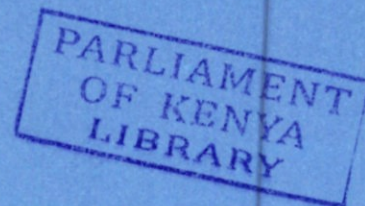


REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY PAPERS LAID	
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REPORT

OF

THE AUDITOR-GENERAL

ON

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

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



MATHIOYA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS 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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I. Acronyms and Abbreviations

Provide a list of all applicable acronyms and abbreviation e.g.

NG CDF-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

ARMC-Audit and Risk Management Committee

OSHA- Occupational Safety and Health Act of 2007

II. 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;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;

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- 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 Mathioya 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)

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	Mary Kyengo
2.	Sub-County Accountant	John Wambugu
3.	Chairman NGCDFC	Eliud Kiriga
4.	Member NGCDFC	Joyce Muriuki

(c) Fiduciary Oversight Arrangements

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

P.O. Box 275-10204, Kiriaini
Inside the Mathioya Subcounty Headquarters compound
Next to Kiriaini Mission Hospital

(e) Mathioya Constituency NGCDF Contacts

Telephone: (254) 0723945343
E-mail: cdmathioya@ngcdf.go.ke
Website: cdmathioya@ngcdf.go.ke

(f) Mathioya Constituency NGCDF Bankers

Equity Bank – A/C 0050290920356
Kiriaini Branch
P.O.Box 75104-00200
Nairobi

(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

III. NG-CDFC Chairman's Report



Eliud Kiriga Goko
Chairman Mathioya NG CDF

I am pleased to present the Mathioya NGCDF Annual report and financial Statements for the year ended 30th June 2023.

Mathioya constituency is one of the constituencies in Muranga county. It's the most far end constituency bordering Nyeri County.

In year under review Mathioya constituency basically addressed the issue of bursary by ensuring 100% issuance of both secondary and tertiary bursary. The CDFC in its strategic plan is working towards 100% transition to secondary school and tertiary institutions. This year has seen the highest allocation under bursary of ksh. 52 million. This has ensured that students have been retained in school longer hence improved performance.

The CDFC is keen in setting realistic and achievable goals by giving priority to ongoing projects to ensure their completion in time.

Mathioya CDF has ensured fairness in the disbursement of bursaries to help keep bright and needy students in school. This has gone a long way in improving the performance of the constituency. At the same time, the constituency holds an academic day for teachers and learners every year in a bid to motivate them for improved performance.

There has been great co-operation between the CDF and other sectors like KERRA and water departments to ensure easy access to clean water and ease in movements.

Some of the projects implemented during the year are as follows:

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National Government Constituencies Development Fund (NGCDF)
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KIRIKI PRIMARY SCHOOL STAFF TOILET BLOCK

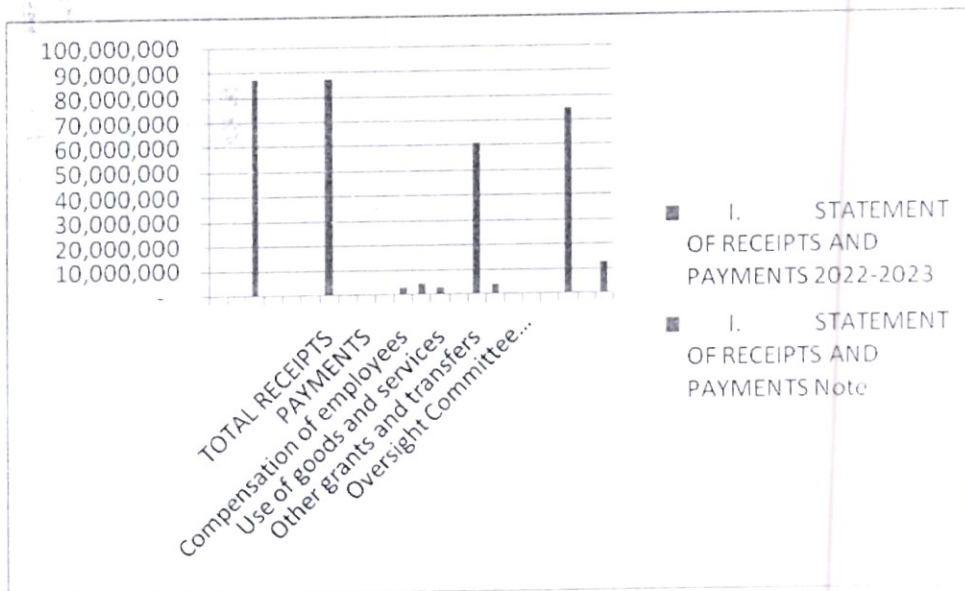


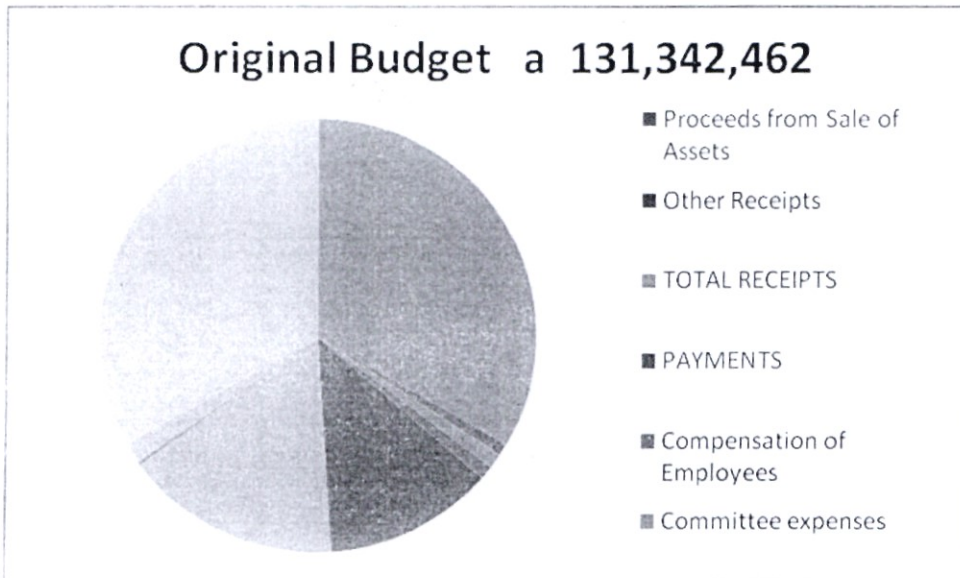
KIAMUTURI ASSISTANT CHIEFS OFFICE



GIKOE SECONDARY SCHOOL

Performance of the constituency over the year is as shown below:





Mathioya National Government Constituency Development Fund Committee however noted various challenges in projects implementation and management during the 2022/2023 financial year.

The challenges were: inadequate record keeping by project management committees, lack of knowledge especially by new project management committees on provisions of Public Procurement and Assets Disposal Act 2015 as well as delayed submission of the required returns for funds disbursed. Another notable challenge is the limited numbers of technical officers needed to provide the requisite technical advice in project implementation and management. To mitigate the above, the committee during the financial year scaled up its capacity building programmes for NG-CDF Committee, Project Management Committees and staff on various aspects of NG-CDF projects management. These programmes contributed to minimizing the challenges hence improving overall performance by Project Management Committees. The NG-CDFC plans to intensify capacity building as well as monitoring and evaluation programmes during the 2023/2024 financial ye

.....

 Name
 CHAIRMAN NGCDF COMMITTEE

IV. 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 Mathioya Constituency 2022-2027 plan are to:

1. To have all children of school going age attending school
2. To enhance security to all residents in the constituency.
3. Ensure all schools have access to safe water

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:

s	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Three dining halls constructed in kiria mixed, gatunguru secondary and kiambuthia secondary schools. 4000 students benefited with secondary bursary and 2000 students benefitted with tertiary bursary.	In FY 2022/23 -we increased number of dining halls from 4 to 7 in the following schools/institutions- kiriani mixed, gatunguru and kiambuthia secondary schools. - Bursary beneficiaries also increased from three thousand to seven thousand.
Security	Construction of offices for chiefs/assistant chiefs.	Improved service delivery to the public.	3 chiefs offices constructed.	3 offices constructed for chiefs/assistant chiefs in the FY 2022/2023 in gakoe, kora and yakarengo.
Environment	To provide water harvesting tanks in learning	Improved access to clean water and reduced	Water tanks/guttering supplied to 7 institutions.	Provision for Installation of 7 tanks and guttering in to seven

Mathioya Constituency

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	institutions	damage to infrastructure		institutions
Sports	Ensure a drug free constituency	Reduce the use of drugs among the youth to zero	Five youths were sponsored for rehabilitation from drugs	Sporting activities done in each of the 31 sublocations in the constituency
Emergency	Mitigate emergency occurrences	Reduced health hazards and accidents	Provision of electricity in two schools to reduce insecurity	Electrification of mananga primary and kihuro secondary schools

V.Statement of Governance

Mathioya NGCDF is governed by NG CDFC members. The constituency committee is composed of:

1. The national government official responsible for coordination of national government functions
2. Two men one of whom shall be a youth at the date of appointment.
3. Two women one of whom shall be a youth at the date of appointment.
4. One person with disability nominated by a registered group representing persons with disabilities in the constituency.
5. Two persons nominated by the constituency office established under regulations made pursuant to the parliamentary service act
6. The officer of the board seconded to the constituency who shall be an ex officio members without a vote.
7. One member co-opted by the board in accordance with regulations made by the board.

The members in category 2 and 3 are selected from a list of applications from members of the public. The process of identification of these members is done through advertisement placed locally in all public places calling for suitable applicants to fill the positions of two men and two women. The applicants must meet the requirements of chapter six of the constitution, must be residents from the constituency and able to communicate in English and Kiswahili. There should be fair distribution on the selection across all wards in the constituency.

The member under category 3 is appointed by a registered group of persons with disabilities operating within the constituency.

The members of a constituency committee may remove an member upon receiving a complaint. A Special committee sitting shall be convened to discuss the complaint whereby the concerned member shall be given a fair hearing before the final decision is made. All the discussions of these sittings shall be forwarded to the board for a decision to be made.

The functions of the constituency committee include:

- a. Build capacity of PMs and sensitize the community on the operations of the fund.
- b. Consider projects proposals from all wards in the constituency.
- c. Enter into performance contract with the Board
- d. Receive returns from PMCs

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- c. Maintain PMC data base and all their records.
- f. Ensure that the committee does not enter into commitments for which funding has not been allocated.
- g. Ensure projects are labelled in accordance with guidelines issued by the Board.
- h. Received and address all complaints concerning implementation of projects.
- i. Recommend to the board removal of a committee member.

The constituency has also formed other subcommittees including the NHIF committee, the bursary committee and the complaints committee. The NHIF committee is composed of four members of the NG CDFC, the officer of the board seconded to the constituency, the officer responsible for social development in the constituency and three other members co-opted from the community. The bursary committee is composed of four members of the NG CDFC, the officer of the board seconded to the constituency, the officer responsible for education matters in the constituency and four members co-opted from the community.

In addition the the above committees' the constituency has also formed complaints committee responsible for resolving all complaints received in the constituency office. The complaints committee is composed of four members of the constituency office and the officer of the board seconded to the constituency.

The constituency committee which was gazetted in November 2022 has been trained in April 2023. The training of the constituency committee shall be an annual exercise so as to equip members with the necessary knowledge as far as implementation of projects is concerned.

The constituency committee has in the FY 2022/2023 held 12 meetings which are in line with the provisions of section 43 of the NG CDF Act 2015 as amended in 2022 which requires the constituency committee to meet as least six times and not more than twenty four times in a financial year.

All members of the constituency committee are supposed to declare conflict of interest at the beginning of every meeting.

The NG CDF members are paid sitting allowances in the line with the policy guidelines issued by the board where the chair person receives ksh. 7,000 and members receive ksh. 5,000 for every meeting held.

In mitigating risks in the office operations, members have ensured that all cheques are endorsed by the fund account manager. At the same time, the signatories receive a confirmation from the bank on every transaction before it is cleared.

VI. Environmental and Sustainability Reporting

Mathioya 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 Kigumo NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Kigumo 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

- The constituency sponsors 10 students, two from every ward in the constituency. The students give back to the community by holding tree planting in public land and cleaning the neighbouring shopping centres within their locality. These activities are usually done twice a year, in the months of April and October every year.
- The constituency also takes part in sensitizing the youth on the impact of drugs at least once every year. This is done during education day event carried out yearly in the constituency.
- The NG-CDF sponsors one sporting activity every year. The activities involved include foot ball, athletics and other ball games. This is usually done from the sublocational levels where the community is also sensitized on environmental conservation through the planting of tree and carrying out cleaning of public places.

3. Employee welfare

We invest in providing the best working environment for our employees. Kigumo 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. Kigumo 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-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

Kigumo 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.

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



.....
Name *David M. Luthinje*
Fund Account Manager.

VII. 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-Mathioya 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 2022/2023 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-Mathioya 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- Mathioya Constituency further confirms the completeness of the accounting records maintained for the constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Mathioya 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

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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- Mathioya Constituency financial statements were approved and signed by the Accounting Officer on _____ 2023.

.....
Name: 
Chairman – NGCDF Committee

.....
Name: 
Fund Account Manager

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 - MATHIOYA 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 - Mathioya Constituency set out on pages 1 to 42,

which comprise 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 effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Mathioya 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 the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1.0. Other Grants and Transfers

The statement of receipts and payments reflects other grants and transfers amount of Kshs.61,058,645 as disclosed in Note 8 to the financial statements. However, the following unsatisfactory matters were noted:

1.1. Unsupported Disbursement of Bursaries

The amount of Kshs.61,054,645 includes bursaries totalling Kshs.52,672,080, comprising Kshs.37,741,080, Kshs.12,191,000 and Kshs.2,740,000 disbursed to secondary schools, tertiary institutions and special schools respectively. However, examination of payment vouchers revealed that the payment schedules were not supported by student admission and registration numbers.

In the circumstances, the accuracy and completeness of the bursary disbursements amounting to Kshs.52,672,080 could not be confirmed.

1.2. Unsupported Expenditure on Procurement of Sports Equipment

The amount of Kshs.61,054,645 also includes sports projects expenditure of Kshs.2,741,550 out of which, Kshs.2,122,550 was spent on procurement of sports equipment. However, examination of the tendering process revealed that there were no tender register book and advertisement for the item procured. Further, no records were provided on how these items were delivered, received in the inventory and then distributed to respective sports clubs.

In the circumstances, the accuracy and completeness of the expenditure of Kshs.2,122,550 on sports equipment could not be confirmed.

2.0. Inaccuracies in the Summary Statement of Appropriation

The summary statement of appropriation reflects total opening adjustments balance of Kshs.39,259,482 which differs with the re-cast balance of Kshs.39,610,601, resulting in an unexplained variance of Kshs.351,119.

Further, the statement reflects original budget amount of Kshs.3,602,520 in respect of compensation of employees, while the approved code list from the National Government Constituencies Development Fund (NGCDF) Board indicates a corresponding amount of Kshs.3,722,520, resulting in an unreconciled variance of 120,000.

In the circumstances, the accuracy and completeness of the summary statement of appropriation could not be confirmed.

3.0. Inaccuracies in the Summary of Fixed Asset Register

Annex 4 to the financial statements reflects total fixed assets balance of Kshs.25,847,752. However, the list of assets provided for audit reflects total fixed assets balance of Kshs.19,983,764, resulting in a variance of Kshs.863,988 which was not explained or reconciled.

In the circumstances, the accuracy and completeness of the summary of fixed asset register at Annex 4 could not be confirmed.

4.0. Unsupported Project Management Committee Balances

Note 18.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balances totalling Kshs.735,217. However, the cash books, bank reconciliation statements and certificates of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC bank balances of Kshs.735,217 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 - Mathiyoa 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 actual on comparable basis amounts of Kshs.170,953,063 and Kshs.126,610,601 respectively, resulting in an under-funding of Kshs.44,342,462 or 26% of the budget. However, the Fund spent an amount of Kshs.74,886,954 against actual receipts of Kshs.126,610,601, resulting in under-utilization of Kshs.51,723,647 or 41% 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 Matters

In the audit report of the previous year, several issues were raised under the Report on financial statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management had not resolved the issues or given explanation for failure to implement the recommendation.

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. Errors in Presentation and Disclosure of the Reports and Financial Statements

Review of the reports and financial statements presented for audit revealed the following anomalies.

- i. Item vi-Environmental and sustainability reporting, in the table of contents, has an error written on it showing "Error Bookmark not defined".
- ii. Under Acronyms and Abbreviations on Page ii, there is an instruction: "*Provide a list of all applicable acronyms and abbreviations e.g.*", which ought to have been excluded.
- iii. The environmental and sustainability reporting on Pages xv, xvi, xvii and xviii has reports on Kigumo NGCDF instead of Mathioya NGCDF.
- iv. The statement of cash flows has the financial years missing at the top of the columns for the current and comparative years.

In the circumstances, Management was in breach of the requirement of the reporting template prescribed by the Public Sector Accounting Standards Board.

2. Irregularities in Procurement of Security Projects

Review of records revealed that the Fund spent an amount of Kshs.3,696,680 on security projects. However, verification of the tendering process for security projects revealed that Management did not maintain a tender opening register, contrary to the provisions of Section 78(6) of the Public Procurement and Asset Disposal Act, 2015. Further, the Bills of Quantities (BQs) submitted by bidders were not signed, making it impossible to establish whether the prices quoted therein were competitive. In addition, no inspection and acceptance report or certificate of completion was provided for audit, contrary to the provisions of Section 48(1) of the Public Procurement and Asset Disposal Act, 2015. Similarly, no bank slips were provided to confirm that the bidders paid for the tender security of Kshs.1,000 as part of the tender requirements.

Further, included in the expenditure of Kshs.3,696,680 is an amount of Kshs.3,000,000 paid to a company for installation of solar lights. However, review of the supporting documents revealed that the Company was not registered under National Construction Authority, the KRA Pin attached belonged to a different company and the certificate of registration number used by the Company belonged to a different company. This was contrary to the provisions of Section 55(1) of the Public Finance and Asset Disposal Act, 2015.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Non-Compliance with the Board Guidelines on Recruitment

During the financial year under review, the Fund recruited (9) nine members of staffs via advertisement dated 30 January, 2023. The number exceeded the required number of

five (5), contrary to the Constituencies Development Fund Board circular on recruitment of Constituency Development Fund Committee staff, 2013. Further, the issued appointment letters did not conform to the required structured template of appointment letter given by the Board. In addition, four (4) Constituency Development Fund Committee staff were paid gratuity amounting to Kshs.898,380. However, upon scrutiny of the documents provided, it was noted that PAYE was tabulated as 10% and not 30%, thus PAYE on gratuity was underpaid by an amount of Kshs.79,676.

In the circumstances, the effectiveness of the internal control over staff recruitment and payments could not be confirmed.

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 controls, risk management and governance.

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

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective 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 that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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

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

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

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

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



**FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL**

Nairobi

20 June, 2024

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

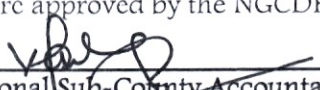
IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023

	Note	FY 2022/2023	FY 2021/2022
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	87,000,000	182,177,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	351,119	348,000
TOTAL RECEIPTS		87,351,119	182,525,758
PAYMENTS			
Compensation of employees	4	2,871,580	1,714,797
Committee expenses	5	4,247,250	9,385,065
Use of goods and services	6	2,958,479	3,489,760
Transfers to Other Government Units	7	-	69,410,000
Other grants and transfers	8	61,054,645	82,414,961
Acquisition of Assets	9	3,755,000	-
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
TOTAL PAYMENTS		74,886,954	166,414,583
SURPLUS/DEFICIT		12,464,164	16,111,175

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 _____ 2023 and signed by:


Fund Account Manager


National Sub-County Accountant


Chairman NG-CDF Committee

Name: David M. Luthinji

Name: John Mumbugu
ICPAK M/No: 27535

Name: E. Kereca

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

X. Statement Of Assets and Liabilities As At 30th June, 2023

	Note	FY 2022/2023	FY 2021/2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	-	39,259,482
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		-	39,259,482
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		-	39,259,482
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL ASSETS		-	39,259,482
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	39,259,482	23,148,307
Prior year adjustments	16	-	-
Surplus/Deficit for the year		12,464,164	16,111,175
NET FINANCIAL POSITION		51,723,646	39,259,482

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 _____ 2023 and signed by:

Fund Account Manager

Name:

David M. Luthinji

National Sub-County Accountant

Name: JOHN KAMBUNU
ICPAK M/No: 27535

Chairman NG-CDF Committee

Name:

E. K. R. G. A.

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

XI. Statement Of Cash Flows for The Year Ended 30th June 2023

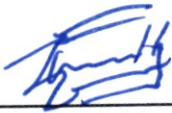
	Notes	<i>Insert Current FY</i>	<i>Insert Previous FY</i>
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	87,000,000	182,177,753
Other Receipts	3	351,119	348,000
		87,351,119	182,525,753
Payments for operating activities			
Compensation of Employees	4	2,871,580	1,714,797
Committee expenses	5	4,247,250	9,385,065
Use of goods and services	6	2,958,479	3,489,760
Transfers to Other Government Units	7	-	69,410,000
Other grants and transfers	8	61,054,645	82,414,961
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
		71,131,954	166,414,583
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
Net Adjustments		-	-
Net cash flow from operating activities		16,219,164	16,111,175
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(3,755,000)	-
Net cash flows from Investing Activities		(3,755,000)	-

Mathioya Constituency
 National Government Constituencies Development Fund (NGCDF)
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NET INCREASE IN CASH AND CASH EQUIVALENT		12,464,164	16,111,175
Cash and cash equivalent at BEGINNING of the year	12	39,259,482	23,148,307
Cash and cash equivalent at END of the year		51,723,646	39,259,482

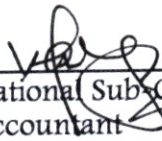
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on _____ 2023 and signed by:



Fund Account Manager

Name: *David M Luthinj*



National Sub-County Accountant

Name: *John Kamukuu*
 ICPAK M/No: *27535*



Chairman NG-CDF Committee

Name: *John Kamukuu*

*Mathioya Constituency
National Government Constituencies Development Fund (NGCDF)
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XII. 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	131,342,462	39,259,482	0	170,601,944	126,259,482	44,342,462	74.0%
Proceeds From Sale of Assets				0	-	-	0
Other Receipts		351,119		351,119	351,119	-	-
Totals	131,342,462	39,259,482	0	170,953,063	126,610,601	44,342,462	74.1%
Payments							
Compensation Of Employees	3,602,520	1,897,426		5,499,946.00	2,871,580	2,628,366	52.2%
Committee Expenses	4,264,000			4,264,000.00	4,247,250	16,750	99.6%
Use Of Goods and Services	3,954,300	3,714,399		7,668,699.00	2,958,479	4,710,220	35.6%
Transfers To Other Government Units	49,355,742	3,000,000		52,355,742.00	-	52,355,742	0.0%

*Mathioya Constituency
National Government Constituencies Development Fund (NGCDF)
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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/Blk) and AIA	Previous Years' Outstanding disbursements	<i>Insert current FY</i>	<i>Insert current FY</i>		
Receipts							
Other Grants and Transfers	62,965,900	23,003,657		85,969,557	61,054,645	24,914,912	71.0%
Acquisition Of Assets	550,000	7,000,000		7,550,000	3,755,000	3,795,000	49.7%
Oversight Committee Expenses	650,000	--		-	-	-	-
Other Payments	6,000,000			6,000,000	-	6,000,000	0.0%
Funds Pending Approval (AIA)		995,119		995,119	-	995,119	0.0%
Totals	131,342,462	39,610,601	0	170,953,063	74,886,954	96,066,108	43.9%

... approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet ... projects.

... financial year remained under utilised because their funds were disbursed after the closure of the

... dget were as a result of funds brought forward from the previous financial year.

Reconciliation of Summary Statement of Appropriation
Description
Budget utilisation difference
Less undisbursed

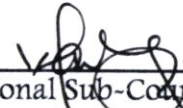
Statement of Assets and Liabilities

	Amount
Totals	96,066,108
Unfunds receivable from the Board as at 30 th June 2023	44,342,462
	51,723,646
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	
Cash and Cash Equivalents at the end of the 30 th June 2023	51,723,646

The Constituency financial statements were approved by NG CDFC on _____ 2023 and signed by:


 Fund Account Manager

Name: *David M. Luthinji*


 National Sub-County Accountant

Name: *JOHN KAMBUU*
 ICPAK M/No: *27535*


 Chairman NG-CDF Committee

Name: *E. K. R. GA*

XIII. 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						
1.1 Compensation of employees	3,602,520	1,897,426		5,499,946	2,871,580	2,628,366
1.2 Committee allowances	1,872,000	1,500,000		3,372,000	2,704,250	667,750
1.3 Use of goods and services	2,406,027	770,790		3,176,817	1,787,479	1,389,338
	7,880,547	4,168,216	-	12,048,763	7,363,309	4,685,454
2.0 Monitoring and evaluation						
2.1 Capacity building	802,000			802,000	356,000	446,000
2.2 Committee allowances	2,392,000	900,000		3,292,000	1,543,000	1,749,000
2.3 Use of goods and services	746,273	543,609		1,289,882	815,000	474,882
	3,940,273	1,443,609	-	5,383,882	2,714,000	2,669,882
3.0 Emergency						
3.1 Primary Schools						
Gachiro primary school		114,700.00		114,700	114,700	-
Mananga primary school		274,288		274,288	274,288	-
Ruru primary school		299,175		299,175	299,175	-
Kihuro primary school		210,000.00		210,000	210,000	-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual or comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
3.2 Secondary schools	-					-
St. phillip gikindu secondary school		276,040.00		276,040	276,040	-
3.3 Tertiary institutions	-					-
3.4 Security projects	-		-			-
Gitugi police station		79,857.00		79,857	79,857	
Mathioya DCCs office		673,275.00		673,275	673,275	
3.5 Unutilised	7,636,190	4,103,246		11,739,436		11,739,436
Total	7,636,190	6,030,581		13,666,771	1,927,335	11,739,436
4.0 Bursary and Social Security						
4.1 Primary Schools						
4.2 Secondary Schools	21,463,861	1,377,510		22,841,371	37,741,080	(14,899,709)
4.3 Tertiary Institutions	18,000,000	803,000		18,803,000	12,191,000	6,612,000
4.4 Universities						
4.5 Social Security	4,524,000	4,524,000		9,048,000		9,048,000
4.6 Special needs	1,600,000	2,070,000		3,670,000	2,740,000	930,000
	45,587,861	8,774,510	-	54,362,371	52,672,080	1,690,291
5.0 Sports						
5.1	2,626,849	2,742,440		5,369,289	2,741,550.00	2,627,739

*Mathioya 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			
	2,626,849	2,742,440		5,369,289	2,741,550	2,627,739
6.0 Environment						
6.1 Thuita primary school	290,000			290,000	-	290,000
6.2 Kamune primary school	590,000			590,000	-	590,000
6.3 Kihuro secondary school	290,000			290,000	-	290,000
6.4 Njumbi primary school	590,000			590,000	-	590,000
6.5 Ngutu primary school	625,000			625,000	-	625,000
6.6 Kanoro chiefs office	115,000			115,000	-	115,000
6.7 Chui chiefs office	115,000			115,000	-	115,000
6.8 Tree planting project		1,742,446		1,742,446		1,742,446
Total	2,615,000	1,742,446	-	4,357,446	-	4,357,446
7.0 Primary Schools Projects (List all the Projects)						
7.1 Kirungu primary school	1,350,000			1,350,000		1,350,000
7.2 Kamune primary school	2,250,000			2,250,000		2,250,000
7.3 Mukui primary school	3,050,000			3,050,000		3,050,000
7.4 Kagwanja primary school	1,350,000			1,350,000		1,350,000
7.5 Kora primary school	1,800,000			1,800,000		1,800,000
7.6 Gachiro primary school	1,800,000			1,800,000		1,800,000
7.7 Gikoe primary school	1,500,000			1,500,000		1,500,000
7.8 Njumbi primary school	2,700,000			2,700,000		2,700,000

*Mathioya 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			
7.9 Nyakianga primary school	1,250,000			1,250,000		1,250,000
7.10 nyangiti primary school	1,250,000			1,250,000		1,250,000
7.11 Ngutu primary schoolChui	2,250,000			2,250,000		2,250,000
7.12 Chui primary school	2,150,000			2,150,000		2,150,000
7.13 Gitugi primary school	3,600,000			3,600,000		3,600,000
7.14 Kanoro primary school	2,700,000			2,700,000		2,700,000
7.15 Githendu primary school	1,900,000			1,900,000		1,900,000
7.16 Kanjahi primary school	1,650,000			1,650,000		1,650,000
Total	32,550,000	-	-	32,550,000	-	32,550,000
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Wahundura mixed secondary school	2,500,000			2,500,000		2,500,000
8.2 Kiambuthia secondary school	4,505,742			4,505,742		4,505,742
8.3 Kiriaini mixed secondary school	1,500,000			1,500,000		1,500,000
8.4 Gatunguru secondary school	5,000,000			5,000,000		5,000,000
8.5 Gikoe secondary school	800,000			800,000		800,000
8.6 Gitugi Girls Secondary School		3,000,000		3,000,000		3,000,000
Total	14,305,742	3,000,000	-	17,305,742	-	17,305,742
9.0 Tertiary institutions Projects (List all the Projects)						
9.1 Mathioya Technical & Vocational college	2,500,000			2,500,000		2,500,000

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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	2,500,000		-	2,500,000	-	2,500,000
10.0 Security Projects						
10.1 Kamune assistant chiefs office	500,000			500,000	-	500,000
10.2 Kora assistant chiefs office	1,000,000			1,000,000	-	1,000,000
10.3 Yakarengo assistant chiefs office	1,000,000			1,000,000	-	1,000,000
10.4 Gakoe chiefs office	2,000,000			2,000,000	0	2,000,000
10.5 Nyakianga police station		696,680		696,680	696,680	-
10.6 Mathioya security lighting project		3,000,000		3,000,000	3,000,000	-
Total	4,500,000	3,308,680	-	7,808,680	3,308,680	4,500,000
11.0 Acquisition of assets						
11.1 CDF Motor Vehicle	-	7,000,000		7,000,000	3,755,000	3,245,000
11.2 Mathioya NG CDF Office	550,000			550,000	-	550,000
Total	550,000	7,000,000	-	7,550,000	3,755,000	3,795,000
12.0 Oversight Committee Expenses (itemize)						
12.1 Printing, advertising and information supplies and services	300,000		-	300,000	-	300,000
12.2 Committee expenses	300,000		-	300,000	-	300,000
12.3 Fuel oil and lubricants	50,000		-	50,000	-	50,000
Total	650,000	-	-	650,000	-	650,000

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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			
13.0 Others						
12.1 Other projects		17,000		17,000	17,000	-
12.2 Strategic Plan	3,500,000			3,500,000	0	3,500,000
12.3 Digital bursary management system	2,500,000			2,500,000	0	2,500,000
12.4 Oversight committee	650,000			650,000		650,000
Total	6,650,000	17,000	-	6,667,000	17,000	6,650,000
Funds pending approval**						
AIA		995,119		995,119	-	995,119
Oversight						
Total	-	995,119	-	995,119	-	995,119
	131,342,462	39,610,601	-	170,953,063	74,886,954	96,066,109

(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)

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

3. – Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash 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 30th June 2023 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.

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.

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	FY 2022/2023	FY 2021/2022
NGCDF Board	Kshs	Kshs
AIE NO. B185174	7,000,000	
AIE NO. B 185455	6,000,000	
AIE NO. B 185711	15,000,000	
AIE NO. B 206026	5,000,000	
AIE NO. B 206474	12,000,000	
AIE NO. B 205819	12,000,000	
AIE NO. B 207580	15,000,000	
AIE NO. B 207746	15,000,000	
		AIE NO. B 105207
		33,000,000
		AIE NO. B 105509
		44,000,000
		AIE NO. B 105867
		22,000,000
		AIE NO. B 128618
		5,000,000
		AIE NO. B 128931
		12,000,000
		AIE NO. B 154128
		12,000,000
		AIE NO. B 164360
		18,000,000
		AIE NO. B 155890
		10,088,879
		AIE NO. A 895017
		14,000,000
		AIE NO. B 155995
		12,088,879
TOTAL	87,000,000	182,177,758

2. Proceeds From Sale of Assets

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

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3. Other Receipts

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	50,000	348,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	301,119	-
Other Receipts Not Classified Elsewhere	-	-
Total	351,119	348,000

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,708,800	1,579,197
Personal allowances paid as part of salary	-	-
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	1,022,380	-
Employer Contributions Compulsory national social security schemes	140,400	135,600
Total	2,871,580	1,714,797

5. Committee Expenses

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Sitting allowance	827,000	4,646,115
Other committee expenses	3,420,250	4,738,950
Total	4,247,250	9,385,065

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6. Use of Goods and services

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Utilities, supplies and services	193,128	134,760
Communication, supplies and services	-	0
Domestic travel and subsistence	-	0
Printing, advertising and information supplies & services	400,000	1,327,400
Rentals of produced assets		-
Training expenses	356,000	730,000
Hospitality supplies and services	-	0
Insurance costs	8,740	-
Specialized materials and services	-	-
Office and general supplies and services	747,855	864,140
Fuel, oil & lubricants	400,000	400,000
Other operating expenses	823,406	6,360
Routine maintenance – vehicles and other transport equipment	29,350	27,100
Routine maintenance – other assets	-	0
Total	2,958,479	3,489,760

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	-	35,710,000
Transfers To Secondary Schools (See Attached List)	-	31,200,000
Transfers To Tertiary Institutions (See Attached List)	-	2,500,000
Total	-	69,410,000

8. Other Grants and Other transfers

	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	37,741,080	28,154,229
Bursary – tertiary institutions (see attached list)	12,191,000	16,645,040
Bursary – special schools (see attached list)	2,740,000	2,310,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	4,260,000
Security projects (see attached list)	3,696,680	17,610,000
Sports projects (see attached list)	2,741,550	2,753,750
Environment projects (see attached list)	-	4,010,807
Emergency projects (see attached list)	1,927,335	6,671,135
Roads projects (see attached list)	-	-
Others	17,000	-
Total	61,054,645	82,414,961

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	3,755,000	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	3,755,000	-

10. Oversight Committee Expenses

	<i>2022-2023</i>	<i>Insert Previous FY</i>
	Kshs	Kshs
Printing, advertising and information supplies and services	-	-
Committee expenses	-	-
Fuel oil and lubricants	-	-
Total	-	-

11. Other Payments

	<i>2022-2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	FY 2022/2023	FY 2021/2022
	Kshs	Kshs
11A: Bank Accounts (Cash Book Bank Balance)		
<i>Mathioya NG CDF- 0050290920356 (Main acc.)</i>	51,723,646	39,259,482
<i>Name of Bank, account No. (Deposits account)</i>	-	-
	51,723,646	39,259,482
Total		
11 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>	-	-

13. Outstanding Imprests

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

[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

14A Retention	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	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	-	-

14B Gratuity	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	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 2021
	Kshs	Kshs
Bank accounts	39,259,482.00	23,148,307
Cash in hand	-	-
Imprest	-	-
Total	-	-
Less		
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	39,259,482.00	23,148,307

[Provide short appropriate explanations as necessary]

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	39,259,482.00		39,259,482
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	39,259,482.00		39,259,482

*** 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

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	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

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
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)

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

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

19.3: Unutilized Fund (See Annex 3)

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
Compensation of employees	1,695,845	1,897,426
Committee expense		
Use of goods and services	2,400,810	3,714,399
Amounts due to other Government entities (see attached list)	27,300,000	3,000,000
Amounts due to other grants and other transfers (see attached list)	9,536,872	22,614,657
Acquisition of assets	3,795,000	7,000,000
Other Payments (s.plan/bursary system)	6,000,000	1,032,000
Funds pending approval	44,342,462	
PMC savings	301,119	
AIA	694,000	
Total	96,066,108	39,258,482

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18.4: PMC account balances (See Annex 5)

	<i>FY 2022/2023</i>	<i>FY 2021/2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	735,217	77,200,391
Total	735,217	77,200,391

XVI. 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 FY 2022/2023	Outstanding Balance FY 2021/2022	Comments
Compensation of employees		1,695,845.00	1,897,425	
Use of goods & services		2,400,810.39	3,714,399	
Amounts due to other Government entities				
Transfer to primary schools				
Chui primary school		2,150,000.00		
Kanoro primary school		2,700,000.00		
Kanjahi primary school		1,650,000.00		
Kamune primary school		2,250,000.00		
Mukui primary school		3,050,000.00		
Kagwanja primary school		1,350,000.00		
Kora primary school		1,800,000.00		
Gachiro primary school		1,800,000.00		
Gikoe primary school		1,500,000.00		
Nyakianga primary school		1,250,000.00		
Transfer to secondary schools				
Kiriaini mixed secondary school		1,500,000		
Gikoe secondary school		800,000		
Gitugi Girls secondary school		3,000,000	3,000,000	
Transfer to tertiary institutions				
Mathioya TVC		2,500,000		

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Name	Brief Transaction Description	Outstanding Balance FY 2022/2023	Outstanding Balance FY 2021/2022	Comments
Sub-Total				
Amounts due to other grants and other transfers				
Emergency		4,103,246	7,030,581	
Sports		890	2,742,440	
Environment				
Mathioya tree planting project		1,500,000		
Ruiru primary school		242,446		
Security		2,000,000		
Kora assistant chiefs office		1,000,000		
Yakarengo assistant chiefs oddice		1,000,000		
Mathioya security lighting project			3,000,000	
Nyakianga police station			308,680	
Bursary secondary schools		1,690,291	7,773,510	
Sub-Total		9,536,872	22,597,657	
Acquisition of assets				
CDF Vehicle		3,245,000	7,000,000	
Office laptops		550,000		
Sub total		3,795,000	7,000,000	
Others (<i>specify</i>)				
Strategic plan		3,500,000		
Digital bursary system		2,500,000		
Others			17,000	

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Name	Brief Transaction Description	Outstanding Balance FY 2022/2023	Outstanding Balance FY 2021/2022	Comments
Sub-Total		6,000,000	17,000	
Funds pending approval				
Use of goods and services		2,316,161		
Compensation of employees		942,520		
Oversight committee		650,000		
Emergency		7,636,190		
Thuita primary school		290,000		
Kamune primary school		590,000		
Kihuro secondary school		290,000		
Njumbi primary school		590,000		
Ngutu primary school		625,000		
Kanoro chiefs office		115,000		
Chui chiefs office		115,000		
Sports		2,626,849		
Kirungu primary school		1,350,000		
Njumbi primary school		2,700,000		
nyangiti primary school		1,250,000		
Ngutu primary schoolChui		2,250,000		
Gitugi primary school		3,600,000		
Githendu primary school		1,900,000		
Wahundura mixed secondary school		2,500,000		
Kiambuthia secondary school		4,505,742		
Gatunguru secondary school		5,000,000		
Kamune assistant chiefs office		500,000		

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Name	Brief Transaction Description	Outstanding Balance FY 2022/2023	Outstanding Balance FY 2021/2022	Comments
Gakoe chiefs office		2,000,000		
Subtotal		44,342,462		
AIA		694,000	1,032,000	
PMC savings		301,119		
Sub total		995,119	1,032,000.00	
Grand Total		99,066,108	39,258,481	

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End 2022/2023
Land				
Buildings and structures	10,000,000			10,000,000
Transport equipment	8,535,932	3,755,000.00		12,290,932
Office equipment, furniture and fittings	1,701,136			1,701,136
ICT Equipment, Software and Other ICT Assets	997,144			997,144
Other Machinery and Equipment	858,540			858,540
Heritage and cultural assets				
Intangible assets				
Total	22,092,752	3,755,000		25,847,752

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

PMC	Bank	Account number	Bank Balance FY 2022/2023	Bank Balance FY 2021/2022
Nyakianga police station	Family	8000015735	735,217.40	
Chui primary school	Equity	30290810015		1,842,958.50
Gaithunu primary school	Equity	50280238476		274,347.00
Gakambura primary school	Equity	50299575784		305,635.50
Gikoe primary school	Equity	50280235929		18,928.20
Githendu primary school	Equity	50263413058		275,445.00
Gitugi primary school	Equity	50263737019		1,650,231.00
Iruri Primary School	Equity	50272193255		2,001,514.00
Kaganjo primary school	Equity	50264884814		4,026,046.00
Kagwanja primary school	Equity	50281344206		169,856.00
Kairi primary school	Equity	50279020380		2,400,205.00
Kambara primary school	Equity	2.2019E+11		127,270.00
Kamune primary school	Equity	50281355987		238,703.00
Kiamuturi primary school	Equity	50260438103		1,265,675.50
Kiriaini primary school	Equity	50271925957		1,601,350.00
Kiriithira primary school	Equity	50272483739		274,366.20
Kiriko primary school	Equity	50263413929		842,748.00
Kiru primary school	Equity	50272277453		1,500,281.25
Kirungu primary school	Equity	50279224766		1,251,138.90

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FMC	Bank	Account number	Bank Balance FY 2022/2023	Bank Balance FY 2021/2022
Kiuu primary school	Equity	50262314201		292,129.77
Kora Primary School	Equity	50279287247		829,476.95
Mananga Primary School	Equity	50272223207		1,020,245.00
Mihuti Primary School	Equity	50267024819		830,035.50
Mioro primary school	Equity	50261918577		203,640.00
Muthangari primary school	Equity	50276532583		109,833.70
Ngutu Primary School	Equity	50272272125		145,644.30
Nyakianga primary school	Equity	50280235929		1,268,554.00
Nyangiti primary school	Equity	50262357929		1,499,538.75
Ruiru primary school	Equity	50263413257		1,250,700.00
Ruru primary school	Equity	50272859641		87,625.20
Thuita primary school	Equity	50294592361		1,238,601.00
Warugara primary school	Equity	50279688021		497,171.00
Yakarengo primary school	Equity	50281294819		244,930.00
Gikoe Secondary school	Equity	50262408025		1,445,410.90
Gitugi mixed sec. school	Equity	50297638034		2,298,127.50
Kairo girls sec. school	Equity	50201511211		2,000,182.30
Kiriaini girls sec. school	Equity	50201511189		4,171,949.18
Kiriti girls sec. school	Equity	50263815651		953,779.00
Kiru boys high school	Equity	50281048391		813,420.00

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PMC	Bank	Account number	Bank Balance FY 2022/2023	Bank Balance FY 2021/2022
Mananga Sec. School	Equity	50277423977		499,958.50
Mathioya Day Sec. School	Equity	30293791706		802,928.00
Matuto secondary school	Equity	50279356342		274,278.14
Mioro Secondary School	Equity	50201511202		1,100,128.90
Ngamba sec. school	Equity	50281348964		6,346,980.00
Njumbi high school	Equity	30280264147		3,008,025.00
Runyeki sec. school	Equity	50262379652		410,430.00
St. phillip gikindu primary school	Equity	50262322882		284,212.45
Wahundura high school	Equity	50279980274		3,998,883.15
Chui Chiefs office	Equity	50282317211		1,499,487.50
Gakoe Chiefs Office	Equity	50282377003		549,487.50
Gatunguru Ass. Chiefs Office	Equity	50282313224		301,049.50
Gitugi Div. Office	Equity	50299225278		572,221.30
Kairi assistant chiefs office	Equity	50282810274		1,000,000.00
Kairo Chiefs Office	Equity	50282314059		795,564.00
Kamacharia Ass. Chiefs Office	Equity	50282313044		1,149,487.50
Kamacharia Div. Office	Equity	50299236807		523,673.60
Kambara Ass. Chiefs Office	Equity	50282315088		999,487.50
Kamune Ass. Chiefs Office	Equity	50282326999		749,487.50
Kamune Chiefs Office	Equity	50282315607		108,182.50

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FMC	Bank	Account number	Bank Balance FY 2022/2023	Bank Balance FY 2021/2022
Kiambuthia Ass. Chiefs Office	Equity	50282313899		386,644.50
Kiamuturi Ass. Chiefs Office	Equity	50282312848		999,487.5
Kirungu Ass. Chiefs Office	Equity	50282315578		1,149,487.50
Mihuti Ass. Chiefs Office	Equity	50282313772		249,487.50
Mioro Chiefs Office	Equity	50282326283		999,487.50
Ngutu Ass. Chiefs Office	Equity	0050282414315		249,487.50
Njumbi divisional office	Equity	50299236794		114,476.00
Njumbi Chiefs Office	Equity	50282314284		166,880.50
Njumbi police post	Equity	0050282950464		1,500,000.00
Nyangiti police post	Equity	50277371431		56,064.00
Mathioya TVC	Equity	50277339582		3,306,468.00
Kihari primary school	Family	8000016022		1,780,775.00
			735,217	77,200,391

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Lack of retention register	To be maintained	resolved	
2.	Unutilised projects	Projects now in use	resolved	
3.	Valuation of fixed assets	To be valued	resolved	


David M. Cuthinji
 Name
 Fund Account Manager.