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| THE NATIONAL ASSEMBLY PAPER | |
| DATE: 23 FEB 2023 | THURSDAY |
| TABLED BY: Leader of majority Party (Lom) | ON |
| CLERK-AT-THE-TABLE: Joyce Kemerele | |

THE AUDITOR-GENERAL

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MUMIAS WEST CONSTITUENCY

**FOR THE YEAR ENDED
30 JUNE, 2021**



Revised Template 30th June 2021



MUMIAS WEST CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

***Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021***

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***Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2016. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

**Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
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Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work
2. **Participation of the people**- We involve citizens in making decisions about 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 Mumias West 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)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

| No | Designation | Name |
|----|-----------------------|------------------|
| 1. | A.I.E holder | Christine Muyaka |
| 2. | Sub-County Accountant | Paul Onono |
| 3. | Chairman NGCDFC | Idd Abbas Keya |
| 4. | Member NGCDFC | Hawa Mumia |

(d) Fiduciary Oversight Arrangements

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

(e) Mumias West Constituency NGCDF Headquarters

P.O. Box 1087 - 50102
Mumias West NGCDF Office Building
Mumias - Bungoma Road
MUMIAS, KENYA

*Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

(f) NGCDF MUMIAS WEST Constituency Contacts

Telephone: (254) 720334928
E-mail: cdfmumiaswest@ngcdf.go.ke
Website: [www.cdfmumiaswest go.](http://www.cdfmumiaswest.go.ke)

(a) NGCDF MUMIAS WEST Constituency Bankers

Cooperative Bank of Kenya
01141498664400
Mumias Branch
P. O. Box 905 - 50102
Mumias, Kenya

(b) Independent Auditors

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

(c) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN’S REPORT

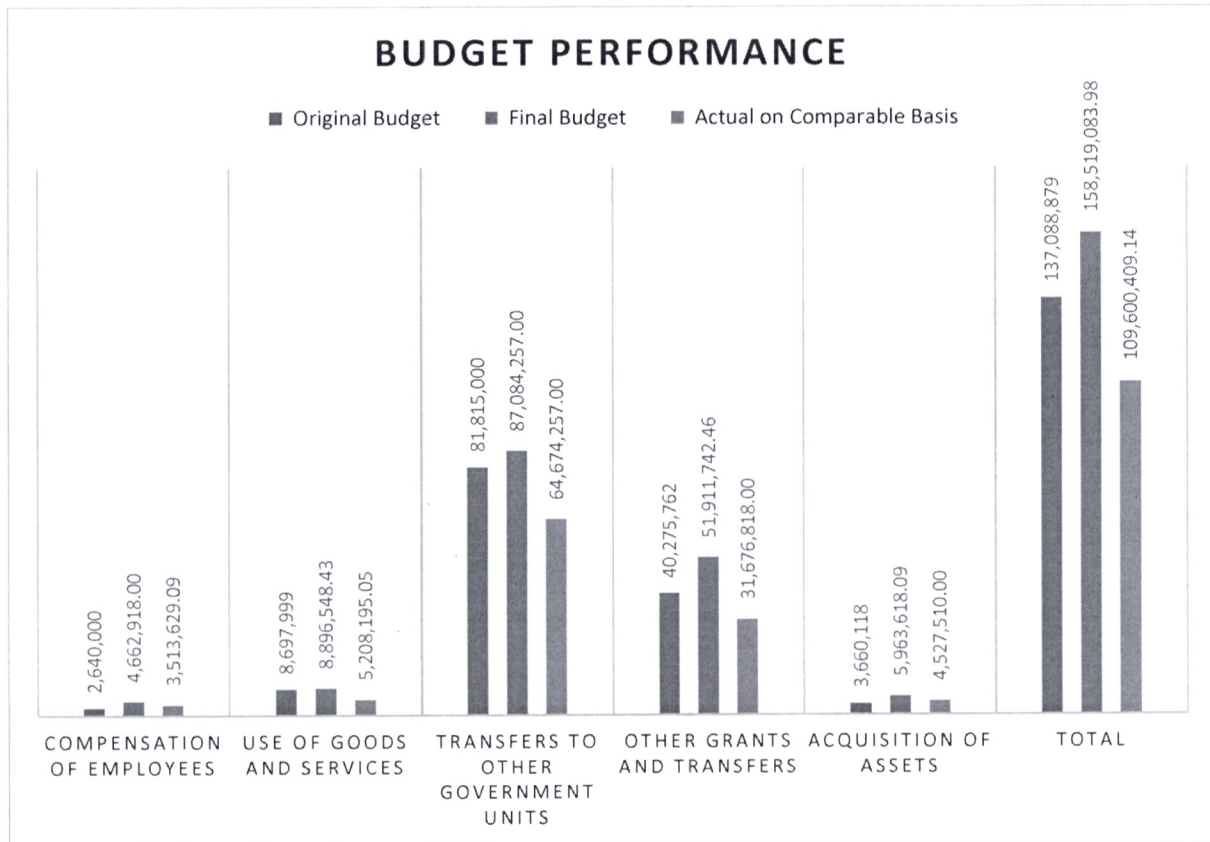


**IDD ABBAS KEYA
CHAIRMAN MUMIAS WEST
NGCDF COMMITTEE**

I am pleased to present to you the Chairman’s Report on performance of Mumias West NG- CDF for the Year 2020/2021

Budget Performance

The budget performance against the actual amounts achieved an average of 69.0 % utilization for the economic classification and programmes represented as follows:



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Key Achievements of the Fund

Below we present our achievement per sector

Bursary

The fund was able to sponsor 2,418 students under the bursary program that enabled the needy beneficiaries stay in the various education institutions there by accessing education despite their socio-economic status.

The fund contributed towards the government agenda on Universal Health Coverage through sponsoring of KMTTC students.

Education

The fund contributed towards the government policy on 100% transition by provision of infrastructure including classrooms in Eshihaka Primary school, (*Diagram 1*) & Eshikalame Primary school, (*Diagram 2*) and St. Martin Mumias Primary for the Deaf (*Diagram 3*).

Security

The fund also contributed towards enhancing of security in the constituency by provision of facilities in Nyalenya Police Post (*Diagram 4*) and Khungema(Matawa)Police post(*Diagram 5*).

Diagram 1



Eshihaka Primary school- construction of 2 classrooms

Diagram 2



Eshikalame Primary school- construction of 6 classrooms

Diagram 3



St. Martin School for the Deaf- construction of 6 classrooms and Administration Block

Diagram 4



Matawa(Khungema) Police Post - construction of police station

Diagram 5



Nyalenya Police Post- construction of police post

Emerging issues

*Mumias West Constituency
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- i. Police reforms that have seen AP camps converted to police posts & further directed that security officers reside outside the housing units provided for within the police stations and posts.
- ii. The COVID 19 pandemic that led to closure of all institutions affecting learning and hence bursary disbursements not successfully accomplished.

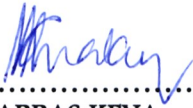
Challenges

- i. Delay in release of funds by the exchequer close to the financial year end that has led to delays in implementation of projects

Way forward

- i. NG CDF committee to prioritize high impact projects in consideration for disbursement of funds once receipt from the exchequer.

Sign



.....
IDD ABBAS KEYA
CHAIRMAN NGCDF COMMITTEE

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity 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 *Mumias West Constituency 2018-2022* plan are to:

- a) To improve access to quality education
- b) To harness youth talent and empower them
- c) To enhance security in the constituency
- d) To promote environmental sustainability in the constituency
- e) To cater for any unforeseen occurrences in the constituency
- f) To improve tracking of implementation CDF programmes
- g) To promote performance management and smooth running of the CDF office

Progress on attainment of Strategic development objectives

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

| Constituency Program | Objective | Outcome | Indicator | Performance |
|----------------------|--|---|--|---|
| Education | To improve access to quality education and to have all children of school going age attending school | Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions | -number of usable physical infrastructure build in primary, secondary, and tertiary institutions -number of bursary beneficiaries at all levels | In FY 20/21 -we increased number of classrooms, dormitories, laboratories etc by 45. - Bursary beneficiaries at all levels increased by 4000. |
| Security | To enhance security in the constituency | -Increased security coverage, -Reduced incidences of crime | -Number of usable physical infrastructure build in police stations, AP camps and chiefs offices | In FY 20/21 -we increased number of police stations and AP camps by 4 |
| Environment | To promote environmental sustainability and improve access to | -Planting of tree seedlings in schools and public | Number of tree seedlings planted | We increased Number of tree seedlings by 7000 |

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| Constituency Program | Objective | Outcome | Indicator | Performance |
|----------------------|---|---|---|---|
| | clean and safe water. | institutions, Installation of Roof-water harvesting tanks in schools and public institutions | Number of Roof-water harvesting tanks installed | We increased Roof-water harvesting tanks by 10 |
| Sports | To empower the youth and harness their talent | Funding of youth sports initiative | No. of sporting initiatives supported | We increased the number of youths sporting initiatives by 1 |
| Emergency | Catering for any unforeseen occurrences in the constituency | Handling emergencies promptly when they arise | Number of emergency projects funded. | We increased the number emergency projects by 10 |

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Mumias West 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 Mumias West NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Mumias West 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 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

Mumias West constituency is committed to managing its operations in a responsible, environmentally sound and sustainable manner.

Our main concern is to achieve continuous improvement in our environmental performance. NGCDF has achieved environmental conservation through:

- *Organizing tree planting day in schools where students and teachers are involved in the exercise usually done once in a year.*

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- *Organizing Sensitization workshops for youth and the public community on the impact of drugs and also through construction of police stations supported by NG-CDF.*
- *Sponsoring sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.*
- *Sensitizing the local communities on proper farming methods that lead to soil conservation as well as crop and animal husbandry of NGCDF supported projects.*

3. Employee welfare

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

Mumias West 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 interests

5. Community Engagements-

Mumias West 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.

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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.

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

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V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-Mumias Wes Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021. 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-Mumias West 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, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Mumias West 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.

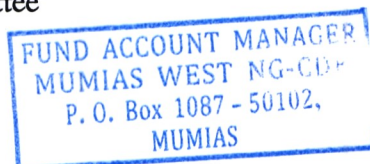
The Accounting Officer in charge of the NGCDF Mumias West Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used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

Approval of the financial statements

The NGCDF- Mumias West Constituency financial statements were approved and signed by the Accounting Officer on 24/8/2022.



Chairman NGCDF Committee
Name:

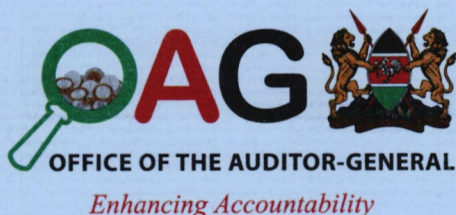




Fund Account Manager
Name:

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 – MUMIAS WEST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

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 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 - Mumias West Constituency set out on pages 17 to 44, which comprise of the statement of assets and liabilities as at 30 June, 2021, 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 - Mumias West Constituency as at 30 June, 2021, 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.

Basis for Qualified Opinion

The following balances reflected in the financial statements were not supported with sufficient appropriate records:

1. Transfers to Other Government Units

The statement of receipts and payments reflects transfers to other Government units totalling Kshs.64,674,257. However, the statement of cash flows reflects Kshs.6,674,257 in respect to the account. The variance amounting to Kshs.58,000,000 between the two sets of records was not reconciled.

In the circumstance, the accuracy and completeness of the transfers to other Government units totalling Kshs.58,000,000 could not be confirmed.

2. Other Grants and Transfers

The statement of receipts and payments reflects other grants and transfers totalling Kshs.31,676,818 as further disclosed in Note 7 of the financial statements. Included in the balance are bursary disbursements totalling Kshs.18,836,304 made to secondary schools (Kshs.8,633,400), tertiary colleges (Kshs.10,126,904) and special schools (Kshs.76,000) in the year under review. However, records confirming receipt of the bursaries by the institutions were not provided for audit.

As a result, the occurrence and propriety of the reported disbursements totalling Kshs.18,836,304 could not be confirmed.

3. Fund Balance Brought Forward

The statement of assets and liabilities reflects a Fund balance brought forward totalling Kshs.15,438,972 which, however, differs with the closing balance totalling Kshs.14,263,356 reflected in respect to the account in the audited financial statements for the year ended 30 June, 2020. No reconciliation was provided for the variance amounting to Kshs.1,175,616 2 between the two balances.

In the circumstance, the comparative Fund balance totalling Kshs.15,438,912 may not be fairly stated.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actuals on comparable basis totalling Kshs.158,741,084 and Kshs.113,625,205 respectively, resulting to a shortfall of revenue totalling Kshs.45,088,879 or 28% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling Kshs.158,741,084 and Kshs.109,600,409 respectively resulting to an under-expenditure of Kshs.49,140,675 or 31 % of the budget.

The significant revenue shortfall and under-expenditure may have hampered execution of planned activities and delivery of services to the residents of Mumias West Constituency.

2. Unresolved Prior Year Matters

The audit report for the year ended 30 June, 2020 raised several issues in 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 as at 30 June, 2021. Further no disclosures were made on the matters in the financial statements for the year under review as required in the reporting format prescribed by the Public Sector Accounting Standards Board.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, nothing 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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

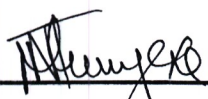
09 September, 2022

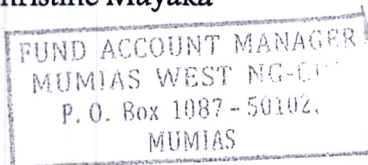
*Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*


VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2021

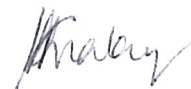
| | Note | 2020 – 2021 | 2019 – 2020 |
|---|------|---------------------|--------------------|
| | | Kshs | Kshs |
| RECEIPTS | | | |
| Transfers from CDF board-AIEs' Received | 1 | 98,750,000 | 131,617,724 |
| Proceeds from Sale of Assets | 2 | - | - |
| Other Receipts | 3 | 183,000 | 39,000 |
| | | | |
| TOTAL RECEIPTS | | 98,933,000 | 131,656,724 |
| PAYMENTS | | | |
| | | | |
| Compensation of employees | 4 | 3,513,629 | 2,972,147 |
| Use of goods and services | 5 | 5,208,195 | 7,773,545 |
| Transfers to Other Government Units | 6 | 64,674,257 | 80,321,013 |
| Other grants and transfers | 7 | 31,676,818 | 40,663,284 |
| Acquisition of Assets | 8 | 4,527,510 | 646,500 |
| Other Payments | 9 | - | - |
| | | | |
| TOTAL PAYMENTS | | 109,600,409 | 132,376,490 |
| | | | |
| SURPLUS/DEFICIT | | (10,667,409) | (719,766) |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Mumias West Constituency financial statements were approved on 24/8/2022 and signed by:


Fund Account Manager
Christine Muyaka




National Sub-County
Accountant
Paul Onono
ICPAK M/No:14044

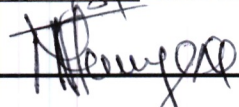

Chairman NG-CDF Committee
Idd Abbas Keya

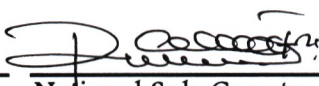
*Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

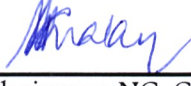
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2021

| | Note | 2020 - 2021 | 2019 - 2020 |
|--|------|-------------------------|--------------------------|
| | | Kshs | Kshs |
| FINANCIAL ASSETS | | | |
| Cash and Cash Equivalents | | | |
| Bank Balances (as per the cash book) | 10A | 4,051,797 | 14,719,206 |
| Cash Balances (cash at hand) | 10B | - | - |
| Total Cash and Cash Equivalents | | 4,051,797 | 14,719,206 |
| Accounts Receivable | | | |
| Outstanding Imprests | 11 | - | - |
| TOTAL FINANCIAL ASSETS | | 4,051,797 | 14,719,206 |
| FINANCIAL LIABILITIES | | | |
| Accounts Payable (Deposits) | | | |
| Retention | 12A | - | - |
| Gratuity | 12B | - | 1,175,615 |
| NET FINANCIAL SSETS | | <u>4,051,797</u> | <u>13,543,590</u> |
| REPRESENTED BY | | | |
| Fund balance b/fwd 1st July... | 13 | 14,719,206 | 14,263,356 |
| Prior year adjustments | 14 | - | - |
| Surplus/Deficit for the year | | (10,667,409) | (719,766) |
| NET FINANCIAL POSITION | | <u>4,051,797</u> | <u>13,543,590</u> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Mumias West Constituency financial statements were approved on 2022 and signed by:


Fund Account Manager
Christine Muyaka


National Sub-County
Accountant
Paul Onono
ICPAK M/No:14044


Chairman NG-CDF Committee
Idd Abbas Keya

FUND ACCOUNT MANAGER
MUMIAS WEST NG-CDF
P. O. Box 1087 - 50102,
MUMIAS

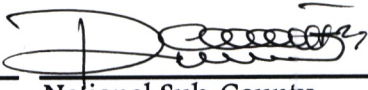
*Mumias West Constituency
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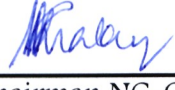
IX. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 JUNE 2021

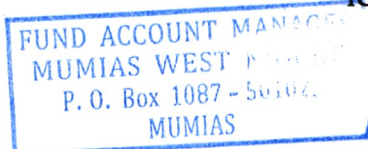
| | | 2020 - 2021 | 2019 - 2020 |
|--|-----------|--------------------|--------------------|
| | | Kshs | Kshs |
| Receipts from operating activities | | | |
| Transfers from NGCDF Board | 1 | 98,750,000 | 131,617,724 |
| Other Receipts | 3 | 183,000 | 39,000 |
| | | 98,933,000 | 131,656,724 |
| Payments for operating activities | | | |
| Compensation of Employees | 4 | 3,513,629 | 2,972,147 |
| Use of goods and services | 5 | 5,208,195 | 7,773,545 |
| Transfers to Other Government Units | 6 | 64,674,257 | 80,321,013 |
| Other grants and transfers | 7 | 31,676,818 | 40,663,284 |
| Other Payments | 9 | - | - |
| | | 105,072,899 | 131,729,990 |
| Adjusted for: | | | |
| Decrease/(Increase) in Accounts receivable | 15 | - | - |
| Increase/(Decrease) in Accounts Payable | 16 | - | 1,175,615 |
| Prior year Adjustments | 14 | - | - |
| Net Adjustments | | - | 1,175,615 |
| Net cash flow from operating activities | | (6,139,899) | 1,102,349 |
| CASHFLOW FROM INVESTING ACTIVITIES | | | |
| Proceeds from Sale of Assets | 2 | - | - |
| Acquisition of Assets | 8 | (4,527,510) | (646,500) |
| Net cash flows from Investing Activities | | (4,527,510) | (646,500) |
| NET INCREASE IN CASH AND CASH EQUIVALENT | | | |
| Cash and cash equivalent at BEGINNING of the year | 10 | 14,719,206 | 14,263,356 |
| Cash and cash equivalent at END of the year | | 4,051,796 | 14,719,206 |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Mumias West Constituency financial statements were approved on 24/8/2022 and signed by:


Fund Account Manager
Christine Muyaka


National Sub-County
Accountant
Paul Onono
ICPAK M/No:14044


Chairman NG-CDF Committee
Idd Abbas Keya



*Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

X. SUMMARY STATEMENT OF APPROPRIATION

| Receipt/Expense Item | Original Budget | Adjustments | | Final Budget | Actual on Comparable Basis | Budget Utilisation Difference | % of Utilisation |
|--|--------------------|--------------------------------|--|--------------------|----------------------------|-------------------------------|------------------|
| | | Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | | | | |
| | a | b | | c=a+b | d | e=c-d | f=d/c % |
| RECEIPTS | | | | | | | |
| Transfers from NG-CDF Board | 137,088,879 | 14,719,205 | 6,750,000 | 158,558,084 | 113,469,205 | 45,088,879 | 72% |
| Proceeds from Sale of Assets | - | - | - | - | - | - | 0% |
| Other Receipts- Sale of tender documents | - | 183,000 | - | 183,000 | 183,000 | - | 100% |
| TOTAL RECEIPTS | 137,088,879 | 14,902,205 | 6,750,000 | 158,741,084 | 113,652,205 | 45,088,879 | 72% |
| PAYMENTS | | | | | | | |
| Compensation of Employees | 2,640,000 | 2,022,918 | - | 4,662,918 | 3,513,629 | 1,149,289 | 75% |
| Use of goods and services | 8,697,999 | 198,549 | - | 8,896,548 | 5,208,195 | 3,688,353 | 59% |
| Transfers to Other Government Units | 81,815,000 | 1,169,257 | 4,100,000 | 87,084,257 | 64,674,257 | 22,410,000 | 74% |
| Other grants and transfers | 40,275,762 | 11,185,980 | 450,000 | 51,911,742 | 31,676,818 | 20,234,924 | 61% |
| Acquisition of Assets | 3,660,118 | 103,500 | 2,200,000 | 5,963,618 | 4,527,510 | 1,436,108 | 76% |
| AIA | - | 222,000 | - | 222,000 | - | 222,000 | 0% |
| TOTAL | 137,088,879 | 14,902,205 | 6,750,000 | 158,741,084 | 109,600,409 | 49,140,675 | 69% |

Mumias West Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

- i. Compensation of Employees had **75.4%** level of utilization translating to budget utilization difference of **Kes. 1,149,289**; these funds take care of employees' salaries before receiving funds from the NG CDF Board for the next financial year, it cushions penalties that arises from late payment of PAYE and NHIF deductions.
- ii. Transfers to other government entities had **74.3%** level of utilization translating to budget utilization difference of **Kes. 22,410,000**; these are funds undisbursed by the NGCDFB.
- iii. Other grants and transfers had **61.0%** level of utilization translating to budget utilization difference of **Kes. 20,234,924** that includes bursaries that were not disbursed by the NGCDFB.
- iv. Acquisition of Assets had **75.9%** level of utilization translating to budget utilization difference of **Kes. 1,436,108** that includes an amount of 960,000 for refurbishment of NGCDF office block that was not received from the NG CDF Board.

| Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities | |
|---|------------|
| Description | Amount |
| Budget utilisation difference totals | 49,140,676 |
| Less undisbursed funds receivable from the Board as at 30 th June 2021 | 45,088,879 |
| | 4,051,797 |
| Add Accounts payable | - |
| Less Accounts Receivable | - |
| Add/Less Prior Year Adjustments | - |
| Cash and Cash Equivalents at the end of the FY 2020/2021 | 4,051,797 |

The NGCDF-Mumias West Constituency financial statements were approved on 24/8/2022 and signed by:



Fund Account Manager

Christine Muyaka



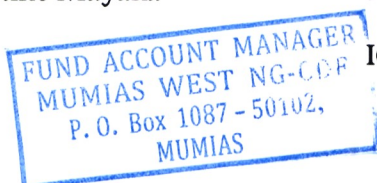
National Sub-County
Accountant

Paul Onono



Chairman NG-CDF Committee

Idd Abbas Keya



ICPAK M/No:14044

*Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS

| Programme/Sub-programme | Original Budget(a) 2020/2021 | Adjustments(b) | | Final Budget c = (a+b) 2020/2021 | Actual on comparable basis(d) 2020/2021 | Budget utilization difference(c-d) 2020/2021 | % of Utilisation(f=d/c %) |
|--|---------------------------------|--------------------------------|--|--|--|---|---------------------------|
| | | Opening Balance (C/Bk) and AIA | Previous years Outstanding Disbursements | | | | |
| | Kshs | Kshs | Kshs | Kshs | Kshs | Kshs | |
| 1.0 Administration | | | | | | | |
| 1.1 Compensation of employees | 2,640,000 | 2,022,919 | - | 4,662,919 | 3,513,629 | 1,149,289 | 75 |
| 1.2 Committee allowances | 1,368,000 | - | - | 1,368,000 | 940,600 | 427,400 | 69 |
| 1.3 Use of goods and services | 3,217,333 | 198,549 | - | 3,415,882 | 2,452,603 | 963,279 | 72 |
| Sub-Total | 7,225,333 | 2,221,468 | - | 9,446,801 | 6,906,832 | 2,539,968 | 73 |
| 2.0 Monitoring and Evaluation | | | | | | | |
| 2.1 Capacity building | 1,200,000 | - | - | 1,200,000 | - | 1,200,000 | - |
| 2.2 Committee allowances | 1,920,000 | - | - | 1,920,000 | 1,265,000 | 655,000 | 66 |
| 2.3 Use of goods and services | 992,666 | - | - | 992,666 | 549,992 | 442,674 | 55 |
| Sub-Total | 4,112,666 | - | - | 4,112,666 | 1,814,992 | 2,297,674 | 44 |
| 3.0 Emergency | | | | | | | |
| Emergency | 7,192,207 | 845,164 | 450,000 | 8,487,371 | 1,460,000 | 7,027,371 | 17 |
| Sub-Total | 7,192,207 | 845,164 | 450,000 | 8,487,371 | 1,460,000 | 7,027,371 | 17 |
| 4.0 Bursary and Social Security Programme | | | | | | | |
| 4.1 Secondary Schools | 14,000,000 | 433,502 | - | 14,433,502 | 10,202,904 | 4,230,598 | 71 |
| 4.2 Tertiary Institutions | 6,000,000 | 7,626,800 | - | 13,626,800 | 8,633,400 | 4,993,400 | 63 |
| 4.3 Social Security | - | - | - | - | - | - | - |
| 4.4 Special Needs | - | - | - | - | - | - | - |
| Sub-Total | 20,000,000 | 8,060,302 | - | 28,060,302 | 18,836,304 | 9,223,998 | 67 |
| 5.0 Sports | | | | | | | |
| Tournament & sports equipment | 2,741,778 | - | - | 2,741,778 | - | 2,741,778 | - |

**Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference(e = c-d) | % of Utilisation(f=d/c %) |
|------------------------------------|--------------------|----------------|------------------------|-------------------------------|--|---------------------------|
| Sub-Total | 2,741,778 | - | 2,741,778 | - | 2,741,778 | - |
| 6.0 Environment | | | | | | |
| Environmental Activities | 2,741,778 | - | 2,741,778 | 1,500,000 | 1,241,778 | 55 |
| Sub-Total | 2,741,778 | - | 2,741,778 | 1,500,000 | 1,241,778 | 55 |
| 7.0 Primary School Projects | | | | | | |
| Emulembwa Primary School | 600,000 | - | 600,000 | 600,000 | - | 100 |
| Booker Primary School | 1,300,000 | - | 1,300,000 | 1,300,000 | - | 100 |
| Bukaya Primary School | 1,100,000 | - | 1,100,000 | 1,100,000 | - | 100 |
| Buchifi Primary School | 2,400,000 | - | 2,400,000 | 1,000,000 | 1,400,000 | 42 |
| Bumia Primary School | 3,900,000 | - | 3,900,000 | 3,900,000 | - | 100 |
| Buriya Primary School | 170,000 | - | 170,000 | 170,000 | - | 100 |
| Butende Primary School | 700,000 | - | 700,000 | 700,000 | - | 100 |
| Butobe Primary School | 1,100,000 | - | 1,100,000 | 1,100,000 | - | 100 |
| Buyundo Primary School | 420,000 | - | 420,000 | 420,000 | - | 100 |
| Ebubala Primary School | 350,000 | - | 350,000 | 350,000 | - | 100 |
| Ebubaka Primary School | 2,500,000 | - | 2,500,000 | 1,000,000 | 1,500,000 | 40 |
| Ebumanyi Primary School | 2,270,000 | - | 2,270,000 | 1,700,000 | 570,000 | 75 |
| Ebuyeshera Primary School | 670,000 | - | 670,000 | 670,000 | - | 100 |
| Ebuyenjere Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Ekambara Primary School | 160,000 | - | 160,000 | 160,000 | - | 100 |
| Elukala Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Emaangu Primary School | 220,000 | - | 220,000 | 220,000 | - | 100 |
| Emulaka Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Emulembwa Primary School | 125,000 | - | 125,000 | 125,000 | - | 100 |
| Eshibina Primary School | 1,670,000 | - | 1,670,000 | 1,000,000 | 670,000 | 60 |
| Eshihaka Primary School | 5,900,000 | - | 5,900,000 | 5,900,000 | - | 100 |

**Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference (e = c-d) | % of Utilisation (f=d/c %) |
|--------------------------------------|--------------------|----------------|------------------------|-------------------------------|---|----------------------------|
| Eshikalame Primary School | 7,800,000 | - | 7,800,000 | 7,800,000 | - | 100 |
| Eshisundusia Primary School | 740,000 | - | 740,000 | 740,000 | - | 100 |
| Etenje Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Ihonje Primary School | 800,000 | - | 800,000 | 800,000 | - | 100 |
| Ingusi Primary School | 2,500,000 | - | 2,500,000 | 1,000,000 | 1,500,000 | 40 |
| Iranda Primary School | 1,600,000 | - | 1,600,000 | 1,600,000 | - | 100 |
| Iyabo Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Khungwani Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Lukoye Primary School | 2,570,000 | - | 2,570,000 | 1,000,000 | 1,570,000 | 39 |
| Lureko Primary Sch | 4,000,000 | - | 4,000,000 | 1,500,000 | 2,500,000 | 38 |
| Matawa Primary School | 4,500,000 | - | 4,500,000 | 1,500,000 | 3,000,000 | 33 |
| Milimani Primary School | 1,300,000 | - | 1,300,000 | 1,300,000 | - | 100 |
| Mumias Deaf Primary School | 1,000,000 | - | 1,000,000 | 1,000,000 | - | 100 |
| Mumias Township Primary School | 800,000 | - | 800,000 | 800,000 | - | 100 |
| Mumias Muslim Primary School | 3,700,000 | - | 3,700,000 | 1,000,000 | 2,700,000 | 27 |
| Musanda Primary School | 1,550,000 | - | 1,550,000 | 1,550,000 | - | 100 |
| Nyakwaka Primary School | 5,000,000 | - | 5,000,000 | 1,000,000 | 4,000,000 | 20 |
| Nyapeta Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Nyapora Primary School | 1,700,000 | - | 1,700,000 | 1,000,000 | 700,000 | 59 |
| Ugana Primary School | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Wang'nyang Primary School | 2,400,000 | - | 2,400,000 | 2,400,000 | - | 100 |
| Sub-Total | 71,515,000 | - | 71,515,000 | 51,405,000 | 20,110,000 | 72 |
| 8.0 Secondary School Projects | | | | | | |
| Bumia Girls Secondary school | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Butobe Secondary School | 600,000 | - | 600,000 | 600,000 | - | 100 |

**Mumias West Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference (e = c-d) | % of Utilisation (f=d/c %) |
|--|--------------------|------------------|------------------------|-------------------------------|---|----------------------------|
| St. Christopher Nyapora Secondary School | 3,300,000 | - | 3,300,000 | 1,000,000 | 2,300,000 | 30 |
| St. Peters' Boys High School | 1,500,000 | - | 1,500,000 | 1,500,000 | - | 100 |
| Shibale Secondary School | 3,900,000 | - | 3,900,000 | 3,900,000 | - | 100 |
| Lukungo Secondary School | - | 4,100,000 | 4,100,000 | 4,100,000 | - | 100 |
| Ichinga Muslim Secondary School | - | 1,169,257 | 1,169,257 | 1,169,257 | - | 100 |
| Sub-Total | 9,800,000 | 1,169,257 | 15,069,257 | 12,769,257 | 2,300,000 | 85 |
| 9.0 Tertiary Institutions | | | | | | |
| Mumias West TTI | 500,000 | - | 500,000 | 500,000 | - | 100 |
| Sub-Total | 500,000 | - | 500,000 | 500,000 | - | 100 |
| 10.0 Security Projects | | | | | | |
| Nyalenya AP Camp | 1,200,000 | - | 1,200,000 | 1,200,000 | - | 100 |
| Eshihaka AP Camp | 1,900,000 | - | 1,900,000 | 1,900,000 | - | 100 |
| Khungema AP Camp | 1,900,000 | - | 1,900,000 | 1,900,000 | - | 100 |
| Musanda Police Station | 700,000 | - | 700,000 | 700,000 | - | 100 |
| Bungasi Police Post | - | 290,257 | 290,257 | 290,257 | - | 100 |
| Otiato Police Post | - | 290,257 | 290,257 | 290,257 | - | 100 |
| Sub-Total | 5,700,000 | 580,514 | 6,280,514 | 6,280,514 | - | 100 |
| 11.0 Acquisitions of Assets | | | | | | |
| NG-CDF office Block | 2,660,118 | 2,200,000 | 4,860,118 | 3,900,000 | 960,118 | 80 |
| CDF office Furniture & Equipment | 1,000,000 | 103,500 | 1,103,500 | 627,510 | 475,990 | 57 |
| Sub-Total | 3,660,118 | 103,500 | 5,963,618 | 4,527,510 | 1,436,108 | 76 |
| 12.0 Others Payments | | | | | | |
| Mumias Law Court | 1,900,000 | 1,700,000 | 3,600,000 | 3,600,000 | - | 100 |

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| Programme/Sub-programme | Original Budget(a) | Adjustments(b) | Final Budget c = (a+b) | Actual on comparable basis(d) | Budget utilization difference (e = c-d) | % of Utilisation (f=d/c %) |
|-------------------------|--------------------|----------------|------------------------|-------------------------------|---|----------------------------|
| 13.0 Unallocated funds | 1,900,000 | 1,700,000 | 3,600,000 | 3,600,000 | - | 100 |
| AIA | - | 222,000 | 222,000 | - | 222,000 | - |
| Sub-Total | - | 222,000 | 222,000 | - | 222,000 | - |
| GRAND TOTAL | 137,088,879 | 14,902,205 | 158,741,085 | 109,600,409 | 49,140,675 | 69 |

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XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Mumias West 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.

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.

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.

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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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.

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 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

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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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

| Description | | 2020 - 2021 | 2019 - 2020 |
|-------------------|---------|-------------------|--------------------|
| | | Kshs | Kshs |
| | B047153 | | 1,000,000 |
| Normal Allocation | B041152 | | 4,000,000 |
| | B047623 | | 20,000,000 |
| | B047987 | | 9,000,000 |
| | B049397 | | 17,000,000 |
| | B104422 | | 18,000,000 |
| | B096767 | | 62,617,724 |
| | B104650 | 6,750,000 | |
| | B121624 | 9,000,000 | |
| | B119586 | 10,000,000 | |
| | B119978 | 13,000,000 | |
| | B128219 | 6,900,000 | |
| | B129181 | 6,000,000 | |
| | B129181 | 6,000,000 | |
| | B138944 | 13,000,000 | |
| | B126236 | 6,100,000 | |
| | B105031 | 10,000,000 | |
| | B140674 | 12,000,000 | |
| TOTAL | | 98,750,000 | 131,617,724 |

3. OTHER RECEIPTS

| | 2020-2021 | 2019-2020 |
|---|----------------|---------------|
| | Kshs | Kshs |
| Interest Received | - | - |
| Rents | - | - |
| Receipts from sale of tender documents | 183,000 | 39,000 |
| Hire of plant/equipment/facilities | - | - |
| Unutilized funds from PMCs | - | - |
| Other Receipts Not Classified Elsewhere | - | - |
| Total | 183,000 | 39,000 |

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NOTES TO THE FINANCIAL STATEMENTS CONTINUED

4. COMPENSATION OF EMPLOYEES

| | 2020-2021 | 2019-2020 |
|--|------------------|------------------|
| | Kshs | Kshs |
| NG-CDFC Basic staff salaries | 1,842,636 | 1,657,932 |
| Personal allowances paid as part of salary | - | - |
| House allowance | - | - |
| Transport allowance | - | - |
| Leave allowance | - | - |
| Gratuity-contractual employees | 1,519,793 | 1,175,615 |
| Employer Contributions Compulsory national social security schemes | 151,200 | 138,600 |
| TOTAL | 3,513,629 | 2,972,147 |

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

| | 2020-2021 | 2019-2020 |
|--|--------------------|--------------------|
| | Kshs | Kshs |
| Description | 2020 - 2021 | 2019 - 2020 |
| | Kshs | Kshs |
| Utilities, supplies and services | 354,320 | 606,653 |
| Electricity | 39,225 | - |
| Water & sewerage charges | 40,548 | - |
| Office rent | - | - |
| Communication, supplies and services | 375,916 | 202,055 |
| Domestic travel and subsistence | 336,132 | 2,023,420 |
| Printing, advertising and information supplies & services | 800 | 14,000 |
| Rentals of produced assets | - | 173,000 |
| Training expenses | - | 12,000 |
| Hospitality supplies and services | 266,790 | 1,586,899 |
| Other committee expenses | - | - |
| Committee allowance | 2,355,600 | 1,084,500 |
| Insurance costs | - | - |
| Specialised materials and services | 26,049 | 76,900 |
| Office and general supplies and services | 567,720 | 634,860 |
| Fuel , oil & lubricants | 509,222 | 758,705 |
| Other operating expenses | 33,650 | 56,500 |
| Bank service commission and charges | 24,160 | 25,420 |
| Other Operating Expenses | - | - |
| Security operations | - | - |
| Routine maintenance - vehicles and other transport equipment | 263,163 | 474,833 |
| Routine maintenance- other assets | 14,900 | 43,800 |
| TOTAL | 5,208,195 | 7,773,545 |

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

| Description | 2020-2021 | 2019-2020 |
|--|-------------------|-------------------|
| | Kshs | Kshs |
| Transfers to primary schools (see attached list) | 51,405,000 | 50,600,000 |
| Transfers to secondary schools (see attached list) | 12,769,257 | 29,721,013 |
| Transfers to tertiary institutions (see attached list) | 500,000 | - |
| TOTAL | 64,674,257 | 80,321,013 |

7. OTHER GRANTS AND OTHER PAYMENTS

| | 2020-2021 | 2019-2020 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Bursary – secondary schools (see attached list) | 10,126,904 | 10,235,652 |
| Bursary – tertiary institutions (see attached list) | 8,633,400 | 5,517,000 |
| Bursary – special schools (see attached list) | 76,000 | 178,000 |
| Mock & CAT (see attached list) | - | - |
| Social Security programmes (NHIF) | - | - |
| Security projects (see attached list) | 6,280,514 | 13,915,500 |
| Sports projects (see attached list) | - | 2,747,352 |
| Environment projects (see attached list) | 1,500,000 | 1,449,780 |
| Emergency projects (see attached list) | 1,460,000 | 6,620,000 |
| Social Hall | 3,600,000 | - |
| Total | 31,676,818 | 40,663,284 |

1. ACQUISITION OF ASSETS

| | 2020-2021 | 2019-2020 |
|--|------------------|----------------|
| | Kshs | Kshs |
| Purchase of Buildings | - | - |
| Construction of Buildings | - | - |
| Refurbishment of Buildings | 3,900,000 | - |
| Purchase of Vehicles and Other Transport Equipment | - | - |
| Overhaul of Vehicles and Other Transport Equipment | - | - |
| Purchase of Household Furniture and Institutional Equipment | - | - |
| Purchase of Office Furniture and General Equipment | 627,510 | 646,500 |
| Purchase of ICT Equipment, Software and Other ICT Assets | - | - |
| Purchase of Specialized Plant, Equipment and Machinery | - | - |
| Rehabilitation and Renovation of Plant, Machinery and Equip. | - | - |
| Acquisition of Land | - | - |
| Acquisition of Intangible Assets | - | - |
| | - | - |
| Total | 4,527,510 | 646,500 |

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10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

| Name of Bank, Account No. & currency | 2020-2021 | 2019-2020 |
|---|------------------|-------------------|
| | Kshs | Kshs |
| <i>Cooperative Bank Mumias Branch</i> <i>1141498664400</i> | 4,051,797 | 14,719,206 |
| | - | - |
| | - | - |
| Total | 4,051,797 | 14,719,206 |
| 10B: CASH IN HAND | | |
| Location 1 | 0 | 0 |
| Other Locations (<i>specify</i>) | 0 | 0 |
| Total | 0 | 0 |

12B. GRATUITY

| | 2020-2021 | 2019-2020 |
|---|-----------|-----------|
| | KShs | KShs |
| Gratuity as at 1 st July (A) | 1,175,615 | - |
| Gratuity held during the year (B) | 344,178 | - |
| Gratuity paid during the Year (C) | 1,519,793 | 1,175,615 |
| Closing Gratuity as at 30 th June D= A+B-C | - | 1,175,615 |

13. BALANCES BROUGHT FORWARD

| | 2020-2021 (1 st July 2020) | 2019-2020 (1 st July 2019) |
|---------------|--|--|
| | Kshs | Kshs |
| Bank accounts | 14,719,206 | 15,438,972 |
| Cash in hand | | |
| Imprest | | |
| TOTAL | 14,719,206 | 15,438,972 |

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

16. CHANGES IN ACCOUNTS PAYABLE - DEPOSITS

| | 2020- 2021 | 2019- 2020 |
|---|------------|------------|
| | Kshs | Kshs |
| Deposits and Retention as a t 1st July 2019 (A) | | |
| Deposits and Retention held during the year (B) | | 1,175,615 |
| Deposits and Retention paid during the year © | | - |
| Closing accounts payable at 30th June (D=A+B-C) | - | 1,175,615 |

17. OTHER IMPORTANT DISCLOSURES

17.2: PENDING STAFF PAYABLES

| | 2020-2021 | 2019-2020 |
|---------------------------|-----------|-----------|
| | Kshs | Kshs |
| NGCDFC Staff | - | 1,175,615 |
| Others (<i>specify</i>) | - | - |
| | - | 1,175,615 |

17.3: UNUTILIZED FUND (See Annex 1)

| | 2020-2021 | 2019-2020 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Compensation of employees | 804,290 | 2,022,919 |
| Use of goods and services | 605,354 | 198,549 |
| Amounts due to other Government entities (see attached list) | - | - |
| Amounts due to other grants and other transfers (see attached list) | 2,094,162 | 11,185,980 |
| Acquisition of assets | 325,990 | 103,500 |
| Others (<i>specify</i>) | 222,000 | 1,208,257 |
| Funds pending approval | 45,088,879 | 6,750,000 |
| Total | 49,140,675 | 21,469,205 |

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 3)

| | 2020-2021 | 2019-2020 |
|--|------------|------------|
| | Kshs | Kshs |
| PMC account balances (see attached list) | 35,909,162 | 33,943,903 |
| | | |
| | 35,909,162 | 33,943,903 |

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

| Supplier of Goods or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance 2020 | Comments |
|------------------------------------|-----------------|-----------------|---------------------|--------------------------|----------|
| Construction of buildings | A | b | c | d=a-c | |
| 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. | | | | | |
| 11. | | | | | |
| 12. | | | | | |
| Sub-Total | | | | | |
| Grand Total | | | | | |

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

| Name of Staff | Designation | Date employed | Outstanding Balance 30 th June 2021 | Comments |
|----------------------|--------------------|---------------|--|----------|
| NG-CDFC Staff | | | | |
| 1. | | | | |
| 2. | | | | |
| 3. | | | | |
| | Sub-Total | | | |
| | Grand Total | | | |

ANNEX 3 – UNUTILIZED FUND

| Name | Brief Transaction Description | Outstanding Balance | | Comments |
|--|--------------------------------------|---------------------|-------------------|----------|
| | | 2020/21 | 2019/20 | |
| Compensation of employees | Basic wages of contractual employees | 804,290 | 2,022,919 | |
| Use of goods & services | Goods and Services | 605,354 | 198,549 | |
| | Sub-Total | 1,409,644 | 2,221,468 | |
| Amounts due to other grants and other transfers | | | | |
| Bursary Funds | Bursary Secondary Schools | - | 433,502 | |
| Bursary Funds | Bursary Tertiary Institutions | - | 7,626,800 | |
| Emergency Funds | Emergency Projects | 2,094,162 | 2,545,164 | |
| Security Projects | Security Projects | | 580,514 | |
| | Sub-Total | 2,094,162 | 11,185,980 | |

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| | | | | |
|-------------------------------|------------------|-------------------|-------------------|--|
| Acquisition of assets | | | | |
| Office Equipment | Office Equipment | 325,990 | 103,500 | |
| Sub-Total | | 325,990 | 103,500 | |
| Others (specify) | | | | |
| AIA | AIA | 222,000 | 39,000 | |
| Constituency Innovation Hub | CIH | - | 1,169,257 | |
| Sub-Total | | 222,000 | 1,208,257 | |
| Funds pending approval | | 45,088,879 | 6,750,000 | |
| Grand Total | | 49,140,675 | 21,469,205 | |

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

| Asset class | Historical Cost b/f (Kshs) 2019/20 | Additions during the year (Kshs) | Disposals during the year (Kshs) | Historical Cost (Kshs) 2020/21 |
|--|--|-------------------------------------|--|--------------------------------------|
| Land | 2,000,000 | - | - | 2,000,000 |
| Buildings and structures | 14,651,515 | 3,900,000 | - | 18,551,515 |
| Transport equipment | 6,330,760 | - | - | 6,330,760 |
| Office equipment, furniture and fittings | 2,000,000 | 627,510 | - | 2,627,510 |
| ICT Equipment, Software and Other ICT Assets | 1,646,500 | - | - | 1,646,500 |
| Other Machinery and Equipment | 167,995 | - | - | 167,995 |
| Heritage and cultural assets | - | - | - | - |
| Intangible assets | 494,000 | - | - | 494,000 |
| Total | 27,290,770 | 4,527,510 | - | 31,818,280 |

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2021

| PMC | Bank | Account number | Bank Balance | Bank Balance |
|---------------------------------|----------------------------|----------------|--------------|--------------|
| | | | 2020/21 | 2019/20 |
| Ahong'injo Primary School | Cooperative Bank - Mumias. | 1141067542500 | 6,894 | 519,710 |
| Buchifi Primary School | Cooperative Bank - Mumias. | 1141067546600 | 1,139,629 | 219,156 |
| Bukaya Primary School | Cooperative Bank - Mumias. | 1141067184500 | 1,105,823 | 6,304 |
| Butobe Primary School | Cooperative Bank - Mumias. | 1141234570900 | 1,124,664 | 111,434 |
| Butobe Sec School | Cooperative Bank - Mumias. | 01141798745100 | 588,301 | 33,781 |
| ACC South Wanga | Cooperative Bank - Mumias. | 01141798773300 | 2,574,646 | 3,175,867 |
| Ebubaka Pri School | Cooperative Bank - Mumias. | 1141068446700 | 1,037,132 | 127,945 |
| Ebubala Pri School | Cooperative Bank - Mumias. | 1141498804300 | 30,967 | 1,468,899 |
| Ebuyenjere Primary School | Cooperative Bank - Mumias. | 1141067166600 | 495,573 | 49,732 |
| Emuberi Primary School | Cooperative Bank - Mumias. | 1141234632400 | 221,692 | 222,172 |
| Emukhuwa Primary School | Cooperative Bank - Mumias. | 1141067546400 | 98,627 | 182,037 |
| Eshikalame Primary School | Cooperative Bank - Mumias. | 1141067542700 | 7,772,880 | 98,200 |
| Eshisundusia Pri School | Cooperative Bank - Mumias. | 1141499512200 | 867,892 | 1,982,780 |
| Etenje Pri School | Cooperative Bank - Mumias. | 1141067574500 | 33,773 | 91,120 |
| Ichinga Muslim Pri School | Cooperative Bank - Mumias. | 1141067156200 | 30,394 | 30,874 |
| Ihonje Primary School | Cooperative Bank - Mumias. | 1141498103600 | 233,071 | 142,223 |
| Iyabo Primary School | Cooperative Bank - Mumias. | 1141067543300 | 626,656 | 1,614,990 |
| Khungwani Primary School | Cooperative Bank - Mumias. | 1141067262800 | 26,652 | 280,643 |
| Lukoye Community ECD School | Cooperative Bank - Mumias. | 1141498097300 | 1,070,321 | 1,264,388 |
| Lureko Primary School | Cooperative Bank - Mumias. | 1141499543000 | 1,638,428 | 138,908 |
| Lusheya Primary School | Cooperative Bank - Mumias. | 1141067543800 | 903 | 1,863 |
| Milimani Primary School | Cooperative Bank - Mumias. | 1141067730700 | 133,960 | 3,103,506 |
| Mumias Central Pri School | Cooperative Bank - Mumias. | 1141234298100 | 1,459 | 57,789 |
| Mumias Deaf Primary School | Cooperative Bank - Mumias. | 1141498449900 | 2,667,074 | 2,940,348 |
| Mumias Muslim Girls Sec | Cooperative Bank - Mumias. | 1141234419900 | 5,015 | 5,495 |
| Mumias Muslim Primary School | Cooperative Bank - Mumias. | 1141068261600 | 1,317,625 | 318,105 |
| Mumias Sugar Complex Pri School | Cooperative Bank - Mumias. | 1141499543500 | 11,160 | 11,640 |
| Mumias West NG Environment | Cooperative Bank - Mumias. | 1141499720700 | 1,689,224 | 1,517,803 |
| Mumias West Sports Project | Cooperative Bank - Mumias. | 1141498779200 | 19,857 | 2,862,059 |
| Musanda Primary school | Cooperative Bank - Mumias. | 1141068368600 | 160,616 | 2,084,457 |
| Nyakwaka Primary School | Cooperative Bank - Mumias. | 1141234741100 | 1,246,035 | 246,515 |
| Nyalenya AP Camp | Cooperative Bank - Mumias. | 1141499511800 | 1,450,602 | 3,462,986 |
| Nyapeta Primary School | Cooperative Bank - Mumias. | 1141234845500 | 500,953 | 126,093 |
| Ranjiri Primary School | Cooperative Bank - Mumias. | 1141499529400 | 42,253 | 527,323 |

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| PMC | Bank | Account number | Bank Balance | Bank Balance |
|---------------------------------------|----------------------------|----------------|-------------------|-------------------|
| Shibale Pri School | Cooperative Bank - Mumias. | 1141067324900 | 232,610 | 1,214,620 |
| St. Cyprian Ebuyeshera Primary School | Cooperative Bank - Mumias. | 1141498094500 | 1,191,453 | 1,654,366 |
| St. John Bumala Sec School | Cooperative Bank - Mumias. | 1141798719600 | 6,757 | 63,875 |
| St. Elias Iyabo Sec School | Cooperative Bank - Mumias. | 1141498103400 | 68,074 | 522,094 |
| St. Elizabeth Bumia Girls Sec | Cooperative Bank - Mumias. | 1141068321200 | 554,186 | 255,226 |
| St. Joseph Ujana Sec School | Cooperative Bank - Mumias. | 1141498109200 | 256,160 | 63,875 |
| St. Michael Ingusi Sec School | Cooperative Bank - Mumias. | 1141233055500 | 233,226 | 233,706 |
| St. Patrick's Lusheya Pri School | Cooperative Bank - Mumias. | 1141067543800 | 903 | 1,863 |
| St. Peters Boys Primary School | Cooperative Bank - Mumias. | 1141067562500 | 114,457 | 114,937 |
| St. Romano's Matawa Sec School | Cooperative Bank - Mumias. | 1141234424300 | 77,417 | 85,797 |
| Utende Primary School | Cooperative Bank - Mumias. | 1141067544300 | 728,717 | 611,354 |
| Wang'nyang' Primary School | Cooperative Bank - Mumias. | 1141068175200 | 2,474,452 | 95,052 |
| TOTAL | | | 35,909,162 | 33,943,903 |

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor 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. | St Cyrilla Emulembwa Primary School- Value for money may not be realized as a result of poor workmanship on the construction of classrooms | Retention money has not been paid. We are going to ensure that all the defects observed by the auditors are made good by the contractor before we release the retention. | Not Resolved | 3 months |
| 2. | Delay in Completion of Projects- Delay in implementation and completion of the projects means that the constituents of Mumias West may not accrue the full benefits of the fund. | Delay in completion of the planned projects is as a result of untimely disbursement of funds by the NGCDF Board. Sometimes the AIEs come very late making it difficult to implement the projects as had been planned. However all projects have been implemented as initially planned and they are at their various stages of completion. | Not Resolved | 3 months |
| 3. | Budget Analysis- Budget underutilization may lead to non-delivery of planned services and programs to the people of Mumias West Constituency | We normally do our planning in good time and send our proposals to the board for approval. However, funding is done in piecemeal. This affects implementation of our budgets. We are forced to spread the funds that have been disbursed across. Late funding and approval of project code list makes it difficult to absorb all the funds available by end of the financial year | Not Resolved | 3 months |
| 4. | Delayed completion & Irregularities at Nyalenya AP Camp- Variation of designs without requisite approval may | The changes in the structure of the building were done after consultation with our client (beneficiary). The OCPD indicated to us that there were changes and police officers are now | Not Resolved | 3 months |

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| 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) |
|--|---|---|-----------------------------------|--|
| 5. | <p>lead to implementation of projects contrary to the initial requisition and the user needs, whereas delayed completion of the projects means that the constituents of Mumias West do not benefit from the benefits of the projects in a timely manner</p> <p>Lack of Returns on Bursary's Disbursed- Lack of acknowledgments letters means that there is no evidence that the institutions received the funds as disbursed thus the money may not have been used for the intended purposes.</p> | <p>not expected to stay within the police stations or posts. Delay in completion of the works is caused by small allocations from the NGCDF Board. However, the works are ongoing with the contractor on site.</p> <p>The office has been sending bursary cheques to institutions with letters of instruction to acknowledge receipt of the funds. However, the response has not been very good as observed by the auditors. We will strive to improve on this in future while devising new strategies to ensure that the institutions acknowledge our disbursements.</p> | <p>Not Resolved</p> | <p>3 months</p> |