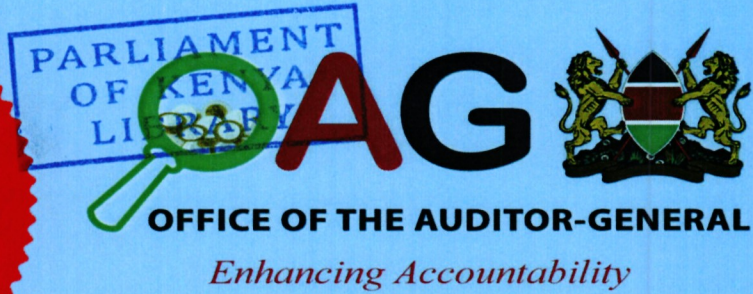


REPUBLIC OF KENYA



## REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
OF:	01 MAR 2023
	DAY: Wednesday
TABLED BY:	Majority Party Whip
CLERK-AT-THE-TABLE:	Finlays Mwiriki

**THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND -  
MWINGI WEST CONSTITUENCY**

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



*Revised Template 30<sup>th</sup> June 2021*



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**MWINGI WEST CONSTITUENCY**  
**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**

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

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

## **Contents**

Contents .....	2
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT .....	3
II. NG-CDFC CHAIRMANS REPORT .....	7
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCYS PREDETRMINED OBJECTIVES .....	11
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING .....	13
V. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	16
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- MWINGI WEST CONSTITUENCY</i> .....	17
VII. STATEMENT OF RECEIPTS AND PAYMENTS .....	18
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 <sup>TH</sup> JUNE 2021.....	19
IX. SUMMARY STATEMENT OF APPROPRIATION .....	22
X. BUDGET EXECUTION BY SECTORS AND PROJECTS.....	24
XI. SIGNIFICANT ACCOUNTING POLICIES.....	32
XII. NOTES TO THE FINANCIAL STATEMENTS .....	35
XIII. ANNEXURES.....	45
XIII.PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS.....	61

## **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

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

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**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 Mwingi 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 30<sup>th</sup> June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E Holder	Japheth K. Musee
2.	Sub-County Accountant	Daudi M. Namba
3.	Chairman NG-CDFC	Francis N. Munuve
4.	Member NG-CDFC	Lydia Wamuo Musili

**(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Mwingi West 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.

**(e) Mwingi West Constituency NGCDF Headquarters**

Mwingi West NGCDF Offices  
Migwani Town  
Within Mwingi West DCC's Compound  
P.O. Box 395-90400  
Mwingi, KENYA

**(f) Mwingi West Constituency NGCDF Contacts**

Telephone: (254) 0719691060  
E-mail: [cdfmwingiwest@ngcdf.go.ke](mailto:cdfmwingiwest@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(g) Mwingi West Constituency NGCDF Bankers**

Equity Bank Ltd  
Mwingi Branch  
Account Number:  
0590260984982  
P.O. Box 280-90400  
Mwingi, Kenya.

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

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

**II. NG-CDF CHAIRMAN’S REPORT**

**a) Budget performance**

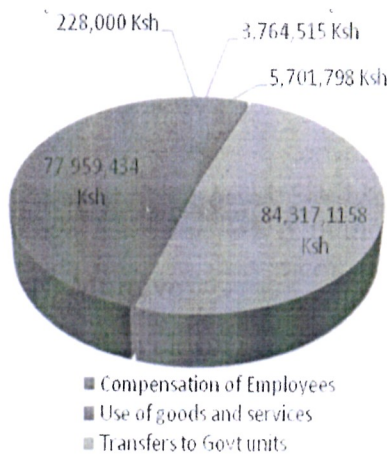


**Francis N. Munuve**

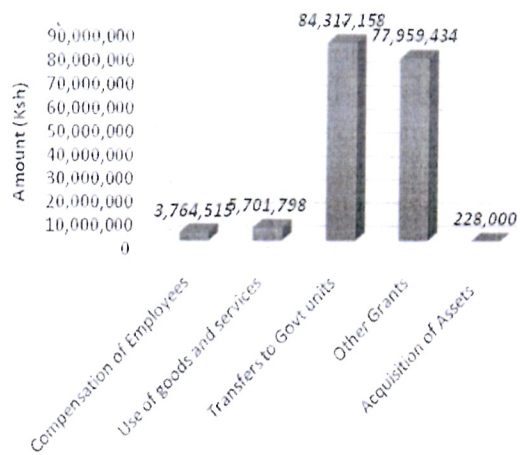
Mwingi West is one of the eight constituencies in Kitui County and has fully complied with the FY 2020/2021 budgetary allocation. We have utilized more than 90% of the total disbursed funds by the NGCDFB, within the financial year based, on the community prioritized projects (i.e. programmed activities) covering all the sectors. The constituency received **Kshs 163,867,724** in terms of AIEs from the NG-CDF board during the financial year under review. After the year adjustments the constituency had a total receipt of **Kshs 187,371,976** for spending. However, we managed to spend **Kshs 171,970,905**,

thus remaining with a closing cash book balance of **Kshs 15,401,071**. While **Kshs 45,088,879** was yet to be released by NGCDF board, thus leading to a total of **Kshs 60,489,950** unutilised funds for the year under review.

**Pie chart showing expenditure per vote heads**



**BAR CHART SHOWING EXPENDITURE PER VOTE HEADS**



We have managed to achieve this by: -

- 1) Adherence to our work plan and procurement plan.
- 2) Strictly following procurement procedures and regulations.
- 3) Utilization of statutory votes as per the allocation table.
- 4) Timely disbursement of funds to PMCs once received from NG-CDF board.

**b) Key achievements**

**(i) Bursaries award to needy students.**

-Bursary distribution to both tertiary and secondary students including those with special needs. NG-CDF Mwingi west managed to award **Kshs 42,921,200** to secondary schools and **Kshs 15,404,000** to tertiary institutions during the financial under review.





*FIG 1.1: Secondary and Tertiary Bursary award public participation forum at Nguutani open air market shed FY 2020/2021.*

(ii) Improvement of education infrastructure.

-Developing both primary and secondary schools' infrastructure by construction of classrooms, dining halls, administration block, laboratories, fencing as well as renovation of existing infrastructure e.g. classrooms.

-Giving NG-CDF bursaries to needy students and thus reducing drop –out rate.

-Photos of some of the implemented projects are shown below.



*FIG 1.2: Administration block constructed at Mathiani Primary School, completed FY 2020/2021 to improve teachers working environment.*

(iii) Enhancement of security conditions at police posts.



*FIG 1.3: Fenced and installed a gate at Musuani Police Post FY 2020/2021, to enhance security and working environment to the officers.*

(iv) Promoting Women Football sporting activities

-Equipping football teams in the constituency with uniforms and footballs during Mwingi West tournament competitions as a way of engaging the youth and identifying soccer talents. Member of national assembly for Mwingi west rewarding one of the winning women football team.



*FIG 1.4: Kii Women football club, one of the beneficiaries of sports uniforms and footballs during FY 2020/2021.*

**c) Emerging issues**

- More bursary applicants against limited funds available.
- High number of students' intake in both primary and secondary schools in line with government policy for free and compulsory education causing congestion in learning institutions.
- High demand for more classrooms to accommodate high number of beneficiaries in both primary and secondary schools.

**d) Implementation challenges**

- Late disbursement of funds by the NG-CDF board causing delay in disbursement of bursary, thereby subjecting needy students to be expelled from schools/colleges for lack of fees.
- Surge in market prices and inconsistent inflation causing contractors to demand for contractual revisions/variations.
- High demand for bursary award for needy students due to significant poverty level in the region compared to limited funds.
- COVID-19 pandemic affecting learning institutions and hence slow projects implementation. Delivery of bursary cheques was also a problem, since teachers were nowhere to be found. Thus, leading to low funds absorption rate.

**e) Way forward**

- Increase the NG-CDF funding to at least 5%.
- Timely disbursement of funds by NGCDFB.

In conclusion, the committee has achieved a lot in promoting the wellbeing of the people of Mwingi West Constituency through bursaries to needy students and improved infrastructure. Therefore, I feel most humbled, honoured and grateful to forward the financial statements for FY 2020/2021 to the NGCDF Board, for onward submission to the office of the Auditor General before the stipulated deadline of 30<sup>th</sup> September 2021.

Signature



.....  
**CHAIRMAN NGCDF COMMITTEE**



### III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED 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 Mwingi West *Constituency 2018-2022* plan are as hereunder: -

1. To improve education outcomes at all levels of learning within the learning Institutions in Mwingi west.
2. To address environmental issues through community driven programs
3. To facilitate entrepreneurship and address market inefficiencies affecting traders in Mwingi west Constituency
4. To harness the potential of youth in combating unemployment in Mwingi west Constituency
5. To empower special interest groups and provide safety nets for the vulnerable groups in Mwingi west Constituency
6. To encourage social cohesion through cultural programming
7. To coordinate and facilitate infrastructural development in Mwingi west Constituency
8. To enhance security for residents through multi -stakeholder pronged approaches
9. To create a twenty-four-hour economy by electrifying the entire constituency

#### 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 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	In FY 2020/2021 -we increased number of classrooms (105 to120), Dormitories 11-13), laboratories (16-19) in schools. - Bursary beneficiaries in both secondary and tertiary increased from 4,000 to

**Mwingi West Constituency**

**National Government Constituency Development Fund (NGCDF)**

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

			levels	10,000.
Security	To promote and sustaining security in the constituency	Improved working conditions of security personnel.	No. of chief/assistant chiefs offices, AP lines, Police posts constructed.	In FY 2020/2021 increased number of toilets, AP lines and Chiefs offices renovated from 6 to 9.
Environment	Adopting Environmentally friendly practices to prevent soil erosion.	Increased forest cover and volume of sand harvested.	No. of tree seedlings planted and sand dams constructed.	In FY 2020/2021 -We increased number of tree seedlings in primary schools from (7 to 20) and sand dams from (3 to 4).
Sports	Promoting sports activities in the constituency	Increased Support for sporting activities	No. of playing grounds improved. No. of teams/schools supplied with sport equipment	In FY 2020/2021 -we increased number of youth tournaments from (2 to 3) per year. sports equipment from 100 to 150).
Disaster Management	To have all the emergency cases addressed to.	Increased funding of disaster related projects and activities.	No. of projects/activities funded through emergency funding.	In FY 2020/2021 -we increased number of projects funded through emergency from (18 to 33).

#### **IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

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

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

- The committee had constructed Mbondoni Sand Dam to increase sand harvesting
- Sensitization of youth/ community on the impact of drugs after by construction of police stations supported NG-CDF.
- NG-CDF sponsored sporting activities/ tournament bringing communities and sensitizing them on environmental conservation matters.
- NG-CDF staff Had at least one day in FY to sensitize 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. Mwingi 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 are 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. Mwingi 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-**

Mwingi 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-**

Mwingi 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.

#### **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.

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



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

**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- Mwingi West 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- Mwingi 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 Mwingi West 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 Mwingi 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 Mwingi 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- Mwingi West Constituency financial statements were approved and signed by the Accounting Officer on 14/9 2021.



Chairman NGCDF Committee  
Francis N. Munuve

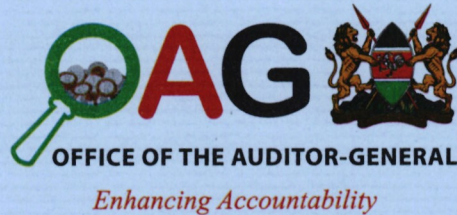


Fund Account Manager  
Japheth K. Musee



# REPUBLIC OF KENYA

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## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – MWINGI WEST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021**

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### **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 the National Government Constituencies Development Fund - Mwingi West Constituency set out on pages 18 to

64, 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 the 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 - Mwingi North Constituency as at 30 June, 2021 and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

### **Basis for Qualified Opinion**

#### **1. Variances Between the Financial Statements and Trial Balance**

Review of the statement of receipts and payments reflected variances with the trial balance as detailed below:

<b>Component</b>	<b>Trial Balance Amount (Kshs)</b>	<b>Financial Statement Amount (Kshs)</b>	<b>Variances (Kshs)</b>
Use of Goods and Services	5,929,798	5,701,798	228,000
Other Grants and Transfers	77,559,434	77,959,434	(400,000)
Transfers to Other Grants	83,767,416	84,317,158	549,742
Acquisition of Assets	949,742	228,000	721,742

In the circumstances, the accuracy and completeness of the statement of receipts and payments could not be confirmed.

#### **2. Irregular House Allowance Increments**

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects compensation of employees' expenditure of Kshs.3,764,515. Included in the balance is house allowance payments of Kshs.810,000 which further includes the amount of Kshs.270,000 which was paid as house allowance increments. However, review of payroll summaries and employment contracts revealed that the NG-CDF Committee reviewed and approved the increments of staff house allowances from Kshs.5,000 to Kshs.7,500 during a meeting held on 2 December, 2020. The review of the rates was however not approved by the Salaries and Remuneration Commission.

In the circumstances, the accuracy and regularity of the expenditure of Kshs.270,000 incurred on the house allowance increments could not be confirmed.

### **3. Irregular Bursary Disbursements**

The statement of receipts and payments reflects other grants and transfers expenditure of Kshs.77,959,434 as disclosed in Note 7 of the financial statements. The expenditure includes bursary disbursements to Secondary Schools and Tertiary Institutions totaling Kshs.58,325,200. However, review of supporting documents revealed the following anomalies:

- i. The bursary disbursements included the amount of Kshs.40,000 which was issued to five (5) students whose admission details were not provided.
- ii. The beneficiaries who were in boarding schools were issued with bursaries of Kshs.2,200 each instead of the minimum amount of Kshs.2,500 which was approved by the Bursary Sub-committee. No explanation was given for the anomaly.
- iii. Two (2) students who were in special category groups were issued with the bursary of Kshs.16,000 each contrary to Bursary Sub-committee's approved amount of Kshs.8,000 per student.

In the circumstances, the regularity of the bursary disbursements of Kshs.58,325,200 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 - Mwingi 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**

#### **Budgetary Control and Performance**

The summary statement of appropriation recurrent and development combined reflects final budgeted receipts of Kshs.232,460,855 and actual receipts of Kshs.187,371,976 resulting in budget shortfall of Kshs.45,088,879 or 19% of the approved budget. Similarly, the statement reflects final budgeted payments of Kshs.232,460,855 and actual payments of

Kshs.171,970,905 resulting in net under expenditure of Kshs.60489,950 or 26% of the budget.

The underfunding and the under performance affected the planned activities may have impacted negatively on service delivery to the public.

## 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. Delay in Completion of Projects**

Review of the Project Implementation Status (PIS) report provided revealed that a total of Kshs.117,375,198 was allocated for implementation of fifty-four (54) projects during the year. Out of fifty four (54) projects, forty (40) projects amounting to Kshs.101,325,198 had not been completed. Further, fourteen (14) projects with allocation of Kshs.16,050,000 had not been started due to delay in disbursing funds by National Government Constituencies Development Fund Board.

In the circumstances, it was not possible to confirm whether the public will obtain value for money from an amount of Kshs.117,375,198 allocated to projects that were not completed during the year.

#### **2. Un-surrendered Project Management Committee Bank Account Balances**

Note 17.4 and Annex 5 to the financial statements reflects the Project Management Committee (PMC) account balances of Kshs.18,124,964. Included in the balance is the amount of Kshs.726,940 relating to completed projects which should have been surrendered to the Fund main bank account. This is a breach of the provisions of Section 12(8) of the National Government Constituencies Development Fund Act, 2015 which states that all unutilized funds of the Project Management Committee shall be returned to the Constituency Fund Account.

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

#### **3. Irregular Procurement of Goods and Services**

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects use of goods and services expenditure of Ksh.5,701,798. The expenditure includes an amount of Kshs.629,065 which was incurred on procurement of various goods and services. However, the expenditure was not supported documents

such as user requisitions, professional opinion from the head of procurement and letters notifying the unsuccessful bidders of the outcome of the procurement process. This is contrary to the provision of Public Procurement and Assets Disposal Act, 2015

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

#### **4. Irregular Procurement of Primary and Secondary Projects**

The statement of receipts and payments and Note 6 to the financial statements reflects transfers to other Government units of Kshs.84,317,158. Review of documents and physical verifications of Primary and Secondary Schools' projects revealed irregularities in the procurement processes as indicated below:

##### **4.1 Nzuli Secondary School**

Management disbursed a total of Kshs.2,898,000 to the Project Management Committee (PMC) of Nzuli Secondary School for construction of a Computer Laboratory. However, professional opinion from the Head of procurement and copies of letters notifying the unsuccessful bidders of the outcome of the procurement process were not provided for audit review. Further, the project was not included in the Project Status Report as required by Regulation 140(1) of the Public Procurement and Asset Disposal Regulations, 2020.

##### **4.2 Muthioni Secondary School**

Management disbursed a total of Kshs.1,700,000 to the Project Management Committee (PMC) of Muthioni Secondary School for construction of a Dining Hall. However, professional opinion from the Head of procurement and copies of letters notifying the unsuccessful bidders of the outcome of the procurement process were not provided for audit review. Further, the project was also not included in the Project Status Report as required by Regulation 140(1) of the Public Procurement and Asset Disposal Regulations, 2020.

##### **4.3 Kyome Primary School**

Management disbursed amount of Kshs.1,500,000 to the Project Management Committee (PMC) of Kyome Primary School for construction of three (3) classrooms. However, professional opinion from the Head of procurement and copies of letters notifying the unsuccessful bidders of the outcome of the procurement process were not provided for audit review. Further, the project was also not included in the Project Status Report as required by Regulation 140(1) of the Public Procurement and Asset Disposal Regulations, 2020.

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, 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 overall 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 or to cease operations.

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

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

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance.

Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Fund's policies and procedures may deteriorate.

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

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



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the 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 continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

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

**Nairobi**


**05 September, 2022**

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


**VII. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF Board	1	163,867,724	123,040,875
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>163,867,724</b>	<b>123,040,875</b>
<b>PAYMENTS</b>			
Compensation of employees	4	3,764,515	2,775,422
Use of goods and services	5	5,701,798	6,120,128
Transfers to Other Government Units	6	84,317,158	51,852,422
Other grants and transfers	7	77,959,434	34,634,372
Acquisition of Assets	8	228,000	6,355,058
Other Payments	9	-	2,338,513
<b>TOTAL PAYMENTS</b>		<b>171,970,905</b>	<b>104,075,915</b>
<b>SURPLUS/(DEFICIT)</b>		<b>(8,103,181)</b>	<b>18,964,960</b>

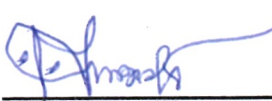
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Mwingi West Constituency financial statements were approved on 14/9/2021 2021 and signed by:

  
\_\_\_\_\_  
Fund Account Manager

Japheth K. Musee

  
\_\_\_\_\_  
National Sub-County  
Accountant

Daudi Namba  
ICPAK M/No: 14271

  
\_\_\_\_\_  
Chairman NG-CDF  
Committee


Francis N. Munuve




VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances (as per the cash book)	10A	15,401,071	23,504,252
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>15,401,071</b>	<b>23,504,252</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>15,401,071</b>	<b>23,504,252</b>
<b>FINANCIAL LIABILITIES</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	12A	-	-
Gratuity	12B	-	-
<b>TOTAL FINANCIAL LIABILITES</b>			
<b>NET FINANCIAL ASSETS</b>		<b>15,401,071</b>	<b>23,504,252</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd.	13	23,504,252	4,539,292
Prior year adjustments	14	-	-
Surplus/Deficit for the year		(8,103,181)	18,964,960
<b>NET FINANCIAL POSITION</b>		<b>15,401,071</b>	<b>23,504,252</b>


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Mwingi West Constituency financial statements were approved on 14/9/2021 2021 and signed by:

  
Fund Account Manager

Japheth K. Musee

  
National Sub-County  
Accountant

Daudi Namba  
ICPAK M/No: 14271

  
Chairman NG-CDF  
Committee

Francis N. Munuve



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

**STATEMENT OF CASHFLOW**

		2020 - 2021	2019 - 2020
		Kshs	Kshs
<b>Receipts from operating activities</b>			
Transfers from NGCDF Board	1	163,867,724	123,040,875
Other Receipts	3	-	-
<b>Total receipts</b>		<b>163,867,724</b>	<b>123,040,875</b>
<b>Payments for operating activities</b>			
Compensation of Employees	4	3,764,515	2,775,422
Use of goods and services	5	5,701,798	6,120,128
Transfers to Other Government Units	6	84,317,158	51,852,422
Other grants and transfers	7	77,959,434	34,634,372
Other Payments	9	-	2,338,513
<b>Total payments</b>		<b>171,742,905</b>	<b>97,720,857</b>
<b>Total Receipts Less Total Payments</b>		<b>(7,875,181)</b>	<b>25,320,018</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	-	-
		-	-
<b>Net cash flow from operating activities</b>		<b>(7,875,181)</b>	<b>25,320,018</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(228,000)	6,355,058
<b>Net cash flows from Investing Activities</b>		<b>(228,000)</b>	<b>(6,355,058)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(8,103,181)</b>	<b>18,964,960</b>
Cash and cash equivalent at BEGINNING of the year	13	23,504,252	4,539,292
Cash and cash equivalent at END of the year		<u>15,401,071</u>	<u>23,504,252</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Mwingi West Constituency financial statements were approved on 14/9/2021 and signed by:

Fund Account Manager

Japheth K. Musee

National Sub-County  
Accountant

Daudi Namba  
ICPAK M/No: 14271

Chairman NG-CDF  
Committee

Francis N. Munuve





IX. SUMMARY STATEMENT OF APPROPRIATION

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 %	
RECEIPTS	2020/2021	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	23,504,252	71,867,724	232,460,855	187,371,976	45,088,879	81%
Proceeds from Sale of Assets	-	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-	-
<b>TOTALS</b>	<b>137,088,879</b>	<b>23,504,252</b>	<b>71,867,724</b>	<b>232,460,855</b>	<b>187,371,976</b>	<b>45,088,879</b>	<b>81%</b>
PAYMENTS							
Compensation of Employees	4,317,880	1,949,639	2,373,796	8,641,315	3,764,515	4,876,800	44%
Use of goods and services	8,020,118	629,831	2,761,299	11,411,248	5,701,798	5,709,450	51%
Transfers to Other Government Units	60,900,000	101,895	56,662,266	117,664,161	84,317,158	33,347,003	72%
Other grants and transfers	63,850,881	20,822,887	9,842,363	94,516,131	77,959,434	16,556,697	82%
Acquisition of Assets	-	-	228,000	228,000	228,000	-	100%
Other Payments	-	-	-	-	-	-	-
Funds pending approval**	-	-	-	-	-	-	-
<b>TOTALS</b>	<b>137,088,879</b>	<b>23,504,252</b>	<b>71,867,724</b>	<b>232,460,855</b>	<b>171,970,905</b>	<b>60,489,950</b>	<b>74%</b>

\*\*Unutilised Kshs 60,489,950 includes funds not yet released by the board for utilisation amounting to Kshs 45,088,879, for the year under review. Kshs 15,401,071 the cash book balance as at 30<sup>th</sup> June 2021, therefore resulting to final budget underutilization.

**Note:**

(a) Items below 90% utilization-

- Compensation of Employees- 44% - caused by late disbursements by the NGCDFB and COVID-19 pandemic.

-Use of Goods and Services- 51% - caused by late disbursements by the NGCDFB and COVID-19 pandemic

-Transfer to other Government units -72% - caused by late disbursements by the NGCDFB and COVID-19 pandemic

-Other grants and transfers- 82% - caused by late disbursements by the NGCDFB and COVID-19 pandemic

*All these low budget utilizations have been caused by late disbursements by the NGCDFB and COVID-19 pandemic effecting projects implementation during the financial year under review.*

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	60,489,950
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2021	(45,088,879)
	15,401,071
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	15,401,071

The NGCDF- Mwingi West Constituency financial statements were approved on 14/9/ 2021 and signed by:

Fund Account Manager

Japheth K. Musee

National Sub-County Accountant

Daudi Namba  
ICPAK M/No: 14271

Chairman NG-CDF Committee

Francis N. Munuve



X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget 2020/2021 Kshs	Adjustments		Final Budget 2020/2021 Kshs	Actual on comparable basis 30/06/2021 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
<b>1.0 Administration and Recurrent</b>						
1.1 Compensation of employees	4,317,880	1,949,639	2,373,796	8,641,315	3,764,515	4,876,800
1.2 Committee allowances	2,500,000	0	1,000,000	3,500,000	3,300,000	200,000
1.3 Use of goods and services	1,407,452	158,831	989,299	2,529,506	165,798	2,363,708
<b>Sub Total</b>	<b>8,225,332</b>	<b>2,108,470</b>	<b>4,363,095</b>	<b>14,670,821</b>	<b>7,230,313</b>	<b>7,440,508</b>
<b>2.0 Monitoring and evaluation</b>						
2.1 Capacity building	1,000,000	-	-	1,000,000	155,000	845,000
2.2 Committee allowances	2,000,000	-	-	2,000,000	1,279,163	720,837
2.3 Use of goods and services	1,112,666	471,000	1,000,000	2,576,666	1,029,837	1,546,829
<b>Sub Total</b>	<b>4,112,666</b>	<b>471,000</b>	<b>1,000,000</b>	<b>5,576,666</b>	<b>2,464,000</b>	<b>3,112,666</b>
<b>3.0 Emergency</b>						
3.1 Primary Schools	5,242,207	357,267	2,765,303	8,364,777	6,850,000	1,514,777
3.2 Secondary schools	1,450,000	-	-	1,450,000	1,450,000	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	500,000	-	-	500,000	500,000	-
<b>Sub Total</b>	<b>7,192,207</b>	<b>357,267</b>	<b>2,766,303</b>	<b>10,314,777</b>	<b>8,800,000</b>	<b>1,514,777</b>
<b>4.0 Bursary and Social Security</b>						
4.1 Secondary Schools	26,800,000	19,795,234	800,000	47,395,234	42,921,200	4,474,034
4.2 Tertiary Institutions	17,000,000	608,000	-	17,608,000	15,404,000	2,204,000
<b>Sub Total</b>	<b>43,800,000</b>	<b>20,403,234</b>	<b>800,000</b>	<b>65,003,234</b>	<b>58,325,200</b>	<b>6,678,034</b>



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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
<b>5.0 Sports</b>						
5.1 Mwingi West youth tournament	2,500,000	141	2,500,000	5,000,141	2,498,500	2,501,641
<b>Sub Total</b>	<b>2,500,000</b>	<b>141</b>	<b>2,500,000</b>	<b>5,000,141</b>	<b>2,498,500</b>	<b>2,501,641</b>
<b>6.0 Environment</b>						
6.1 B/f	-	62,245	-	62,245	-	62,245
6.2 Mbondoni Sand Dam	-	-	1,500,000	1,500,000	1,500,000	-
6.3 Kakululo Pri School	200,000	-	-	200,000	200,000	-
6.4 Katalwa Pri School	200,000	-	-	200,000	200,000	-
6.5 Katoteni Pri School	200,000	-	-	200,000	200,000	-
6.6 Kikiimi Pri School	200,000	-	-	200,000	200,000	-
6.7 Kilulu Pri School	200,000	-	-	200,000	200,000	-
6.8 Kivulu Pri School	200,000	-	-	200,000	200,000	-
6.9 Kyusyani Pri School	200,000	-	-	200,000	200,000	-
6.10 Mathunzini Pri School	200,000	-	-	200,000	200,000	-
6.11 Migwani AIC Special School	200,000	-	-	200,000	200,000	-
6.12 Muimi Pri School	200,000	-	-	200,000	200,000	-
6.13 Karura Sec School	200,000	-	-	200,000	200,000	-
6.14 Misai Sec School	200,000	-	-	200,000	200,000	-
6.15 Thaana Nzau Sec School	200,000	-	-	200,000	200,000	-
<b>Sub Total</b>	<b>2,600,000</b>	<b>62,245</b>	<b>1,500,000</b>	<b>4,162,245</b>	<b>4,100,000</b>	<b>62,245</b>
<b>7.0 Primary Schools Projects</b>						
7.1 Tumila Primary School	-	-	500,000	500,000	500,000	-
7.2 Musuani Primary School	-	-	1,414,942	1,414,942	1,414,942	-
7.3 Masooni Primary School	-	-	950,000	950,000	950,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.4 Kavaini Primary School	-	-	1,300,000	1,300,000	1,300,000	-
7.5 Kyongweni Primary School	500,000	-	2,000,000	2,500,000	2,500,000	-
7.6 Koliiani Primary School	-	-	450,000	450,000	450,000	-
7.7 Nzelumi Primary School	-	-	993,470	993,470	993,470	-
7.8 Kwa Kyelu Primary School	-	-	1,000,000	1,000,000	1,000,000	-
7.9 Musola Pri School	-	-	1,000,000	1,000,000	1,000,000	-
7.10 Migwani DEB Pri School	-	-	800,000	800,000	800,000	-
7.11 AIC Migwani Pri School	-	-	1,200,000	1,200,000	1,200,000	-
7.12 Nengyani Pri School	-	-	950,000	950,000	950,000	-
7.13 Mikwili Pri School	-	-	950,000	950,000	950,000	-
7.14 Syimuu Pri School	-	-	800,000	800,000	800,000	-
7.15 Kitulani Pri School	-	-	500,000	500,000	500,000	-
7.16 Mavoloni Pri School	-	-	2,000,000	2,000,000	2,000,000	-
7.17 Nzatani Pri School	-	-	1,200,000	1,200,000	1,200,000	-
7.18 Mumbuni Pri School	-	-	1,000,000	1,000,000	1,000,000	-
7.19 Kiomo Pri School	600,000	-	500,000	1,100,000	1,100,000	-
7.20 Kilela Pri School	-	-	500,000	500,000	500,000	-
7.21 Tulimani Pri School	-	-	500,000	500,000	500,000	-
7.22 Katanga Pri School	1,500,000	-	1,000,000	2,500,000	2,500,000	-
7.23 Misai Pri School	-	-	500,000	500,000	500,000	-
7.24 Nzaaiku Pri School	-	-	500,000	500,000	500,000	-
7.25 Mukuthu Pri School	-	-	500,000	500,000	500,000	-
7.26 Kisole Pri School	-	-	950,000	950,000	950,000	-
7.27 Muliluni Pri School	-	-	500,000	500,000	500,000	-
7.28 Mathiani Pri School	1,000,000	-	1,500,000	2,500,000	2,500,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.29 Kalembwa Pri School	-	-	600,000	600,000	600,000	-
7.30 Yitwambamba Pri School	300,000	-	1,600,000	1,900,000	1,900,000	-
7.31 Yitwambamba Pri School	200,000	-	0	200,000	193,000	7,000
7.32 Kaliluni Pri School	-	-	1,000,000	1,000,000	1,000,000	-
7.33 Kathita Nzau Pri School	-	-	950,000	950,000	950,000	-
7.34 Syongoni Pri School	-	-	200,000	200,000	-	200,000
7.35 Kyome Pri School	-	-	1,500,000	1,500,000	1,500,000	-
7.36 Kilulu Pri School	-	-	1,000,000	1,000,000	1,000,000	-
7.37 Kyambevo Pri School	-	-	950,000	950,000	950,000	-
7.38 Kaikungu Pri School	-	-	500,000	500,000	500,000	-
7.39 Kiumoni Pri School	-	-	450,000	450,000	450,000	-
7.40 Kavililo Pri School	-	-	500,000	500,000	500,000	-
7.41 Katoteri Pri School	-	-	800,000	800,000	800,000	-
7.42 Katotu Pri School	-	-	200,000	200,000	200,000	-
7.43 Muimi Pri School	-	-	500,000	500,000	500,000	-
7.44 Wikivuvwa Pri School	-	-	1,500,000	1,500,000	1,500,000	-
7.46 Kavuvwani Pri School	200,000	-	500,000	700,000	700,000	-
7.47 Nzilani Pri School	200,000	-	-	200,000	200,000	-
7.48 Wikipoo Pri School	-	-	1,050,000	1,050,000	1,050,000	-
7.49 Kianziani Pri School	1,900,000	-	1,450,000	3,350,000	1,450,000	1,900,000
7.50 Nzauni Pri School	600,000	-	-	600,000	600,000	-
7.51 Ikena Mwaki Pri School	950,000	-	-	950,000	950,000	-
7.52 Itiliku Pri School	1,100,000	-	-	1,100,000	-	1,100,000
7.53 Ivure Pri School	1,000,000	-	-	1,000,000	1,000,000	-
7.54 Kairungu Pri School	200,000	-	-	200,000	200,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.55 Kamandiko Pri School	1,150,000	-	-	1,150,000	200,000	950,000
7.56 Kamutekeo Pri School	2,500,000	-	-	2,500,000	-	2,500,000
7.57 Kamutisya Pri School	800,000	-	-	800,000	-	800,000
7.58 Kamutungu Pri School	500,000	-	-	500,000	-	500,000
7.59 Kanyuuni Pri School	500,000	-	-	500,000	-	500,000
7.60 Kathita Pri School	200,000	-	-	200,000	200,000	-
7.61 Katotu Pri School	950,000	-	-	950,000	950,000	-
7.62 Kavoloi Pri School	500,000	-	-	500,000	-	500,000
7.63 Kisasi Pri School	300,000	-	-	300,000	300,000	-
7.64 Kithimani Pri School	1,900,000	-	-	1,900,000	1,900,000	-
7.65 Kwa Kari Pri School	950,000	-	-	950,000	950,000	-
7.66 Kwa Kisenga Pri School	400,000	-	-	400,000	-	400,000
7.67 Kyethani Pri School	200,000	-	-	200,000	200,000	-
7.68 Makengekani Pri School	200,000	-	-	200,000	200,000	-
7.69 Makutano Pri School	200,000	-	-	200,000	200,000	-
7.70 Makuti Pri School	200,000	-	-	200,000	200,000	-
7.71 Malatani Pri School	200,000	-	-	200,000	200,000	-
7.72 Mathuma Pri School	500,000	-	-	500,000	500,000	-
7.73 Mavuni Pri School	200,000	-	-	200,000	200,000	-
7.74 Mukauni Pri School	950,000	-	-	950,000	950,000	-
7.75 Mulata Utunda Pri School	2,500,000	-	-	2,500,000	-	2,500,000
7.76 Mululini Pri School	1,900,000	-	-	1,900,000	-	1,900,000
7.77 Musonoke Pri School	950,000	-	-	950,000	950,000	-
7.78 Muthungue Pri School	2,500,000	-	-	2,500,000	2,500,000	-
7.79 Ndaluni Pri School	950,000	-	-	950,000	-	950,000

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.80 Ngemini Pri School	650,000	-	-	650,000	650,000	-
7.81 Ngongoni Pri School	950,000	-	-	950,000	-	950,000
7.82 Nguuni Pri School	2,500,000	-	-	2,500,000	-	2,500,000
7.83 Nguutani Pri School	500,000	-	-	500,000	-	500,000
7.84 Thokoa Pri School	1,000,000	-	-	1,000,000	1,000,000	-
7.85 Uvaita Pri School	1,000,000	-	-	1,000,000	1,000,000	-
7.86 Wikithuki Pri School	550,000	-	-	550,000	-	550,000
7.86 Winzyeei Pri School	200,000	-	-	200,000	200,000	-
7.86 Yenzuva Pri School	600,000	-	-	600,000	600,000	-
7.87 Nzaaiku pri school	0	61,892	387,850	449,742	449,742	0
7.88 Kisungula pri school	0	0	100,000	100,000	100,000	0
<b>Sub Total</b>	<b>40,300,000</b>	<b>61,892</b>	<b>41,696,262</b>	<b>82,058,154</b>	<b>62,851,154</b>	<b>19,207,000</b>
<b>8.0 Secondary Schools Projects</b>						
8.1 Nzawa Secondary School	-	-	1,600,000	1,600,000	1,600,000	-
8.2 Kakululo Secondary school	-	-	2,400,000	2,400,000	2,400,000	-
8.3 Thaana Nzau Sec School	-	-	1,250,000	1,250,000	1,250,000	-
8.4 Kakongo Secondary School	-	-	2,162,090	2,162,090	2,162,090	-
8.5 Katalwa Secondary School	-	40,003	-	40,003	-	40,003
8.6 Nzalae Secondary School	450,000	-	500,000	950,000	950,000	-
8.7 Thitani Girls Sec School	-	-	1,000,000	1,000,000	1,000,000	-
8.8 Kanyeini Girls Sec School	-	-	705,914	705,914	705,914	-
8.9 Kyambo Sec School	-	-	1,000,000	1,000,000	1,000,000	-
8.10 Makutano Sec School	-	-	950,000	950,000	950,000	-
8.11 Itononi mixed Sec School	-	-	500,000	500,000	500,000	-
8.12 Nzuli Secondary School	-	-	2,898,000	2,898,000	2,898,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.13 Itongolani Secondary School	950,000	-	-	950,000	950,000	-
8.14 Kairungu Secondary School	300,000	-	-	300,000	300,000	-
8.15 Kavaini Secondary School	7,000,000	-	-	7,000,000	-	7,000,000
8.16 Kavililo Secondary School	2,300,000	-	-	2,300,000	2,300,000	-
8.17 Kea Secondary School	950,000	-	-	950,000	-	950,000
8.18 Kiomo Secondary School	350,000	-	-	350,000	350,000	-
8.19 Mathuma Secondary School	450,000	-	-	450,000	450,000	-
8.20 Migwani Boys Sec School	2,650,000	-	-	2,650,000	-	2,650,000
8.21 Muthioni Secondary School	1,700,000	-	-	1,700,000	1,700,000	-
8.22 Nzatani Secondary School	2,500,000	-	-	2,500,000	-	2,500,000
<b>Sub Total</b>	<b>19,600,000</b>	<b>40,003</b>	<b>14,966,004</b>	<b>34,606,007</b>	<b>21,466,004</b>	<b>13,140,003</b>
<b>9.0 Tertiary Institutions Projects</b>						
9.1 Thitani Technical Training Institute	1,000,000	-	-	1,000,000	-	1,000,000
<b>Sub Total</b>	<b>1,000,000</b>	<b>0</b>	<b>0</b>	<b>1,000,000</b>	<b>0</b>	<b>1,000,000</b>
<b>10.0 Security Projects</b>						
10.1 Kalongola Chiefs Office	-	-	827,060	827,060	827,060	-
10.2 Migwani DCCs Office	-	-	500,000	500,000	500,000	-
10.3 Kakululo Asst. Chiefs Office	-	-	550,000	550,000	550,000	-
10.4 Itendeu Asst. Chiefs Office	700,000	-	-	700,000	700,000	-
10.5 Kairungu Chiefs Office	2,000,000	-	-	2,000,000	-	2,000,000
10.6 Kilungu Asst. Chiefs Office	500,000	-	-	500,000	-	500,000
10.7 Kisovo Chiefs Office	500,000	-	-	500,000	500,000	-
10.8 Kyusyuni Chiefs Office	758,674	-	-	758,674	758,674	-
10.9 Mwanzilu Police post	300,000	-	-	300,000	-	300,000

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
10.10 Ngongoni Police post	300,000	-	-	300,000		300,000
10.11 Nguutani Police station	1,200,000	-	-	1,200,000		1,200,000
10.12 Nzeluni Assistant County Commissioners Office	1,500,000	-	-	1,500,000		1,500,000
10.13 Musuani police post	0	0	400,000	400,000	400,000	0
<b>Sub Total</b>	<b>7,758,674</b>	<b>0</b>	<b>2,277,060</b>	<b>10,035,734</b>	<b>4,235,734</b>	<b>5,800,000</b>
<b>11.0 Acquisition of Assets</b>						
11.1 Motor Vehicle	-	-	-	-	-	-
11.2 Purchase of ICT Equipment	0	0	228,000	228,000	228,000	0
<b>Sub Total</b>	<b>0</b>	<b>0</b>	<b>228,000</b>	<b>228,000</b>	<b>228,000</b>	<b>0</b>
<b>12.0 Others</b>						
12.1 Strategic Plan	-	33,076	-	33,076	-	33,076
12.2 Innovation Hub	-	-	-	-	-	-
<b>Sub Total</b>	<b>0</b>	<b>33,076</b>	<b>0</b>	<b>33,076</b>	<b>0</b>	<b>33,076</b>
Funds pending approval**	-	-	-	-	-	-
<b>Grand Total</b>	<b>137,088,879</b>	<b>23,504,252</b>	<b>71,867,724</b>	<b>232,460,855</b>	<b>171,970,905</b>	<b>60,489,950</b>

NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based.

## 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- Mwingi 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.

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**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.

**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 30 June 2020 for the period 1<sup>st</sup> July 2020 to 30<sup>th</sup> 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 30<sup>th</sup> 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.

**XII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2020-2021	2019-2020
		Kshs	Kshs
<b>NG-CDF Board</b>			
2018/2019 B041059	1		50,440,875
2018/2019 B047337	2		4,600,000
2019/2020 B041159	3		4,000,000
2019/2020 B047626	4		20,000,000
2019/2020 B047989	5		6,000,000
2019/2020 B049400	6		14,000,000
2019/2020 B104429	7		24,000,000
2019/2020 B104771	1	69,367,724.10	
2011/2012 B104926	2	2,500,000.00	
2020/2021 B124627	3	9,000,000.00	
2020/2021 B119593	4	8,500,000.00	
2020/2021 B119985	5	12,000,000.00	
2020/2021 B128226	6	6,900,000.00	
2020/2021 B129188	7	6,000,000.00	
2020/2021 B132282	8	6,000,000.00	
2020/2021 B138951	9	13,000,000.00	
2020/2021 B126243	10	7,000,000.00	
2020/2021 B105038	11	11,600,000.00	
2020/2021 B140681	12	12,000,000.00	
<b>TOTAL</b>		<b>163,867,724</b>	<b>123,040,875</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	2020-2021	2019-2020
	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	-	-
	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER RECEIPTS**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
	-	-
<b>Total</b>	-	-

**4. COMPENSATION OF EMPLOYEES**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
NG-CDFC Basic staff salaries	2,294,980	2,082,782
<b>Personal allowances paid as part of salary</b>		
House Allowance	810,000	540,000
Transport Allowance	-	-
Leave allowance	36,000	36,000
Gratuity to contractual employees	506,895	-
Employer contribution to NSSF	116,640	116,640
<b>Total</b>	<b>3,764,515</b>	<b>2,775,422</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Committee Expenses	4,579,163	5,441,110
Domestic travel and subsistence	120,000	240,000
Rentals (Postal Address Box)	9,450	9,450
Training expenses	155,000	-
Insurance costs	173,065	-
Bank Charges and Commissions	71,120	12,968
Fuel, Oils and Lubricants	370,000	-
Routine maintenance – vehicles and other transport equipment	224,000	-
Routine maintenance – NG-CDF Office	-	416,600
<b>Total</b>	<b>5,701,798</b>	<b>6,120,128</b>

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6 TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools	62,851,154	21,310,000
Transfers to secondary schools	21,466,004	30,542,422
Transfers to tertiary institutions	-	-
<b>TOTAL</b>	<b>84,317,158</b>	<b>51,852,422</b>

**7 OTHER GRANTS AND OTHER PAYMENTS**

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools	42,921,200	3,790,000
Bursary – tertiary institutions	15,404,000	15,102,000
Security projects	3,235,734	5,600,782
Sports projects	2,498,500	1,531,500
Environment projects	4,100,000	1,500,000
Emergency projects	8,800,000	7,110,090
<b>Total</b>	<b>77,959,434</b>	<b>34,634,372</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8 ACQUISITION OF ASSETS**

	2020-2021	2019-2020
	Kshs	Kshs
Construction of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	6,355,058
Purchase of ICT Equipment, Software and Other ICT Assets	228,000	-
<b>Total</b>	<b>228,000</b>	<b>6,355,058</b>

**9 OTHER PAYMENTS**

	2020-2021	2019-2020
	Kshs	Kshs
ICT Hub	-	1,169,256
<b>Re-allocations</b>		
Wimbondo Primary School	-	200,000
Winzyeei Secondary School	-	469,257
Yenzuva Secondary School	-	500,000
<b>Total</b>	<b>-</b>	<b>2,338,513</b>

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**10: CASH BOOK BANK BALANCE**

**10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)**

<b>Name of Bank, Account No. &amp; currency</b>	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Equity Bank (K) Ltd, Mwingi Branch, Mwingi West NG-CDF A/C No. 0590260984982	15,401,071	23,504,252
<b>Total</b>	<b>15,401,071</b>	<b>23,504,252</b>
<b>10B: CASH IN HAND</b>		
Location 1	-	-
<b>Total</b>	<b>-</b>	<b>-</b>



NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

12A. RETENTION

	2020-2021	2019-2020
	<i>KShs</i>	<i>KShs</i>
Retention as at 1 <sup>st</sup> July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 <sup>th</sup> June D= A+B-C	-	-

12B. GRATUITY

	2020-2021	2019-2020
	<i>KShs</i>	<i>KShs</i>
Gratuity as at 1 <sup>st</sup> July (A)	-	-
Gratuity held during the year (B)	506,895	-
Gratuity paid during the Year (C)	506,895	-
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	-	-

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

**13. BALANCES BROUGHT FORWARD**

	2020-2021 (1 <sup>st</sup> July 2020)	2019-2020 (1 <sup>st</sup> July 2019)
	Kshs	Kshs
Bank accounts	23,504,252	4,539,292
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>23,504,252</b>	<b>4,539,292</b>

**14. PRIOR YEAR ADJUSTMENTS**

Description of the error	Balance B/f FY 2019/2020 as per Audited Financial statements Kshs	Adjustments Kshs	Adjusted Balance** B/f FY 2019/2020 Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others ( <i>specify</i> )	-	-	-
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>

**15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST\***

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July 2020 (A)	-	-
Imprest issued during the year (B)	4,579,163	5,411,110
Imprest surrendered during the Year (C)	4,579,163	5,411,110
Closing accounts in account receivables D= A+B-C	-	-

**16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS**

	2020 – 2019	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 <sup>st</sup> July 2020 (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
Closing account payable D= A+B-C	-	-

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**17. OTHER IMPORTANT DISCLOSURES**

**17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

**17.2: PENDING STAFF PAYABLES (See Annex 2)**

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	-	-
Others ( <i>specify</i> )	-	-
	-	-

**17.3: UNUTILIZED FUND (See Annex 3)**

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	4,876,800	4,323,435
Use of goods and services	5,709,450	3,615,130
Amounts due to other Government entities	33,347,003	53,714,419
Amounts due to other grants and other transfers	16,556,697	30,265,250
Acquisition of assets	-	949,742
Others ( <i>specify</i> )	-	-
Funds pending approval	-	-
<b>Total</b>	<b>60,489,950</b>	<b>92,867,976</b>

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account certificate of balances	18,124,964	13,592,078
<b>Total</b>	<b>18,124,964</b>	<b>13,592,078</b>

XIII. ANNEXURES

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	a	b	c	d=a-c	
<b>Construction of buildings</b>					
1.	-	-	-	-	
2.	-	-	-	-	
3.	-	-	-	-	
Sub-Total	-			-	
<b>Construction of civil works</b>					
4.	-	-	-	-	
5.	-	-	-	-	
6.	-	-	-	-	
Sub-Total	-			-	
<b>Supply of goods</b>					
7.	-	-	-	-	
8.	-	-	-	-	
9.	-	-	-	-	
Sub-Total	-			-	
<b>Supply of services</b>					
10.	-	-	-	-	
11.	-	-	-	-	
12.	-	-	-	-	
Sub-Total	-			-	
<b>Grand Total</b>	<b>-</b>			<b>-</b>	

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

**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 2021	Comments
<b>NG-CDFC Staff</b>				
1.	-	-	-	
2.	-	-	-	
3.	-	-	-	
Sub-Total			-	
Grand Total			-	

**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of Employees	Staff salaries	4,876,800	4,323,435	
Use of goods & services	Office running, committee, MV expenses, strategic plan.	5,709,450	3,615,130	
<b>Amounts due to other Government entities</b>				
<b>1. Primary Schools</b>				
Itiliku Primary School	Structures Construction	1,100,000	-	
Kamandkko Pri School	Structures Construction	950,000	-	
Kamutekeo Pri School	Structures Construction	2,500,000	-	
Kamutisya Pri School	Structures Construction	800,000	-	
Kamutungu Pri School	Structures Construction	500,000	-	
Mululini Pri School	Structures Construction	1,900,000	-	

*Mwingi West Constituency*

*National Government Constituency Development Fund (NGCDF)*

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

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Musuanu Pri School	Structures Construction	-	1,414,942	
Kanyuuni Pri School	Structures Construction	500,000	-	
Kavoloi Primary School	Structures Construction	500,000	-	
Kianziani Pri School	Structures Construction	1,900,000	-	
Kwa Kisenga Pri School	Structures Construction	400,000	950,000	
Mulata Utunda Pri School	Structures Construction	2,500,000	-	
Ndaluni Primary School	Structures Construction	950,000	-	
Ngongoni Pri School	Structures Construction	950,000	950,000	
Nguuni Primary School	Structures Construction	2,500,000	-	
Nguutani Pri School	Structures Construction	500,000	-	
Wikithuki Pri School	Structures Construction	550,000	-	
Kyongweni Pri School	Structures Construction	-	2,000,000	
Koliani Primary School	Structures Construction	-	450,000	
Nzeluni Primary School	Structures Construction	-	993,470	
Tumila Primary School	Structures Construction	-	500,000	
Kavaini Primary School	Structures Construction	-	1,300,000	
Kwa Kyelu Pri School	Structures Construction	-	1,000,000	
Musola Pri School	Structures Construction	-	1,000,000	
Migwani DEB Pri School	Structures Construction	-	800,000	
AIC Migwani Pri School	Structures Construction	-	1,200,000	
Nengyani Pri School	Structures Construction	-	950,000	
Mikwili Pri School	Structures Construction	-	950,000	
Syimuu Pri School	Structures Construction	-	800,000	

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

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Kitulani Pri School	Structures Construction	-	500,000	
Mavoloni Pri School	Structures Construction	-	2,000,000	
Nzatani Pri School	Structures Construction	-	1,200,000	
Mumbuni Pri School	Structures Construction	-	1,000,000	
Kiomo Pri School	Structures Construction	-	500,000	
Kilela Pri School	Structures Construction	-	500,000	
Tulimani Pri School	Structures Construction	-	500,000	
Katanga Pri School	Structures Construction	-	1,000,000	
Misai Pri School	Structures Construction	-	500,000	
Nzaaiku Pri School	Structures Construction	-	500,000	
Mukuthu Pri School	Structures Construction	-	500,000	
Kisole Pri School	Structures Construction	-	950,000	
Muliluni Pri School	Structures Construction	-	500,000	
Mathiani Pri School	Structures Construction	-	1,500,000	
Kalembwa Pri School	Structures Construction	-	600,000	
Yitwambemba Pri School	Structures Construction	7,000	1,600,000	
Kaliluni Pri School	Structures Construction	-	1,000,000	
Syongoni Pri School	Structures Construction	200,000	200,000	
Kyome Pri School	Structures Construction	-	1,500,000	
Kilulu Pri School	Structures Construction	-	1,000,000	
Kyambevo Pri School	Structures Construction	-	950,000	
Kaikungu Pri School	Structures Construction	-	500,000	
Kiumoni Pri School	Structures Construction	-	450,000	



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

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Kavililo Pri School	Structures Construction	-	500,000	
Katoteni Pri School	Structures Construction	-	800,000	
Katotu Pri School	Structures Construction	-	200,000	
Muimi Pri School	Structures Construction	-	500,000	
Wikivuvwa Pri School	Structures Construction	-	1,500,000	
Kavuvwani Pri School	Structures Construction	-	500,000	
<b>2. Secondary Schools</b>				
Kea Secondary School	Structures Construction	950,000	-	
Migwani Boys Sec School	Structures Construction	2,650,000	-	
Nzatani secondary School	Structures Construction	2,500,000	-	
Kavaini Secondary School	Structures Construction	7,000,000	-	
Nzawa Secondary School	Structures Construction	-	1,600,000	
Kakululo Secondary school	Structures Construction	-	2,400,000	
Kakongo Secondary School	Structures Construction	-	2,162,090	
Katalwa Secondary School	Structures Construction	40,003	40,003	
Thaana Nzau Secondary School	Structures Construction	-	1,250,000	
Nzala Secondary School	Structures Construction	-	500,000	
Thitani Girls Secondary School	Structures Construction	-	1,000,000	
Kanyekini Girls Secondary School	Structures Construction	-	705,914	
Kyamboo Sec School	Structures Construction	-	1,000,000	
Makutano Sec School	Structures Construction	-	950,000	
Itoloni mixed Sec School	Structures Construction	-	500,000	
Nzuli Sec School	Structures Construction	-	2,898,000	

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

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
<b>2. Tertiary Institution</b>				
Thitani Technical Training Institute	Structures Construction	1,000,000	-	
<b>Sub-Total</b>		<b>33,347,003</b>	<b>53,714,419</b>	
<b>Amounts due to other grants and other transfers</b>				
<b>1. Bursaries</b>	Bursary for secondary Schools and Tertiary institutions	6,678,034	21,203,234	
<b>2. Sports</b>				
Mwingi west youth tournament	Sports Equipment and Youth tournaments.	2,501,641	2,500,141	
<b>3. Environment</b>				
Bal B/f	Sand Dam	62,245	62,245	
Mbondoni Sand dam	sand dam construction	-	1,500,000	
<b>4. Emergency</b>	To cater for unforeseen occurrences.	1,514,777	3,122,570	
<b>5. Security projects</b>				
Nzeluni ACCs Office	Structures Construction	1,500,000	-	
Kairungu Chiefs Office	Structures Construction	2,000,000	827,060	
Mwanzilu Police Post	Structures Construction	300,000	-	
Ngongoni Police Post	Structures Construction	300,000	-	
Nguutani Police Station	Structures Construction	1,200,000	500,000	
Kilungu Asst. Chiefs office	Structures Construction	500,000	550,000	
<b>Sub-Total</b>		<b>16,556,697</b>	<b>30,265,250</b>	

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

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
<b>Acquisition of assets</b>				
6. Office furniture and Equipment	Purchase of furniture/equipment	-	4,800	
7. NG-CDF Motor vehicle	Purchase of Motor vehicle	-	944,942	
<b>Sub-Total</b>		-	<b>949,742</b>	
<b>Others</b>				
8. ICT Hub	Constituency Innovation Hubs	-	-	
<b>Sub-Total</b>		-	-	
<b>Funds pending approval</b>				
<b>Grand Total</b>		<b>60,489,950</b>	<b>92,867,976</b>	

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

**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

<b>Asset Class</b>	<b>Historical Cost B/f (Kshs) 2019/20</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) 2020/21</b>
Buildings and structures	12,191,826	-	-	12,191,826
Transport equipment	9,984,741	-	-	9,984,741
Office equipment, furniture and fittings	1,316,876	-	-	1,316,876
ICT Equipment, Software and Other ICT Assets	845,500	228,000	-	1,073,500
Other assets	59,335	-	-	59,335
<b>Total</b>	<b>24,398,278</b>	<b>228,000</b>	<b>-</b>	<b>24,626,278</b>

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

**ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2021**

<b>PMC</b>	<b>Bank</b>	<b>Account Number</b>	<b>Bank Balance 2020/21</b>	<b>Bank Balance 2019/20</b>
Kitumbi Pri School	Equity Mwingi	0590262827741	846.00	85.00
Kavoloi Pri School	Equity Mwingi	0590262556283	1,950.00	1,950.00
Kavuoni Pri School	Equity Mwingi	0590192955286	1,170.50	1,170.50
Kavalyani Pri School	Equity Mwingi	0590192974852	1,186.10	1,186.10
Kakongo Pri School	Equity Mwingi	0590272595838	769.00	97,949.00
Syimuu Pri School	Equity Mwingi	0590162832924	0.00	89,929.45
Ngemini Pri School	Equity Mwingi	0590266774453	835.00	835.00
Nzatani Pri School	Equity Mwingi	0590272889282	4,992.00	3,200.00
Mumbuni Pri School	Equity Mwingi	0590277532281	20,254.00	10,320.00
Itiliku Pri School	Equity Mwingi	0590264739989	10,113.00	3,283.00
Itumbi Pri School	Equity Mwingi	0590271353980	1,289.00	44,721.24
Nzilani Pri School	Equity Mwingi	0590264886938	1,104.00	789,452.00
Ikena Mwaki Pri School	Equity Mwingi	0590162028473	950,147.50	147.50
Kasavani Pri School	Equity Mwingi	0590277585095	1,648.20	1,648.20
Kea Pri School	Equity Mwingi	0590262673641	1,101.00	1,101.00
Mathuma Pri School	Equity Mwingi	0590271412023	369,080.00	460.00
Thimu Pri School	Equity Mwingi	0590262630617	5,764.00	73,896.00
Kamandiko Pri School	Equity Mwingi	0590262696494	557.00	557.00
Wimbondo Pri School	Equity Mwingi	0590192838730	1,007.25	1,007.25
Kwa Kari Pri School	Equity Mwingi	0590264718726	2,463.00	23,264.00
Kalembwa Pri School	Equity Mwingi	0590277573416	272,766.00	220.00
Wikithuki Pri School	Equity	0590264264451	390.00	390.00

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

PMC	Bank	Account Number	Bank Balance 2020/21	Bank Balance 2019/20
	Mwingi			
Kaliluni Pri School	Equity Mwingi	0590277603469	2,837.00	1,260.00
Thitani Pri School	Equity Mwingi	0590272793721	800,726.00	7,496.00
Syongoni Pri School	Equity Mwingi	0590262644980	2,740.00	2,740.00
Kyome Pri School	Equity Mwingi	0590262200765	6,516.00	3,450.00
Kilulu Pri School	Equity Mwingi	0590277708662	2,544.00	11,640.00
Katuyu Pri School	Equity Mwingi	0590277659922	9,474.00	9,474.00
Kiumoni Pri School	Equity Mwingi	0590198924355	0.00	10,238.50
Kivulu Pri School	Equity Mwingi	0590262180990	31,036.00	30,451.00
Itong'olani Pri School	Equity Mwingi	0590277641918	588.00	204,412.00
Katoteni Pri School	Equity Mwingi	0590262622843	9,430.00	11,465.00
Mathunzini Pri School	Equity Mwingi	0590273337107	338.00	78,458.00
Muukuni Pri School	Equity Mwingi	0590270807891	440.00	440.00
Kianziani Pri School	Equity Mwingi	0590199826847	41.15	41.15
Kathita Nzau Pri School	Equity Mwingi	0590165090501	1,874.85	1,874.85
Kyusyani Pri School	Equity Mwingi	0590161566404	2,557.00	2,557.00
Wikivuvwa Pri School	Equity Mwingi	0590277712134	35,717.50	367.50
Kyangungi Pri School	Equity Mwingi	0590164722935	120.00	33,156.75
Malatani Pri School	Equity Mwingi	0590299751148	27,250.00	27,250.00
Karura Pri School	Equity Mwingi	0590263545800	365.00	365.00
Syomung'ele Pri School	Equity Mwingi	0590277397543	40,621.55	40,621.55
Kyumbu Pri School	Equity Mwingi	0590264577500	1,680.00	1,680.00
Masaani Pri School	Equity Mwingi	0590262692320	1,616.00	1,616.00
Ithenze Pri School	Equity	0590262686705	23,165.50	23,165.50

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

PMC	Bank	Account Number	Bank Balance 2020/21	Bank Balance 2019/20
	Mwingi			
Nzeluni Pri School	Equity Mwingi	0590271103787	662.00	254,695.00
Kamutekeo Pri School	Equity Mwingi	0590272730907	10,490.00	10,670.00
Musuani Pri School	Equity Mwingi	0590262716095	28,118.00	4,813.00
Katalwa Sec School	Equity Mwingi	0590294060226	1,340.00	1,340.00
Mutwaathi Sec School	Equity Mwingi	0590262181156	560.00	560.00
Nzawa Sec School	Equity Mwingi	0590262086033	7,693.50	9,544.50
Kavililo Sec School	Equity Mwingi	0590297062779	2,307,935.00	7,935.00
Kavaini Sec School	Equity Mwingi	0590261458218	558.50	632,229.50
Kiomo Sec School	Equity Mwingi	0590293696224	5,945.45	1,397,078.45
Kairungu Sec School	Equity Mwingi	0590299737029	326,658.00	327,868.90
Thokoa Sec School	Equity Mwingi	0590294188399	2,614.00	1,083,874.40
Mbau Sec School	Equity Mwingi	0590261467787	2,360.55	2,360.55
Precious Blood Sec School- Tyaa	Equity Mwingi	0590291880843	444,363.00	444,363.00
Ithambwangao Sec School	Equity Mwingi	0590192869212	18,509.65	18,509.65
Kilungu Sec School	Equity Mwingi	0590262624638	14,163.00	298,959.00
Kiio Sec School	Equity Mwingi	0590293000127	300.00	300.00
Mulata Utunda Pri School	Equity Mwingi	0590277539071	42,761.00	42,761.00
Mung'alu Pri School	Equity Mwingi	0590262615862	2,605.00	2,605.00
Mavoloni Pri School	Equity Mwingi	0590267142261	101,091.00	1,250.00
Thaana Nzau Pri School	Equity Mwingi	0590262560569	39.00	9,159.00
Makutano Pri School	Equity Mwingi	0590262728183	8,188.50	498,097.00
Nzeluni AP Line	Equity Mwingi	0590271389687	282.40	282.40
Syongoni Pri School	Equity	0590262644980	2,740.00	2,740.00

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

PMC	Bank	Account Number	Bank Balance 2020/21	Bank Balance 2019/20
	Mwingi			
Tulimani Pri School	Equity Mwingi	0590264637804	454,580.00	1,515.00
Nzawa Chiefs Office	Equity Mwingi	0590277790531	580.00	580.00
Kasavini Pri School	Equity Mwingi	0590193053479	5,813.75	5,813.75
Katotu Pri School	Equity Mwingi	0590262631034	951,490.00	1,670.00
Kanyaa Chiefs Office	Equity Mwingi	0590278978959	5,236.00	5,236.00
Nzauni AP Line	Equity Mwingi	0590277556224	17,489.00	21,096.00
Nzawa AP Line	Equity Mwingi	0590262638324	0.00	1,643,135.00
Kalongola Chiefs Office	Equity Mwingi	0590162615409	0.00	200,548.10
Migwani ACCs Residential house	Equity Mwingi	0590277231751	2,002.00	2,002.00
Nguutani ACCs Office	Equity- Mwingi	0590273206356	938.00	592,537.00
Yenzuva Sec School	Equity- Mwingi	0590292766969	44,739.17	67,531.17
Misai Sec School	Equity- Mwingi	0590264874101	25,782.45	25,782.45
Kakululo Sec. School	Equity- Mwingi	0590279318258	41,227.65	13,304.65
Katuyu Sec. School	Equity- Mwingi	0590279089350	15,791.00	220,429.00
Winzyeei Sec. School	Equity- Mwingi	0590279274312	1,521.45	10,496.45
Mathuma Sec. School	Equity- Mwingi	0590197316598	1,435.90	1,435.90
Ndaluni Sec. School	Equity- Mwingi	0590261593111	1,692.50	777,077.50
Ilalambyu Sec. School	Equity- Mwingi	0590292158010	1,441.00	42,453.00
Karura Sec. School- Construction project	Equity- Mwingi	0590279875808	151.50	950,000.00
Thaana Nzau Sec. School-Construction project	Equity- Mwingi	0590279793966	3,395.00	45,248.00
Munyange sec. School	Equity- Mwingi	0590299836603	24,496.50	24,496.50
Ndelekeni Pri School	Equity- Mwingi	0590279116236	40,831.00	40,831.00



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

PMC	Bank	Account Number	Bank Balance 2020/21	Bank Balance 2019/20
Kanyekini Pri School	Equity- Mwingi	0590272784575	17,136.00	17,136.00
Muumboni Pri School	Equity- Mwingi	0590270579286	46.00	20,246.00
Koliani Pri School	Equity- Mwingi	0590262190502	0.00	42,285.85
Kambembe Pri School	Equity- Mwingi	0590263969720	5,172.00	5,172.00
Uvaita Pri School	Equity- Mwingi	0590264737682	121,555.00	105,245.00
Kyongweni Pri School	Equity- Mwingi	0590267385122	227.00	450,145.00
Kalongola Pri School	Equity- Mwingi	0590262629840	494.00	323,655.00
Mbondoni Pri School	Equity- Mwingi	0590192893753	1,133.60	1,133.60
Mululini Pri School	Equity- Mwingi	0590262180876	4,397.00	206,573.00
Kyethani Pri School	Equity- Mwingi	0590262414212	7,794.00	7,794.00
Itoloni Pri School	Equity- Mwingi	0590279203510	0.00	16.35
Masooni Pri School	Equity- Mwingi	0590262578744	355.00	885.00
Kiomo Pri School	Equity- Mwingi	05902779933922	13780.35	310,650.35
Kithaalani Pri School	Equity- Mwingi	0590263529413	1,819.00	9,703.00
Kithuni Pri School	Equity- Mwingi	0590262178505	1,228.00	8,553.00
Kisovo Chiefs Office	Equity- Mwingi	0590279783155	133,235.00	4,695.00
Wikithuki Chiefs Office	Equity- Mwingi	0590279808997	48.00	85,038.00
Ilalambyu Chiefs Office	Equity- Mwingi	0590279811657	9.00	154,824.00
Thokoa A.P line	Equity- Mwingi	0590279293198	38,080.50	35,080.50
Kwa Mbuta S. Dam	Equity- Mwingi	0590279686622	373.00	65,483.00
Nzala Pri Sch	KCB Mwingi	1213171792	389.50	45,080.50
Nguutani Pri Sch	KCB Mwingi	1137036176	29,206.00	30,271
Katalwa Pri Sch	KCB Mwingi	1110763468	1,889.20	1,889.20

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

PMC	Bank	Account Number	Bank Balance 2020/21	Bank Balance 2019/20
Mavuni Pri Sch	KCB Mwingi	1156275644	15,084.35	16275.35
Kakongo Sec school	KCB Mwingi	1145459226	1,386.00	28,435
Kikiini Pri Sch	KCB Mwingi	1107697891	59,684.45	28,084.45
Kitulani Sec. School	KCB Mwingi	1145953468	770.50	14,261.50
Nzawa Pri Sch	KCB Mwingi	1200756053	8,368.00	9,433
Kivani Pri Sch	KCB Mwingi	1273474570	518.00	167,828
Kisasi Pri School	Equity- Mwingi	0590272814481	300,625.00	-
Musonoke Pri School	Equity- Mwingi	059281004468	223,225.00	-
Muthungue Pri School	Equity- Mwingi	0590262644388	2,424,927.00	-
Mwanzenge Pri School	Equity- Mwingi	0590264732241	209,860.00	-
Kasanga Sec School	Equity- Mwingi	0590280815651	375370.00	-
Winzyeei Pri School	Equity- Mwingi	0590280880122	12,814.00	-
Mukauni Pri School	Equity- Mwingi	0590270559335	172,484.00	-
Mathiani Pri School	Equity- Mwingi	0590262622369	526.00	-
Ivure Pri School	Equity- Mwingi	0590280886311	594.00	-
Kithimani Pri School	Equity- Mwingi	0590272609622	1,901,776.00	-
Yenzuva Pri School	Equity- Mwingi	0590270705138	1,234.00	-
Thokoa Pri School	Equity- Mwingi	0590294405120	472.00	-
Muthioni Sec School	Equity- Mwingi	0590280973540	5,495.30	-
Itongolani Sec School	Equity- Mwingi	0590262186053	952,400.00	-
Itendeu Asst. Chiefs Office Construction.	Equity- Mwingi	0590280858168	699,100.00	-
Kyusyani Chiefs Office	Equity- Mwingi	0590280865324	17,452.00	-
Nzaaiku Pri School	Equity- Mwingi	0590264288140	38,090.00	-

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

PMC	Bank	Account Number	Bank Balance 2020/21	Bank Balance 2019/20
Mutwaathi Pri School	Equity-Mwingi	0590199821062	1,615.00	-
Nzauni Pri School	Equity-Mwingi	0590280633879	76,170.00	-
Yitwambemba Pri School	Equity-Mwingi	0590262691352	729.00	-
Wikitoo Pri School	Equity-Mwingi	0590193961857	0.00	-
Katanga Pri School	Equity-Mwingi	0590262686964	645.00	-
Nzala Sec School	Equity-Mwingi	0590260527029	1.00	-
Kwa Musya Pri School	Equity-Mwingi	0590273632166	33,020.00	-
Itoloni Mixed Sec School	Equity-Mwingi	0590297293241	4711.50	-
Kilela Pri School	Equity-Mwingi	0590270606972	18,074.00	-
Kitulani Pri School	Equity-Mwingi	0590280339432	330.50	-
Musuanu Police Post	Equity-Mwingi	0590280540820	8,438.50	-
Kisungula Pri School	Equity-Mwingi	0590194951395	179.80	-
Ngongoni Sec School	Equity-Mwingi	0590295289623	20,955.00	-
Kaikungu Pri School	Equity-Mwingi	0590280252336	543.50	-
Kavililo Pri School	Equity-Mwingi	0590199840800	1758.30	-
Nengyani Pri School	Equity-Mwingi	0590199840800	460,233.15	-
Kwa Kyelu Pri School	Equity-Mwingi	0590280205033	903.50	-
Kya Mbevo Pri School	Equity-Mwingi	0590280228508	834.00	-
Muliluni Pri School	Equity-Mwingi	0590262637089	2,968.00	-
Mikwili Pri School	Equity-Mwingi	0590262601190	300,730.00	-
Mukuthu Pri School	Equity-Mwingi	0590280446725	1,945.80	-
Kavuvwani Pri School	Equity-Mwingi	0590261494865	23,599.50	-
Migwani AIC Pri School	Equity-Mwingi	0590280299330	2624.00	-

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

PMC	Bank	Account Number	Bank Balance 2020/21	Bank Balance 2019/20
Muimi Pri School	Equity-Mwingi	0590264636166	191.50	-
Musola Pri School	Equity-Mwingi	0590199828355	2,226.00	-
Misai Pri School	Equity-Mwingi	0590296979529	2,503.00	-
Migwani DEB Pri School	Equity-Mwingi	0590194854150	0.00	-
Tumila Pri School	Equity-Mwingi	0590264637804	454,580.00	-
Kyamboo Sec School	Equity-Mwingi	0590261485165	353.80	-
Thitani Girls Sec School	Equity-Mwingi	0590280272224	298,860.00	-
Kanyekini Girls Sec School	Equity-Mwingi	0590264655479	49.00	-
Makutano Sec School	Equity-Mwingi	0590270299806	2309.00	-
Nzuli Sec Sch	Equity-Mwingi	0590293046166	928,192.00	-
Kakululo Asst. Chiefs Office Construction.	Equity-Mwingi	0590280228479	49,963.00	-
Migwani DCC Office	Equity-Mwingi	0590280249926	2,383.00	-
<b>Total</b>			<b>18,124,963.62</b>	<b>13,592,077.51</b>

**XIII. 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	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	<p><b>Budget Control and Performance</b></p> <p>The summary statement of appropriation: recurrent and development combined reflects budgeted and actual amount for transfers from CDF Board Kshs.196,943,831 and Kshs.127,580,167 respectively, with a resultant shortfall of Kshs.69,363,724 or 35% of the budget. In addition, the Fund only utilized Kshs.104,075,915 out of the Kshs.127,580,167 available leaving the balance of Kshs.23,504,252 or 18 % outstanding.</p> <p>The resultant under-expenditure implies that some of the budgeted projects and programmes for the year were not implemented thereby denying the constituents of Mwingi West the expected benefits.</p>	<p>It's true, failure to receive the budgeted funds from the Board and the resultant under-expenditure implies that some of the budgeted projects and programmes for the year were not implemented timely and within the financial year under review. Thus, denying the constituents of Mwingi West the expected benefits.</p>	NG-CDF Committee	Resolved	Resolved
	<p><b>Lack of Vetting in Bursary Awards</b></p> <p>The statement of receipts reflects Ksh.34,634,372 in respect to other grants and transfers and as disclosed under Note 7 to the financial statements. Included in this amount are bursaries to</p>	<p>The bursary subcommittee analysed and vetted the applications forms from the applicants and awarded bursary to the deserving needy students, both in secondary and tertiary.</p>	NG-CDF Committee	Resolved	Resolved

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.1	secondary schools and tertiary institutions of Ksh.3,790,000 and Ksh.15,102,000 respectively both totaling Ksh.18,892,000. However, scrutiny of available supporting records did not show any evidence of vetting by the NG-CDF committee before the awards. It was not clear how the beneficiaries were identified and whether award was made to the needy and deserving applicants.				
2.1	<p><b>Delayed Projects Implementation</b></p> <p>A scrutiny of the implementation status report for the period ended 30 June, 2020 revealed that a total of two hundred and forty-four (244) projects costing Kshs.211,435,833 had been budgeted for implementation in the year. However, only one hundred and fifty-eight (158) projects costing Kshs.158,678,627 were completed. A total of sixty (60) projects with a combined funding allocation of Kshs.58,195,856 were not commenced while twenty-six (26) projects worth Kshs.52,757,255 were still ongoing. Management attributed the delay to failure to receive the budgeted funds from the National Government Constituencies Development</p>	Failure to receive the budgeted funds from the National Government Constituencies Development Fund Board.	NG-CDF Committee	Resolved	Resolved

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Fund Board.</p> <p>However, failure to implement the budgeted projects implies that services of equivalent value were not delivered to the constituents of Mwingi-West and this may be indicative of poor project planning and implementation by the Fund management.</p>				
2.2	<p><b>Anomalies in Implementation of Projects</b></p> <p>Scrutiny of the project files, related payment records and physical verification of projects revealed several anomalies as detailed out in the table below:</p> <p><b>1. Kivulu primary school-</b> Project is complete and in use but not branded.</p> <p><b>2. Nzauni Chiefs office-</b> A four rooms AP-line was constructed instead of a chief's office The project was completed but not in use.</p> <p><b>3. Kikiini primary school-</b> The scope was changed and roofs for 6 classrooms replaced and the fascia board replaced and painted.</p> <p><b>4. Kathita Nzau primary school-</b> Construction of a new classroom complete, branded but not put to use</p> <p><b>5. Kitulani primary school-</b> Renovation of one classroom</p>	<p>1. The project was branded.</p> <p>2. Due to insecurity reasons the PMC opted to construct AP line houses. -Chief had an office he could use.</p> <p>3. There was an acute problem of classrooms and hence need for additional renovations.</p> <p>4. Classroom has been commissioned and now occupied by the pupils</p> <p>5. Classroom has been commissioned and now occupied by the pupils</p> <p>6. Contractor yet to be paid retention monies.</p>	NG-CDF Committee	Resolved	Resolved

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

Reference No. on the external audit report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>complete, but not in use.</p> <p><b>6. Kitulani secondary school-</b> Administration block and in use. However, multiple cracks seen. Poor workmanship noted.</p> <p><b>7. Kanyaa primary school-</b> Project complete, but lacks facilities like toilet, bathrooms and lacks electricity connection. The dormitory is not in use.</p> <p><b>8. Thokoa AP line-</b> AP line complete &amp; in use. There was evidence of poor workmanship since cracks were spotted on the floor and on the walls one financial year after the works were done. There is no clear road to the AP line making it difficult for citizens to access.</p> <p><b>9. Ilalambyu Chiefs Office-</b> Office complete &amp; in use. There were variances between work done and the BQs including 1 metal door fixed against the 5 metal doors specified in the BQs.</p> <p><b>10. Migwani DCCs office Pit latrine-</b> Project complete but not in use. Project not include in the project implementation status report.</p>	<p>To undertake repairs before payment.</p> <p><b>7.</b> Parents promised to Put up toilets, bathrooms and electricity connections and be in use.</p> <p><b>8.</b> To undertake repairs before payment of the retention. -Community to approach County Government of Kitui for a grader machine, to make facility accessible by citizens.</p> <p><b>9.</b> Initial BQ indicated Kshs 817, 900. But CDF released phase 1 funds of Kshs 500,000.  -Further funding of Kshs 300,000 has been done to complete phase 2 activities of the project.</p> <p><b>10.</b> The facility is now in use. -DCCs and staff have moved into the newly constructed building.</p> <p>-Project has been included in the PIS.</p>			