CDF Board on various issues in Embu in the month of March, 2023.

The objectives of training NG-CDF Committee are a

1. To carry out training of all the NG-CDF committee members
2. To impart knowledge to the participants who in turn will execute the NG-CDF mandate on behalf of the board.
3. To ensure smooth running of the NG-CDF offices across the Central Region.

Expectations from NG-CDF Committee

- To see changes in the constituencies i.e. transformation of operations at the constituencies.
- To exchange of ideas with members from other constituencies.
- To understand the roles of the NG-CDF Committee.
- To learn and understand the procurement process.
- To get a clarification on the legal status of NG-CDF.
- To find out how people living with Disability helped.
- Share best practices for bench-marking purposes.

6. Environmental and Sustainability Reporting

Kiambaa NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

1. Sustainability strategy and profile -

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

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- Kiambaa constituency undertakes various environmental projects within the schools so as to ensure the projects are sustainable and have an effect into the future.
- The security projects are done so as to improve the security of the residents and this enhances the reduction of crime and drug abuse within the constituency.
- The sports tournaments are undertaken so as to have a united and one community within the constituency. The sports tournament bring youths and various stakeholders together and this provides an avenue to communicate more about NG CDF and the various activities undertaken.

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build

on their skills and knowledge. Kiambaa constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

The committee has a policy on safety in compliance with Occupational Safety and Health Act of 2007, (OSHA) and has ensured the work environment is conducive for everybody in terms of movement and accessibility within the office. The Constituency has also put in place disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

Kiambaa NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

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5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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

Public Awareness

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

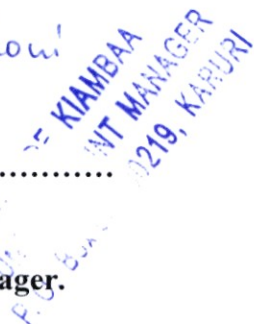
Kiambaa NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

Lorna Muthoni



.....
Name

Fund Account Manager.


KIAMBAA
NGCDF
FUND MANAGER
P.O. BOX 10219, KARURI

7. Statement of Management Responsibilities

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the NGCDF-Kiambaa 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, 2023. 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-kiambaa Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency*'s financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Kiambaa Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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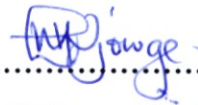
The Accounting Officer in charge of the NGCDF Kiambaa Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for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

Approval of the financial statements

The NGCDF- Kiambaa Constituency financial statements were approved and signed by the Accounting Officer on 3/9 2023.

.....


Name: Jackson Mbugua
Chairman – NGCDF Committee

.....


Name: Lorna Muthoni
Fund Account Manager

NG-CDF KIAMBAA
FUND ACCOUNT MANAGER
P.O. Box 86 - 00219, KARIUKU

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 – KIAMBAA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Kiambaa Constituency set out on pages 1 to 43, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the

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

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund – Kiambaa Constituency as at 30 June, 2023, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

Unsupported Domestic Travel and Subsistence

The statement of receipts and payments reflects use of goods and services amount of Kshs.8,287,637 as disclosed in Note 6 to the financial statements which includes domestic travel and subsistence allowances amounting to Kshs.1,990,072. However, documentary evidence of travel such as boarding passes and attendance registers to justify the travel and training participation were not provided for audit.

In the circumstances, the accuracy and completeness of the domestic travel and subsistence allowances amounting to Kshs.1,990,072 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 – Kiambaa 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actuals on comparable basis of Kshs.162,490,118 and Kshs.105,402,515 respectively, resulting to an under-funding of Kshs.57,087,603 or 35% of the budget. Similarly, the Fund spent a balance of Kshs.77,358,565 against actual receipts of Kshs.105,402,515 resulting to an under-utilization of Kshs.28,043,950 or 27% of the actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

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 Audit Matters

The audit report for the previous year highlighted several issues in respect of the Financial Statements and Lawfulness and Effectiveness in Use of Public Resources. Management's report on the progress made in resolving the issues, at Annex 6 to the financial statements indicates that the issues have been resolved as at 30 June, 2023. However, there was no evidence provided to support how the issues were resolved.

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. Irregular Procurement of Strategic Plan

Review of documents revealed that Management awarded the strategic plan contract to a local consultant at a contract sum of Kshs.2,000,000 identified through request for proposals from a list of prequalified firms. However, no evidence was provided to confirm that the strategic plan was launched and put to use despite full payment to the consultant.

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

2. Irregularities in Bursary Disbursements

Review of documents revealed that bursary awards amounting to Kshs.1,281,000 were issued to special schools. However, sixty-eight (68) students who benefited from the bursaries amounting to Kshs.467,000 did not have the disability registration numbers while bursaries amounting to Kshs.413,000 were awarded to schools which did not fall under the category of special schools. Further, students were awarded bursaries using same admission numbers in the same school resulting to irregular awards of bursaries amounting to Kshs.880,000.

In the circumstances, the regularity of the awarding of bursaries to schools could not be confirmed.

3. Delayed Completion of Class Rooms at Kibathi Primary School

Review of documents revealed that the contract for the construction of five (5) classrooms at Kibathi primary school was awarded to a local contractor and a total of Kshs.7,440,000 disbursed during the year. A completion certificate was issued on 26 February, 2024 and retention money paid to the contractor. However, physical inspection carried out in the month of March, 2024 revealed that the project was not fully completed as the floor finishing, window glasses and painting works were yet to be completed.

In the circumstances, the value for money on Kshs.7,440,000 incurred on the project could not be confirmed.

4. Unutilized Multi-Purpose Hall at Kiambaa Chiefs Camp

The construction of a multi-purpose hall at Kiambaa Chiefs Camp was implemented at a cost of Kshs.10,749,000 in 2021/2022 financial year. Review of documents and physical inspection of the project carried out in the month of March, 2024 revealed that the project was complete. However, the social hall had not been put to use as at the time of physical inspection and some window glasses were broken while electrical fittings including switches, sockets, consumer units had been vandalized.

In the circumstances, the value for money on Kshs.10,749,000 incurred on the project could not be confirmed.

5. Stalled Construction of Muongoiya Police Post

The contract for the construction of a police post at Muongoiya Police Post was signed on 28 June, 2021 at a contract sum of Kshs.12,870,835 for a duration of four (4) months ending on 11 October, 2021. The Fund had disbursed a total of Kshs.12,000,000 to the Project Management Committee account at the time of audit. However, physical inspection carried out in the month of March, 2024 revealed that the project had stalled and the contractor was not on site despite payments totaling Kshs.4,390,507 (34% of the contract sum) having been made. Although Management has provided evidence of the contractor's unwillingness to continue with the project and acceptance of the same by the Project Management Committee, no tangible evidence has been provided to show that fresh procurement process has been started.

In the circumstances, the completion of the project is doubtful and value for money on Kshs.4,390,507 incurred on the project could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities

that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report which 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 on whether, in all material respects, 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, in accordance with the provisions of Article 229(6) of the Constitution, and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls would not necessarily disclose all matters in the internal controls which 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 which would be material in relation to the financial statements being audited, may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the 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 which is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve

collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions which may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure, and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner which 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 Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

29 May, 2024

**KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

10. Statement of Assets and Liabilities as at 30th June, 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	33,564,801	17,345,515
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		33,564,801	17,345,515
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		33,564,801	17,345,515
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		33,564,801	17,345,515
Represented By			
Fund Balance B/Fwd	15	17,345,515	39,964,754
Prior Year Adjustments	16	5,520,852	-
Surplus/Deficit for The Year		10,698,435	(22,619,239)
Net Financial Position		33,564,801	17,345,515

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

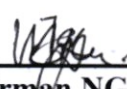
The Constituency financial statements were approved by NG CDFC on 8/9 2023 and signed by:


Fund Account Manager

Name: Lorna Muthoni


National Sub-County
Accountant

Name: Elias Mungai
ICPAK M/No: 15267


Chairman NG-CDF
Committee

Name: Jackson Mbugua

NG-CDF KIAMBAA
FUND ACCOUNT MANAGER
P. O. Box 86 - 00219, KARURI

THE NATIONAL SUB-COUNTY ACCOUNTANT
KIAMBAA
P. O. Box 208 - 00219,
KARURI

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

11. Statement of Cash Flows for The Year Ended 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	88,000,000	189,177,758
Other Receipts	3	57,000	-
Total Receipts		88,057,000	189,177,758
Payments			
Compensation Of Employees	4	5,556,379	4,345,618
Committee Expenses&oversight Committee Expense	5	3,898,000	6,259,600
Use Of Goods and Services	6	8,287,637	5,824,148
Transfers To Other Government Units	7	15,100,000	71,290,950
Other Grants and Transfers	8	40,617,953	123,608,390
Other Payments	11	3,500,000	-
Total Payments		76,959,969	211,328,706
Total Receipts Less Total Payments		16,617,883	(22,150,947)
Adjusted For:			
Prior Year Adjustments	16	5,520,852	-
Decrease/(Increase) In Accounts Receivable	17	-	-
Increase/(Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		16,617,883	(22,150,947)
Cash flow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	(398,596)	(468,292)
Net Cash Flows from Investing Activities		(398,596)	(468,292)
Net Increase In Cash And Cash Equivalent		16,219,287	(22,619,239)
Cash & Cash Equivalent At Start Of The Year	12	17,345,515	39,964,754
Cash & Cash Equivalent At End Of The Year	12	33,564,801	17,345,515

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

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


The Constituency financial statements were approved by NG CDFC on 8/9 2023 and signed by:



Fund Account Manager

Name: Lorna Muthoni

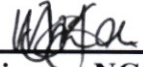
NG-CDF KIAMBAA
FUND ACCOUNT MANAGER
P.O. Box 86 - 00219, KARURI



National Sub-County Accountant

Name: Elias Mungai
ICPAK M/No: 15267

THE NATION SUB-COUNTY ACCOUNTANT
KIAMBAA
P.O. Box 208 - 00219,
KARURI



Chairman NG-CDF Committee

Name: Jackson Mbugua

12. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	<i>Insert current FY</i>	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	<i>Insert current FY</i>	<i>Insert current FY</i>		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers From NGCDF Board	145,087,603	17,345,515	0	162,433,118	105,345,515	57,087,603	65%
Proceeds From Sale of Assets			0	0	-	-	0%
Other Receipts		57000	0	57,000	57,000	-	100%
Totals	145,087,603	17,402,515	0	162,490,118	105,402,515	57,087,603	65%
Payments							
Compensation Of Employees	5,764,636	1,438,368	0	7,203,004	5,556,379	1,646,625	77%
Committee Expenses	1,904,000	2,064,980	0	3,968,980	3,548,000	420,980	89%
Use Of Goods and Services	5,389,248	3,847,732	0	9,236,980	8,287,637	949,343	90%
Transfers To Other Government Units	48,867,314	3,841,898	0	52,709,212	15,100,000	37,609,212	29%
Other Grants and Transfers	79,711,529	4,070,121	0	83,781,649	40,617,953	43,163,696	48%
Acquisition of Assets		405,416	0	405,416	398,596	6,820	98%
Oversight Committee Expenses	1,450,876	0	0	1,450,876	350,000	1,100,876	24%
Other Payments	2000000	1,734,000	0	3,734,000	3,500,000	234,000	94%
Funds Pending Approval**			-				
Totals	145,087,603	22,923,366	-	162,490,118	77,358,565	85,131,552	48%

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

a) **Explanatory Notes.** Utilization

- Compensation of Employees – 77%- Staff gratuity that will be paid out in this financial year.
- Use of goods and services – 90% - this is because of delayed disbursement of funds.
- Acquisition of Assets – 98%- Balance will project saving in the next financial year.
- Other payments– 94% - An AIA awaiting approval from the board.

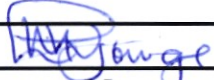
b) *[For the revenue items, indicate whether they form part of the AIA by inserting the “AIA” alongside the revenue category.]*

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


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

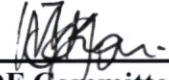
Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	85,131,552
Less undisbursed funds receivable from the Board as at 30 th June 2023	(57,087,603)
	28,043,949
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	5,520,852
Cash and Cash Equivalents at the end of the 30 th June 2023	33,564,801

The Constituency financial statements were approved by NG CDFC on 2/9 2023 and signed by:


Fund Account Manager

Name: Lorna Muthoni
NG-CDF KIAMBAA
FUND ACCOUNT MANAGER
P.O. Box 86 - 00219, KARURI


National Sub-County Accountant
THE NATIONAL SUB-COUNTY ACCOUNTANT
KIAMBAA
P.O. Box 208 - 00219,
KARURI
Name: Elias Mungai
ICPAK M/No: 15267


Chairman NG-CDF Committee
Name: Jackson Mbugua.

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

13. Budget Execution by Sectors and Projects for The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.0 Administration and Recurrent						
1.1 Compensation of employees	5,764,636	1,438,368	-	7,203,005	5,556,379	1,646,625
1.2 Committee allowances	780,000	1,522,394	-	2,302,394	2,302,394	0
1.3 Use of goods and services	2,160,620	3,218,574	-	5,379,194	4,894,320	484,874
Total	8,705,256	6,179,337	-	14,884,593	12,753,093	2,131,499
2.0 Monitoring and evaluation						-
2.1 Capacity building	2,134,000	541,677	-	2,675,677	2,347,782	327,895
2.2 Committee allowances	1,124,000	630,067	-	1,754,067	1,245,606	508,461
2.3 Use of goods and services	1,094,628	-	-	1,094,628	1,045,535	49,093
Total	4,352,628	1,171,744	-	5,524,372	4,638,923	885,449
3.0 Emergency						
3.1 Primary Schools	-	-	-	-	-	-
3.2 Secondary schools	-	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	-	-	-	-	-	-
3.5 Unutilised	7,636,190	-	-	7,636,190	-	7,636,190

KIAMBAA Constituency *KIAMBAA Constituency*
National Government Constituencies Development Fund (NGCDF) *National Government Constituencies Development Fund*
Annual Report and Financial Statements for The Year Ended June 30, 2023 *Annual Report and Financial Statements for The Year Ended June 30, 2023*

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	7,636,190	-	-	7,636,190	-	7,636,190
4.0 Bursary and Social Security						
4.1 Secondary Schools	27,480,602	1,608,398	-	29,089,000	29,089,000	0
4.2 Tertiary Institutions	7,738,809	-	-	7,738,809	7,662,290	76,519
4.3 Social Security	6,600,000	-	-	6,600,000	600,000	6,000,000
4.4 Special Needs	1,126,519	154,481	-	1,281,000	1,281,000	0
Total	42,945,930	1,762,879	-	44,708,809	38,632,290	6,076,519
5.0 Sports						-
5.1 Constituency Sports activities	2,601,752	321,578	-	2,923,330	-	2,923,330
5.2 Central Regional sports tournament	300,000	-	-	300,000	-	300,000
Total	2,901,752	321,578	-	3,223,330	-	3,223,330
6.0 Environment						
6.1 Lower Kihara Primary School	851,435	-	-	851,435	-	851,435
6.2 Ndenderu primary school	110,000	-	-	110,000	-	110,000
6.3 King'othua Primary School	110,000	-	-	110,000	-	110,000
6.4 Waguthu Primary School	110,000	-	-	110,000	-	110,000
6.5 Mayuyu Primary School	110,000	-	-	110,000	-	110,000
6.6 Gacharage Primary School	110,000	-	-	110,000	-	110,000
6.7 Kihara Secondary School	110,000	-	-	110,000	-	110,000
6.8 Karuri High School	110,000	-	-	110,000	-	110,000

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
6.9 Kiambaa mixed Secondary School	110,000	-	-	110,000	-	110,000
6.10 Cianda High School	110,000	-	-	110,000	-	110,000
6.11 Muongoiya Secondary School	110,000	-	-	110,000	-	110,000
Total	1,951,435	-	-	1,951,435	-	1,951,435
7.0 Primary Schools Projects						
7.1 Kibubuti Primary School	5,260,000	-	-	5,260,000	5,260,000	-
7.2 Kawaida Primary School	4,167,314	-	-	4,167,314		4,167,314
7.3 Kibathi Primary School	9,300,000	-	-	9,300,000	7,440,000	1,860,000
7.4 Thimbigua Primary School	2,240,000	-	-	2,240,000		2,240,000
7.5 Mayuyu Primary School	1,400,000	-	-	1,400,000		1,400,000
7.6 Muchatha Primary School	1,400,000	-	-	1,400,000		1,400,000
7.7 Ndenderu Primary School	1,400,000	-	-	1,400,000	1,400,000	-
7.8 Waguthu Primary School	2,800,000	-	-	2,800,000	-	2,800,000
7.9 Lower Kihara Primary School	2,800,000	-	-	2,800,000	-	2,800,000
7.10 Gacii Primary School	2,800,000	-	-	2,800,000	-	2,800,000
7.11 Karuri Primary School	2,800,000	-	-	2,800,000	-	2,800,000
7.12Ndenderu Primary School	5,000,000	-	-	5,000,000	-	5,000,000
7.13 kibubuti primary school	5,000,000	-	-	5,000,000	-	5,000,000
7.14 kibubuti primary school 2022-2023	-	440,000	-	440,000	-	440,000

KIAMBAA Constituency *KIAMBAA Cr* *lit* *KIAMBAA Cr* *lit*
National Government Constituencies Development Fund (NGCDF) *NGCDF* *lit*
Annual Report and Financial Statements for The Year Ended June 30, 2023

KIAMBAA Cr *lit*
NGCDF *lit*
lit

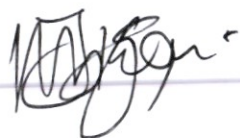
KIAMBAA Cr *lit*
NGCDF *lit*
lit

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.15 Raini Primary School 2022-2023	-	1,552,414	-	1,552,414	-	1,552,414
7.16 Karuri Primary School 2019-2020	-	150,000	-	150,000	-	150,000
7.17 Pmcs Balances	-	699,484	-	699,484	-	699,484
Total	46,367,314	2,841,898	-	49,209,212	14,100,000	35,109,212
8.0 Secondary Schools Projects						
8.1 Muongoiya Secondary School	2,500,000			2,500,000	-	2,500,000
8.2 kawainda sec sch 2022-2023		1,000,000		1,000,000	1,000,000	-
Total	2,500,000	1,000,000	-	3,500,000	1,000,000	2,500,000
10.0 Security Projects						
10.1 Kiambaa Police Post	1,070,000	-	-	1,070,000		1,070,000
10.2 Karuri Police Station	2,953,849	-	-	2,953,849		2,953,849
10.3 Kihara Police Station	11,630,410	-	-	11,630,410		11,630,410
10.4 Muongoiya police post	6,870,835	-	-	6,870,835		6,870,835
10.5 Kiambaa Chief's Office	1,751,127	-	-	1,751,127		1,751,127
10.6 kagongo Police 2020-2021		1,985,663	-	1,985,663	1,985,663	-
Total	24,276,221	1,985,663	-	26,261,884	1,985,663	24,276,221
11.0 Acquisition of assets						
11.1 kiambaa NGCDF office renovation	-	405,416	-	405,416	398,596	6,820

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	-	405,416	-	405,416	398,596	6,820
12.0 Oversight Committee Expenses (itemize)						
Constituency Oversight Committee allowances	900,000	-	-	900,000	350,000	550,000
Hire of Transport	200,000	-	-	200,000	-	200,000
Hire of Training Facilities and Equipment	350,876	-	-	350,876	-	350,876
Total	1,450,876	-	-	1,450,876	350,000	1,100,876
13.0 Other payments				-		-
12.1 Strategic Plan	2,000,000	1,500,000		3,500,000.00	3,500,000	-
Total	2,000,000	1,500,000	-	3,500,000	3,500,000	-
14.0 unallocated fund						
AIA	-	234,000	-	234,000	-	234,000
PMC savings	-	-	-	-	-	-
Total	-	234,000	-	234,000	-	234,000
	145,087,603	17,402,515	-	162,490,118	77,358,565	85,131,552

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



***KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023***

14. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Kiambaa 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.

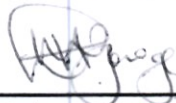
**KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

9. Statement of Receipts and Payments for the Year Ended 30th June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	88,000,000	189,177,758
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	57,000	-
Total Receipts		88,057,000	189,177,758
Payments			
Compensation Of Employees	4	5,556,379	4,345,618
Committee expenses & oversight committee expenses	5	3,898,000	6,259,600
Use Of Goods and Services	6	8,287,637	5,824,148
Transfers To Other Government Units	7	15,100,000	71,290,950
Other Grants and Transfers	8	40,617,953	123,608,390
Acquisition Of Assets	9	398,596	468,292
Other Payments	11	3,500,000	-
Total Payments		77,358,565	211,796,998
Surplus/(Deficit)		10,698,435	(22,619,239)

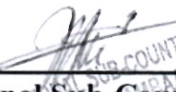
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on 8/9 2023 and signed by:



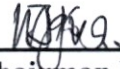
Fund Account Manager

Name: Lorna Muthoni



**National Sub-County
Accountant**

**Name: Elias Mungai
ICPAK M/No: 15267**



**Chairman NG-CDF
Committee**

Name: Jackson Mbugua

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.

***KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023***

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

***KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023***

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 3^{0th} June 2022 for the period 1st July 2022 to 30th June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

***KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023***

Significant Accounting Policies Continued

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 2023.

14. Errors

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

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

15. Related Party Transactions

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

**KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

15. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO .B140929	-	33,000,000
AIE NO .B105653	-	44,000,000
AIE NO .B105801	-	22,000,000
AIE NO .B128541	-	5,000,000
AIE NO .B140579	-	12,000,000
AIE NO .B154049	-	15,000,000
AIE NO .B164491	-	20,000,000
AIE NO .B155847	-	19,088,879
AIE NO .B155963	-	19,088,879
AIE NO B 185385	7,000,000	-
AIE NO B 185098	7,000,000	-
AIE NO B 105634	14,000,000	-
AIE NO B 206386	12,000,000	-
AIE NO B 205770	12,000,000	-
AIE NO B 207717	5,000,000	-
AIE NO B 207718	15,000,000	-
AIE NO B 207893	16,000,000	-
TOTAL	88,000,000	189,177,758.30

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
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2. Proceeds from Sale of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
Others (specify)	0	0
Total	0	0

3. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from sale of tender documents	57,000	0
Hire of plant/equipment/facilities	0	0
Other Receipts Not Classified Elsewhere	0	0
Total	57,000	0

**KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

Notes to the Financial Statements (Continued)

4. Compensation of Employees

	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,562,716	2,635,232
Personal allowances paid as part of salary		
House Allowance	929,000	1,030,000
Transport Allowance	304,000	308,000
Leave allowance	-	190,439
Gratuity to contractual employees	1,596,503	98,787
Employer Contributions Compulsory national social security schemes	164,160	83,160
Total	5,556,379	4,345,618

5. Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	2,545,996	6,259,600
Other committee expenses	1,002,004	0
Total	3,548,000	6,259,600

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
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6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	200,000	60,690
Communication, supplies and services	452,500	89,326
Domestic travel and subsistence	1,990,072	86,800
Printing, advertising and information supplies & services	323,567	-
Rentals of produced assets	-	-
Training expenses	2,347,782	2,769,872
Hospitality supplies and services	1,379,610	148,229
Insurance costs	-	-
Specialised materials and services	-	309,865
Office and general supplies and services	1,232,386	1,173,460
Fuel , oil & lubricants	-	-
Other operating expenses	-	1,156,312
Bank Charges	361,720	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	29,594
Routine maintenance- other assets	-	-
Total	8,287,637	5,824,148

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Notes to The Financial Statements (Continued)

7. Transfer to Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	14,100,000	65,290,950
Transfers To Secondary Schools (See Attached List)	1,000,000	6,000,000
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	15,100,000	71,290,950

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	29,089,000	36,352,000
Bursary – tertiary institutions (see attached list)	7,662,290	35,719,000
Bursary – special schools (see attached list)	1,281,000	1,533,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	600,000	
Security projects (see attached list)	1,985,663	13,200,000
Sports projects (see attached list)	-	30,114,036
Environment projects (see attached list)	-	2,441,777
Emergency projects (see attached list)	-	1,748,577
Roads projects (see attached list)	-	2,500,000
Total	40,617,953	123,608,390

KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Notes to the Financial Statements (Continued)

9. Acquisition of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	398,596	236,292.00
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	232,000
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	398,596	468,292

10. Oversight Committee Expenses

	2022-2023	2021-2022
	Kshs	Kshs
COC Members allowance	350,000	-
Other COC expenses	-	-
Assets	350,000	350,000

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	3,500,000	-
ICT Hub	-	-
	3,500,000	-

**KIAMBAA Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023**

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Cooperative bank, Account No.01141475527500 (Main account)</i>	33,564,801	17,345,515
<i>Name of Bank, account No. (Deposits account)</i>	0	0
Total	33,564,801	17,345,515
12 B: Cash on Hand		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>Specify</i>)	0	0
Total	0	0
<i>[Provide Cash Count Certificates for Each]</i>		

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
<i>Name of Officer</i>	dd/mm/yy	0	0	0
Total		0	0	0

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

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Notes to the Financial Statement Continued

14. Retention and Gratuity

14 A. Retention	2022-2023	2021-2022
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	(1st July 2022)	(1st July 2023)
	Kshs	Kshs
Bank accounts	17,345,515	39,964,754
Cash in hand	-	-
Imprest	-	-
Total	17,345,515	39,964,754
Less		
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	17,345,515	39,964,754

[Provide short appropriate explanations as necessary]

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16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Lower Kihara	-	257,995.50	-
Karuri Police Station	-	2,043,307.30	-
Cianda High School	-	465,894.65	-
Sports	-	2,747,354.50	-
Cheque Reversal (NHIF)	-	6,300.00	-
Total	-	5,520,851.95	-

s

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

17. Changes in Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

18. Changes in Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-

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Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
Closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes to the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	1,646,625	1,168,219
Committee expense	508,461	4,748,100
Use of goods and services	861,862	1,522,390
Amounts due to other Government entities (see attached list)	37,609,212	849,484
Amounts due to other grants and other transfers (see attached list)	43,163,696	8,675,047
Acquisition of assets	6,820	205,416
Oversight Committee Expenses	1,100,876	-
Other Payments (<i>specify</i>)	234,000	-
Funds pending approval	-	177,000
Total	85,131,552	17,345,512

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18.4: PMC account balances (See Annex 5)

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	19,450,153	24,941,525
Total	19,450,153	24,941,525

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16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 20xx	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees	salaries	1,646,625	1,168,219	
Use of goods & services	payment of goods and services	1,370,323	6,270,490	
Amounts due to other Government entities				
7.0 Primary Schools Projects	Grant for school project			
7.2 Kawaida Primary School	Grant for school project	4,167,314		Funds disbursed at the closure of financial year
7.3 Kibathi Primary School	Grant for school project	1,860,000		Funds disbursed at the closure of financial year
7.4 Thimbigua Primary School	Grant for school project	2,240,000		Funds disbursed at the closure of financial year
7.5 Mayuyu Primary School	Grant for school project	1,400,000		Funds disbursed at the closure of financial year
7.6 Muchatha Primary School	Grant for school project	1,400,000		Funds disbursed at the closure of financial year

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7.8 Waguthu Primary School	Grant for school project	2,800,000		Funds disbursed at the closure of financial year
7.9 Lower Kihara Primary School	Grant for school project	2,800,000		Funds disbursed at the closure of financial year
7.10 Gacii Primary School	Grant for school project	2,800,000		Funds disbursed at the closure of financial year
7.11 Karuri Primary School	Grant for school project	2,800,000		Funds disbursed at the closure of financial year
7.12Ndenderu Primary School	Grant for school project	5,000,000		Funds disbursed at the closure of financial year
7.13 kibubuti primary school	Grant for school project	5,000,000		Funds disbursed at the closure of financial year
7.14 kibubuti primary school 2022-2023	Grant for school project	440,000		Funds disbursed at the closure of financial year
7.15 Raini Primary School 2022-2023	Grant for school project	1,552,414		Funds disbursed at the closure of financial year
7.16 Karuri Primary School 2019-2020	Grant for school project	150,000		
7.17 Pmcs Balances	Returned funds from pmcs	699,484		pmcs savings
Karuri Primary School 2019-2020			150,000	
pmc balances				pmcs savings

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4.1 Secondary Schools			1,608,398	
4.4 Special Needs			67,000	
5.0 Sports				
5.1 Constituency Sports activities	sports		2,923,330	
5.2 Central Regional sports tournament	sports		300,000	
5.3 Constituency Sports	sports		321,578	
6.0 Environment				
6.1 Lower Kihara Primary School	gutter installation		851,435	
6.2 Ndenderu primary school	tree planting project		110,000	
6.3 King'othua Primary School	tree planting project		110,000	
6.4 Waguthu Primary School	tree planting project		110,000	
6.5 Mayuyu Primary School	tree planting project		110,000	
6.6 Gacharage Primary School	tree planting project		110,000	
6.7 Kihara Secondary School	tree planting project		110,000	
6.8 Karuri High School	tree planting project		110,000	
6.9 Kiambaa mixed Secondary School	tree planting project		110,000	

KIAMBAA Constituency *KIAMBA/ on* *KIAMBA/ on* *KIAMBA/ on* *KIAMBA/ on*
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Others (specify)				
AIA	sale of tender documents	57,000		Sale of tenders
AIA	sale of tender documents		177,000	sale of tenders
PMC savings	funds from pmcs account	2,767,197		
Sub-Total		3,931,893	382,416	
Funds pending approval				
Grand Total		84,954,552	17,345,512	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost
	(Kshs)			(Kshs)
	2021-2022			2022-2023
Land				-
Buildings and structures	26,712,292	398,596		27,110,888
Transport equipment				-
Office equipment, furniture and fittings				-
ICT Equipment, Software and Other ICT Assets	1,912,000			1,912,000
Other Machinery and Equipment				-
Heritage and cultural assets	1,495,750			1,495,750
Intangible assets				-
Total	30,120,042	398,596	-	30,518,638

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6.10 Cianda High School	tree planting project	110,000		
6.11 Muongoiya Secondary School	tree planting project	110,000		
10.0 Security Projects				
10.1 Kiambaa Police Post	add. funds for const. of police post	1,070,000		
10.2 Karuri Police Station	add. funds for const. of police post	2,953,849		
10.3 Kihara Police Station	add. funds for const. of police post	11,630,410		
10.4 Muongoiya police post	add. funds for const. of police post	6,870,835		
10.5 Kiambaa Chief's Office	add. funds for const. of police post	1,751,127		
10.6 Kagongo Police Post 2020-21	funds to purchase land		1,985,663	
	Sub-Total			
		45,911,050	8,674,903	
Acquisition of assets				
11.1 kiambaa NGCFD office renovation	Renovation	6,820		
Renovation(Kiambaa Ngcdf Office)			205,416	
Oversight Committee Expenses(itemize)				
Constituency Oversight Committee allowances	Allowances	550,000		
Hire of Transport	Transport cost	200,000		
Hire of Training Facilities and Equipment	Training cost	350,876		

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Annex 5 –PMC Bank Balances As At 30th June 2023

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
NDENDERU PRIMARY SCHOOL KCDF	cooperative	01141475610200	347,763	240,220
GACHARAGE PRIMARY SCHOOL KCDF	cooperative	01141475629900	290,304	2,573,061
KIBUBUTI PRIMARY SCHOOL KCDF	cooperative	01141475645801	1,646,779	-
KIAMBAA CDF ENVIRONMENT PROGRAMME KCDF	cooperative	01141475664800	29,563	29,563
KIAMBAA MIXED SECONDARY SCHOOL KCDF	cooperative	01141475674500	98,007	98,007
KIBATHI PRIMARY SCHOOL KCDF	cooperative	01141475681000	5,606,927	27,227
MUTHURWA SECONDARY SCHOOL KCDF	cooperative	01141475766800	284,558	980,087
LOWER KIHARA PRIMARY SCHOOL KCDF	cooperative	01141700178800	-	111,220
MUCHATHA HIGH SCHOOL KCDF	cooperative	01141700417701	586,986	-
THIMBIGUA PRIMARY SCHOOL KCDF	cooperative	01141700517300	-	505,278
ST ANGELAS GIRLS HIGH SCHOOL KCDF	cooperative	01141701693800	6,036	6,036
MAYUYU PRIMARY SCHOOL KCDF	cooperative	01141701783000	103,595	206,119
ASSISTANT CHIEF NJIKU KCDF	cooperative	01141701861000	207	207
MUCHATHA ASSISTANT CHIEF KCDF	cooperative	01141701870800		

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			1,080,046	1,080,046
ST ANDREWS NDENDERU SECONDARY SCHOOL KC	cooperative	01141475608200	17,825	17,825
SENIOR CHIEF KOINANGE SECONDARY SCHOOL KC	cooperative	01141475614600	180,611	296,480
CIANDA HIGH SCHOOL KCDF	cooperative	01141475640200	-	261,501
KIBUBUTI PRIMARY SCHOOL KCDF	cooperative	01141475645800	440,929	82,678
NJENGA KARUME PRIMARY SCHOOL KCDF	cooperative	01141475661200	119,888	119,888
KIAMBAA PRIMARY SCHOOL KCDF	cooperative	01141475675300	985,056	4,380,445
MUYA PRIMARY SCHOOL KCDF	cooperative	01141475762100	194,990	194,990
UPPER KIHARA PRIMARY SCHOOL KCDF	cooperative	01141475836400	507,030	507,030
KINGOTHUA PRIMARY SCHOOL KCDF	cooperative	01141475853600	106,091	106,091
KARURA PRIMARY SCHOOL KCDF	cooperative	01141475861800	95,810	95,810
KAWAIDA PRIMARY SCHOOL KCDF	cooperative	01141475905000	842,881	5,615,724
MUCHATHA HIGH SCHOOL KCDF	cooperative	01141700417701	586,986	-
KIAMBAA CHIEF OFFICE KCDF	cooperative	01141700687700	2,994,897	2,994,897
MUONGOIYA POLICE POST KCDF	cooperative	01141701636400	1,830,855	1,830,855
KIAMBAA POLICE POST KCDF	cooperative	01141701876300	461,355	2,576,063
ST JOSEPH HIGH SCHOOL GATHANGA	cooperative	01141701993700		

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KCDF			4,181	4,181
Total			19,450,153	24,941,525

Annex 6: Progress on Follow up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/NRO/NGCDF/KIAMBAA/2021/2022(24)	1. Presentation and Disclosure in the Financial Statements	There were typing errors, however the Financial Statements were amended and availed for audit review	Resolved	N/A
	2. Failure to remit Statutory Deductions	Necessary steps and enquiries were made with respective offices, stale cheques were replaced and remitted on time	Resolved	N/A
	3. Failure to Maintain a Comprehensive Fixed Assets Register	Through a letter the Management has requested for additional tags for new assets and untagged ones.	Resolved	N/A
	4. Irregular Branding of Projects	Instruction has been issued to brand projects as per the NGCDF Act.	Resolved	N/A

NG-CDF KIAMBAA
 FUND ACCOUNT MANAGER
 P. O. Box 86 - 00219, KARURI



.....
 Name
 Fund Account Manager.