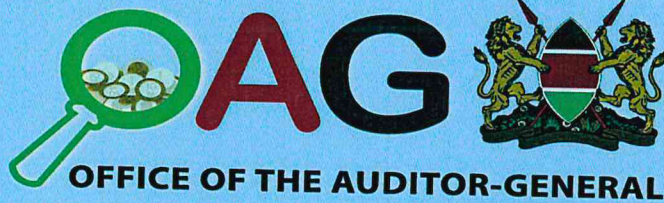


REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 22 FEB 2022	DAY: TUESDAY
TABLED BY:	LOM
CLERK AT THE TABLE:	Mainah Wanyiku

OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2020**



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

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2020**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	2
II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE.....	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES.....	12
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY	15
REPORTING.....	15
V. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- WEST MUGIRANGO CONSTITUENCY</i>	16
VI. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES.....	17
VII. STATEMENT OF RECEIPTS AND PAYMENTS.....	18
VIII. STATEMENT OF ASSETS AND LIABILITIES	19
IX. STATEMENT OF CASHFLOW	20
X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED	21
SUMMARY STATEMENT OF APPROPRIATION: RECURRENT	22
SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT	23
BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES	24
SIGNIFICANT ACCOUNTING POLICIES.....	31
NOTES TO THE FINANCIAL STATEMENTS	35
PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS.....	53

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2020 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	: ROBERT SEREM
2.	Sub-County Accountant	: ANDREW ANYAL
3.	Chairman NGCDFC	: VERONICAH KERUBO
4.	Member NGCDFC	: THOMAS MAANGI

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF West Mugirango Constituency Headquarters

P.O. Box 425-40500
NGCDF Building
Nyamira County Headquarters adjacent to county headquarters building
Nyamira, Kenya

(f) NGCDF West Mugirango Constituency Contacts

Telephone: (254) 721431120
E-mail: cdwestmugirango.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF West Mugirango Constituency Bankers

Kenya Commercial Bank
Nyamira Branch
PO Box 403-40500 Nyamira

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

1. 2. 3. 4. 5. 6. 7. 8. 9. 10. 11. 12. 13. 14. 15. 16. 17. 18. 19. 20. 21. 22. 23. 24. 25. 26. 27. 28. 29. 30. 31. 32. 33. 34. 35. 36. 37. 38. 39. 40. 41. 42. 43. 44. 45. 46. 47. 48. 49. 50. 51. 52. 53. 54. 55. 56. 57. 58. 59. 60. 61. 62. 63. 64. 65. 66. 67. 68. 69. 70. 71. 72. 73. 74. 75. 76. 77. 78. 79. 80. 81. 82. 83. 84. 85. 86. 87. 88. 89. 90. 91. 92. 93. 94. 95. 96. 97. 98. 99. 100.

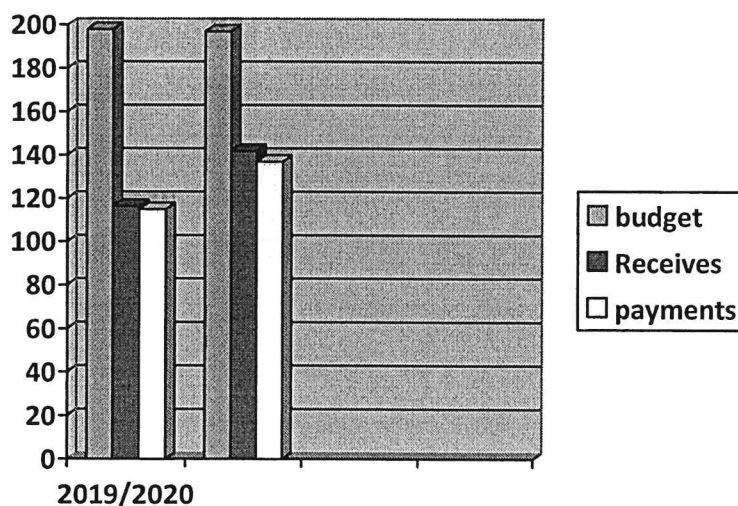
II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

As we present the 2019/20 financial year financial statements, I am pleased to report that the budget overall performance of 58% was commendable bearing in mind that the second and third quarter of the year was affected by the Corona Virus Disease of 2019 commonly referred as covid19. This in turn affected operation of the fund.

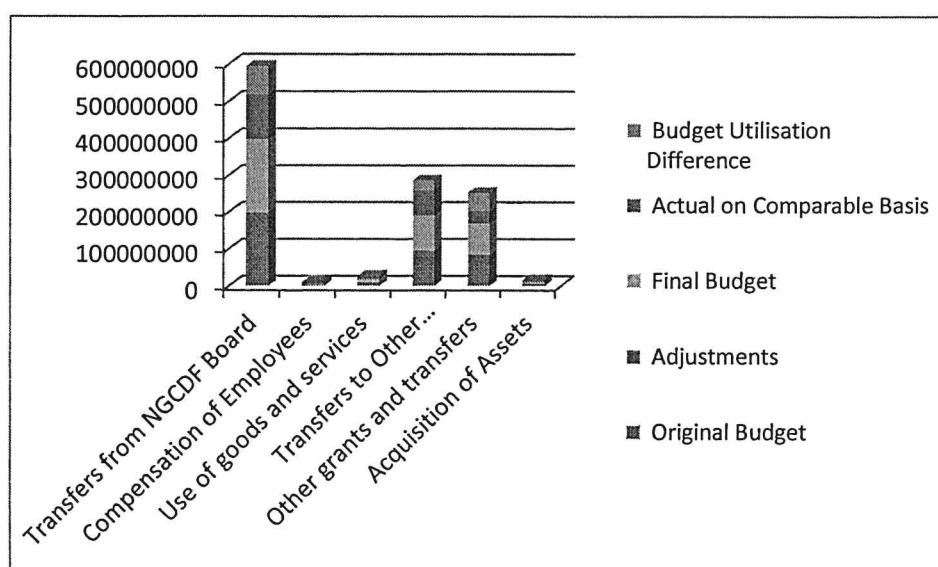
The committee did well and disburse funds and or made payments using funds received. It did well for projects and programmes specifically under security, environment, education, and sports, however on bursaries it is below bar for the committee had planned for bursaries to institutions to be paid in April 2020 but the schools, colleges and universities were abruptly closed indefinitely as a result of Covid 19 and thus the process was altered altogether. The NGCDF committee sittings and operations as field work was scaled down for month of April, May and partly June

The fund in the year had a total cumulative budget of Ksh 198,464,131 which comprised of Kenya shillings 137,367,724 year allocation and Kshs 61,096,407 balances from the previous year.

The fund received Kshs 116,540, 876 from the Board in addition to opening balance of Ksh 6,055,531 as at beginning of the year thus having within its disposal Kenya shillings 122596407 and managed to spend Kenya shillings 115,994,898 which represents 95% of what was available for spending.



– *Figure a) showing the bugets in comparison with receipts and payments in millions shillings.*



The budget performance under each of the following programs is as outlined above chart.

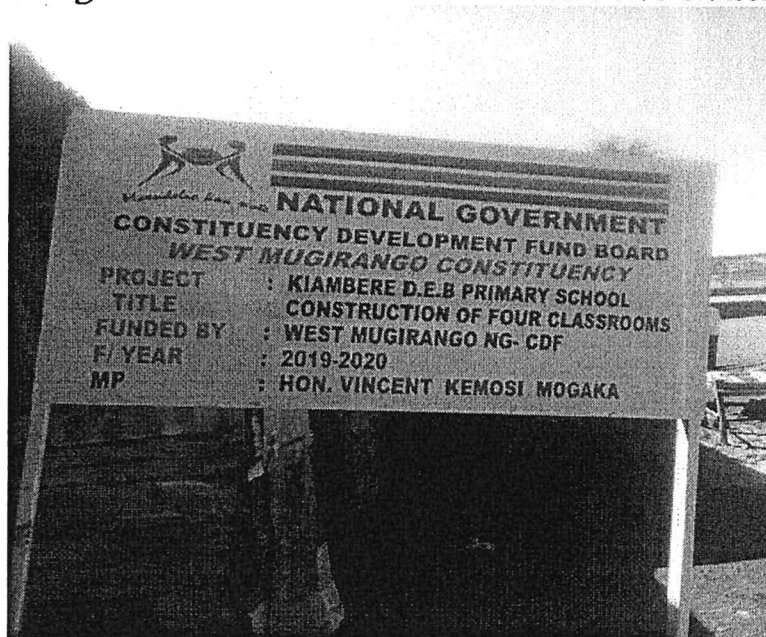
On education some of the flagship project undertaken were:

- The construction of 5 classrooms at Kiambere DEB primary School which is complete as per the photo in **figure I**
- Delivered two school buses for Bosiangi Secondary and Gianchore Secondary and one such a bus is shown in **figure II**
- Completion of library at st Josephs Kemasare and completion of a dormitory at Gekomoni secondary

The fund was able to undertake a friendly football tournament where the Boys and Girls teams were involve as shown in the **figure III and figure IV** On environment the fund implemented 100% all the projects approved under the programme and a photo of one such a project is as shown in **figure V**



Figure I: KIAMBERE DEB PRIMARY SCHOOL 5 CLASSROOMS.

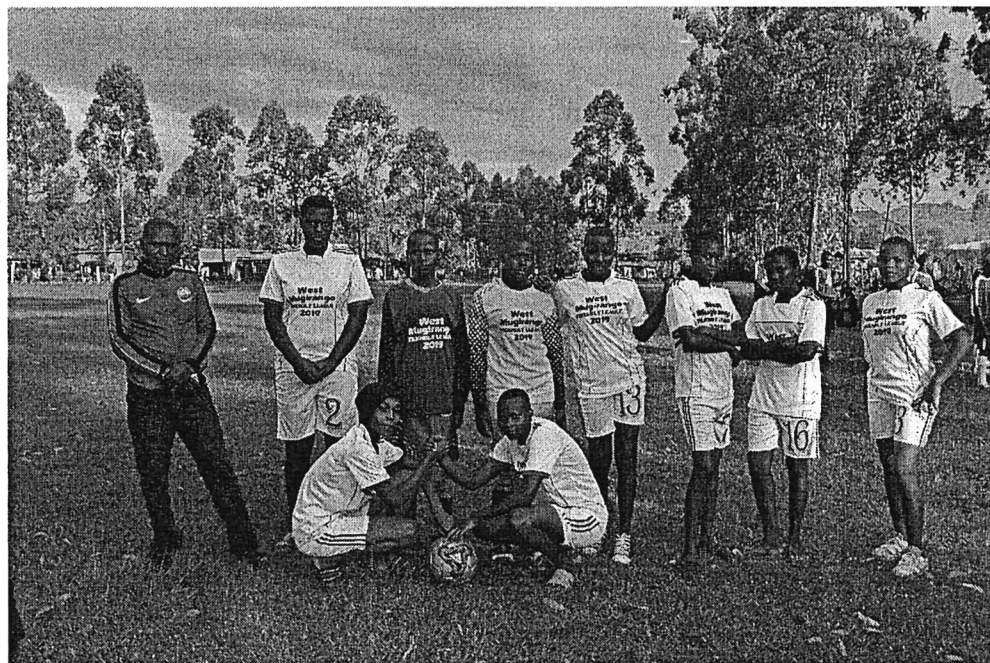


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2020**



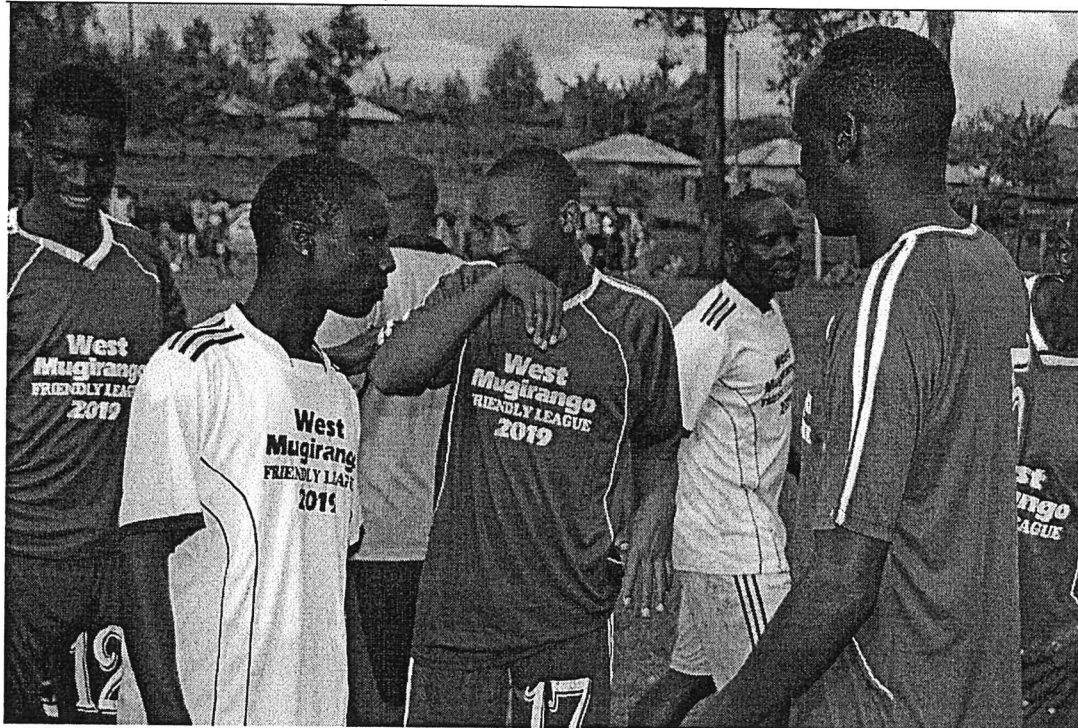
BOSIANGO SECONDARY SCHOOL BUS: Figure II



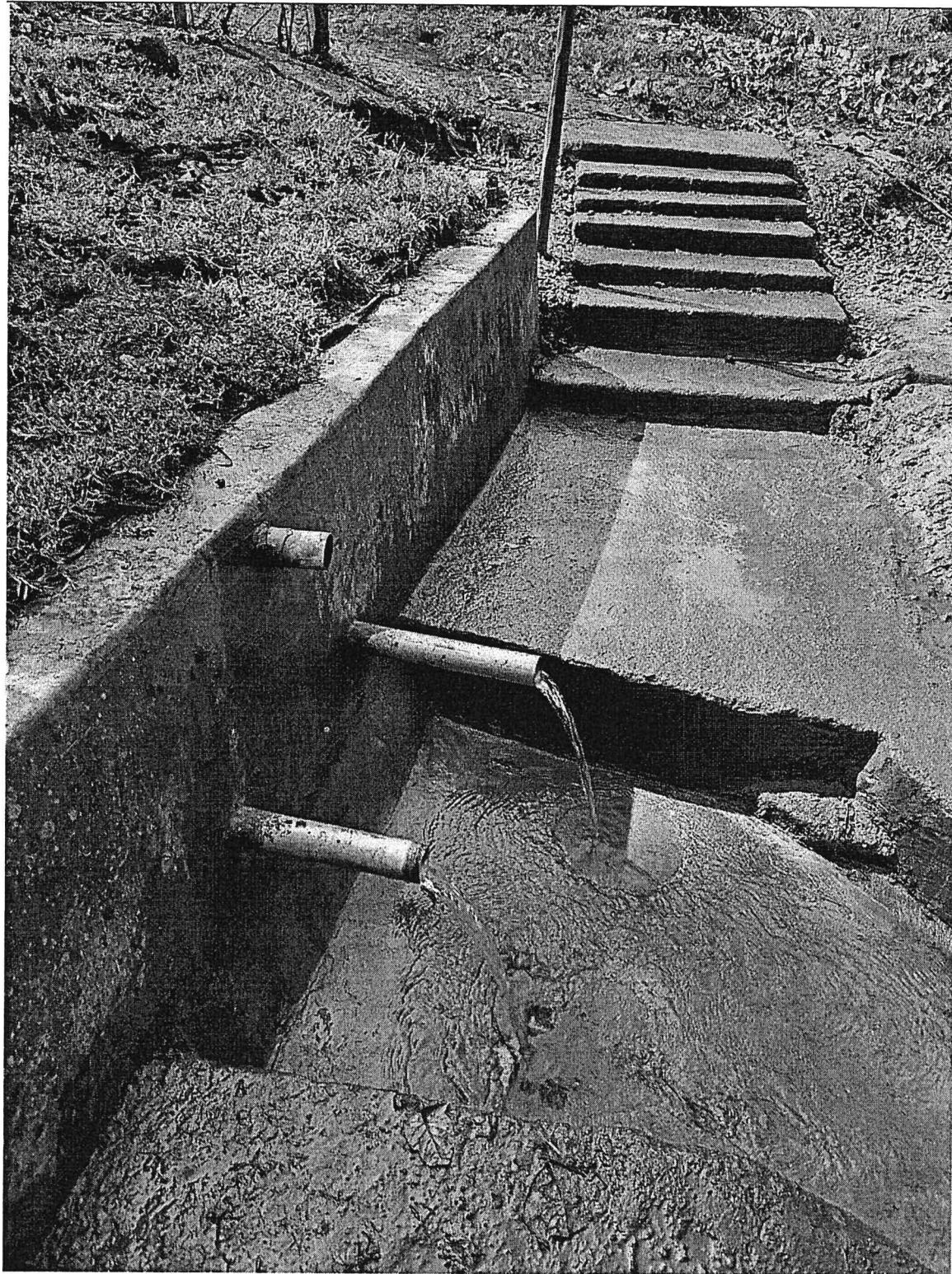
GIRLS FOOTBALL TEAM. *figure III*

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2020**



BOYS FOOTBALL TEAM : *figure IV*



PROTECTED WATER SPRING towards Environmental conservation. *figure V*

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

The implementation challenges and recommended way forward.

The first emerging issue was the end of tenure of the NGCDF committee as at 8th December 2019, the office holders however, reconstituting of the committee was done as advised by the board and their term was renewed as at May 2020

The other issue was the emergence of Covid19 slowed down the committee operation from the mid-month of March 2020 until mid of June 2020 when it operations resumed at slow level when we tried to observe the government protocol on the conducting business as we try to address the Covid 19. Field work, meetings and completion of the bursary process was greatly affected.

The NGCDFC did used Kenya Shilling Five hundred Thousand (500,000) from Emergency to buy hand washing containers that were distributed to public places to help address the Covid-19 disaster. The NGCDFC did not receive funds on time from the NGCDF Board thus slowed down implementation of projects. The committee hasten the preparation and submission of projects proposals to beat the required timelines.

The PMCs being poor in records keeping and surrender of required returns however the NGCDFC did continuous trainings and capacity building.

Sign



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 NGCDF-West Mugirango Constituency's *2018-2022* Strategic plan are to:

- a) Development through a consultative process
- b) To strengthen the community's capacity in the development process
- c) Prioritize and rank constituency development needs through critical thinking.
- d) Develop effective strategies to achieve the desired vision and objectives of the constituency
- e) Implementation of approved projects/programmes in priority manner

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:

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

| 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 | <ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels | In FY 19/20 -we increased number of: Classrooms, by four in Kiambere primary, the fund renovated 18 classrooms in 9 primary schools Laboratory at Bosiang secondary was completed Dormitory at Gekomoni Secondary, Bonyunyu Secondary, Geta Secondary where beds were bought Library at St Joseph Kemasare, - Bursary beneficiaries at all levels were as per the attached schedules |
| Security | The provide housing , office space for the security personnel, & administrators To foster security in the constituency | Reduce crime rates, enhanced office space Improve the moral of the security personnel | Number of usable physical infrastructure builds for security personnel, & administrators. Number of security lights installed | Five security offices completed at Motobo, Kerra, Kebirigo, Nyagachi and Kiambere Two security lights installed at Kebirigo market & Miruka market |
| Environment | To protect water springs | Increase grass/forest cover, and control erosion | Number of usable water spring protected | Twenty Eight water springs protected as per the annexed list |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

| | | | | |
|---------------------|--|--|---|---|
| Sports | The have twenty five boys and four girls registered football teams participate in a friendly football tournament | Engaging youths boys and ladies in the sporting activities to promote talents, foster unity and togetherness | Number of teams that participated in tournament. | Twenty five boys teams engaged in football league
Four girls teams engaged in the play |
| Disaster Management | Capacity builds the staff, community, PMC on disaster management. | Avert disaster | Number of structures with ramps, exit points, alarms installed
Awareness created | Training of stakeholders done |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

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

NGCDF – West Mugirango Constituency 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 -

The fund is guided by its strategic plan of 2017 to 2020, the GoK medium term plans, the presidential directive and the social development goals. The principal guide dance is the complete the projects started by the fund within a period of at most three years

2. Environmental performance

During the capacity building exercise the stakeholders are sensitized on the environmental aspects, how to dispose waste generate from building materials, need to improve on forest cover in public land. The NGCDF did fund twenty eight water springs to assist improve the grass coverage and control erosion.

3. Employee welfare

The staff engaged at the NGCDFC is seven where there are three female and four male that is within the accepted requirements more so we have one member of disability engaged. The fund did not engage additional staff in the year. The staff is given annual leave, capacity build on areas of their job performance, the safety, identification of risk and mitigation

4. Market place practices-

- a) Responsible competition practice. Tenders are advertised openly for wider range of the service providers to participate, the disadvantaged groups of youths, women and PWDs are given an opportunity to participate. Capacity building of the stakeholders on the need for transparency, honesty, integrity and fairness in dealing with public funds. There is a suggestion box to report any form of complaint or concern which are addressed
- b) The suppliers and or contractors are paid in time after the delivery of service, that the cost of the projects/goods and services offered are within acceptable limits of one getting the normal profits, that projects needing substantial amounts of funds are undertaken in phases and within the available amounts. The retention to contracts being released on time after the lapse of time and all remedy done if any.
- c) Responsible marketing and advertisement: Use of the social media platforms, advertisement by posters for project that are approved for funding and with finance already received in the constituency account.
- d) Product stewardship- The schools building are constructed to the standard as provided by the ministry of education, the water springs done to the standards provided by the public health and engineers so as to include stairs, and galvanized pipes that are anti-rusting

5. Community Engagements-

Organising of sports tournaments where winning teams are rewarded with cash and trophies and all participating teams giving uniforms and tokens of appreciation, ensuring that a fields that host the finals has goal posts erected; refurbishment of water spring within communities as a way of protecting environment and enabling access of water

Providing the immediate community with water whenever a borehole water project is done for supply of water to a school or public institution

The fund did procured and supplied water Jerri cans and delivered to public places to address the corona virus disease 2019

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

VI. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 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-West Mugirango 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, 2020. 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-West Mugirango 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 *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-West Mugirango Constituency further confirms the completeness of the accounting records maintained for the *entity*, 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-West Mugirango Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

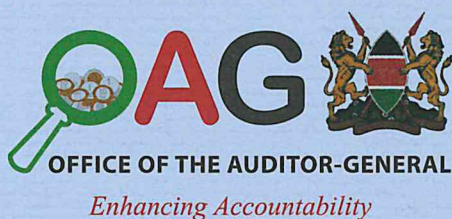
The NGCDF-West Mugirango Constituency financial statements were approved and signed by the Accounting Officer on 13/04/ 2021.


Fund Account Manager
Name: ROBERT SEREM


Sub-County Accountant
Name: ANDREW ANYAL
ICPAK Member Number: 17446

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - WEST MUGIRANGO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - West Mugirango Constituency set out on pages 18 to 55, which comprise of the statement of assets and liabilities as at 30 June, 2020, statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - West Mugirango Constituency as at 30 June, 2020, 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. Inaccuracies in Bank Balances

As disclosed in Note 10A to the financial statements, the statement of assets and liabilities reflects bank balances totalling to Kshs.6,568,443. The balance includes stale cheques amounting to Kshs.608,677. However, the cheques were not reversed in the cashbook as at 30 June, 2020.

In the circumstances, the accuracy, validity and completeness of the bank balances totalling to Kshs.6,568,443 reflected in the statement of assets and liabilities as at 30 June, 2020 could not be confirmed.

2. Inaccuracies in Un-Utilized Fund

Note 17.3 to the financial statements reflects unutilized fund totalling to Kshs.81,657,727. However, the summary statement of appropriation - recurrent and

development combined reflects budget utilization difference and which relates to unutilized fund amount of Kshs.82,469,233 resulting to an unreconciled and unexplained variance amounting to Kshs.811,506.

In the circumstances, the accuracy, completeness and validity of the unutilized funds balance totalling to Kshs.81,657,727 as at 30 June, 2020 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 - West Mugirango Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis totalling to Kshs.198,464,131 and Kshs.122,596,407 respectively, resulting to an under-funding amounting to Kshs.75,867,724 or 38% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling to Kshs.198,464,131 and Kshs.115,994,898 respectively, resulting to an under expenditure amounting to Kshs.82,469,233 or 42% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury and Planning Circular reference No. AG.4/16/3 Vol.1(9) dated 24 June, 2020.

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. Unsatisfactory Implementation of Projects

1.1 Access Road to Rateti Secondary and Primary Schools

The Management disbursed an amount of Kshs.2,439,248 for site clearance, culvert and drainage works, grading and gravelling of the access road to Rateti Primary and Secondary Schools. However, some sections of the road were not properly done and had been eroded. In addition, certificates of completion were not provided.

1.2 Access Road to Ndemo-Ikurucha Tea Buying Centre Road

The Management disbursed a sum of Kshs.2,485,344 for construction of access road to Ndemo-Ikurucha Tea Buying Centre. The works were in respect of site clearance, culvert and drainage works, grading and gravelling. However, the certificate of completion was provided and as such the expenditure could not be confirmed.

1.3 Completion of Borehole at Ikonge DOK Primary School

The Management disbursed a total of Kshs.4,000,000 to Ikonge DOK Primary School for pump installation, plumbing works, piping, welding and fixing solar panels, power house, water tank with a capacity of twenty thousand (20,000) litres. However, the final certificate of completion was not provided.

1.4 Construction of Classrooms at Kiambere Primary School

The Management disbursed a sum of Kshs.4,000,000 to Kiambere Primary School for sub-structure, super structure, external walling, roofing, windows, doors, finishing floor wiring. However, the final certificate of completion was not provided.

1.5. Construction of Bogichora Divisional Headquarters and Keera Chiefs Office

The Management disbursed a sum of Kshs.4,699,005 for the construction of Bogichora Divisional Headquarters at a cost of Kshs.4,169,256 and Keera Chiefs Office at a cost of Kshs.529,749 in Bogichora ward. However, physical verification of the projects in the month of January, 2021, revealed that the title deed of the land on which the projects had been constructed was not provided casting doubts on the ownership of the projects.

Consequently, the validity and value for money of the above expenditures for the year ended 30 June, 2020 could not be confirmed.

2. Irregular Emergency Expenditure

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects other grants and transfers totalling to Kshs.33,949,594. The balance includes expenditure on emergency projects totalling to Kshs.3,753,600. It was noted that expenditures worth Kshs.1,780,600 incurred under emergency did not meet the threshold as defined in the CDF Regulations 8(3), 2016.

Consequently, the Management is 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 control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and 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 financial reporting process, reviewing the effectiveness of how the Fund monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall 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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

20 January, 2022

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

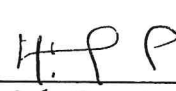
For the year ended June 30, 2020

VII. STATEMENT OF RECEIPTS AND PAYMENTS

| | Note | 2019 - 2020 | 2018 - 2019 |
|-------------------------------------|------|-----------------------|------------------------|
| | | Kshs | Kshs |
| RECEIPTS | | | |
| Transfers from NGCDF board | 1 | 116540876 | 108784483 |
| Proceeds from Sale of Assets | 2 | 00 | 00 |
| Other Receipts | 3 | 00 | 00 |
| TOTAL RECEIPTS | | 116540876 | 108784483 |
| PAYMENTS | | | |
| Compensation of employees | 4 | 1587927 | 1825211 |
| Use of goods and services | 5 | 7892653 | 18320824 |
| Transfers to Other Government Units | 6 | 67915583 | 39600000 |
| Other grants and transfers | 7 | 33949594 | 59056022 |
| Acquisition of Assets | 8 | 4649141 | 17984671 |
| Other Payments | 9 | 0 | 0 |
| TOTAL PAYMENTS | | 115994898 | 136786728 |
| SURPLUS/(DEFICIT) | | <u>545,978</u> | <u>28002245</u> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-West Mugirango Constituency financial statements were approved on 13/04/2021 and signed by:


Fund Account Manager
Name: ROBERT SEREM


National Sub-County Accountant
Name: ANDREW ANYAL
ICPAK Member Number: 17446

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

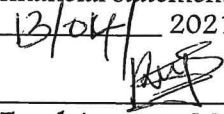
Reports and Financial Statements

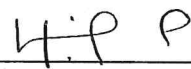
For the year ended June 30, 2020

VIII. STATEMENT OF ASSETS AND LIABILITIES

| | Note | 2019-2020 | 2018-2019 |
|--|-----------|-------------------------|-----------------------|
| | | Kshs | Kshs |
| FINANCIAL ASSETS | | | |
| Cash and Cash Equivalents | | | |
| Bank Balances (as per the cash book) | 10A | 6568443 | 6055531 |
| Cash Balances (cash at hand) | 10B | 00 | 00 |
| Total Cash and Cash Equivalents | | 6568443 | 6055531 |
| Accounts Receivable | | | |
| Outstanding Imprests | 11 | 00 | 00 |
| TOTAL FINANCIAL ASSETS | | 6568443 | 6055531 |
| FINANCIAL LIABILITIES | | | |
| Accounts Payable | | | |
| Retention | 12A | 778439 | 811506 |
| Deposits (Gratuity) | 12B | 0 | 0 |
| TOTAL FINANCIAL LIABILITES | | 778439 | 811506 |
| NET FINANCIAL ASSETS | | 5790004 | 5244025 |
| REPRESENTED BY | | | |
| Fund balance b/fwd | 13 | 5244025 | 33151270 |
| Prior year adjustments | 14 | 0 | 95000 |
| Surplus/Defict for the year | | 545,978 | (28002245) |
| NET FINANCIAL POSITION | | <u>5,790,003</u> | <u>5244025</u> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-West Mugirango Constituency financial statements were approved on 13/04/2021 and signed by:


Fund Account Manager
Name: ROBERT SEREM


National Sub-County Accountant
Name: ANDREW ANYAL
ICPAK Member Number: 17446

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WEST MUGIRANGO CONSTITUENCY**

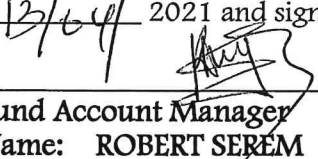
Reports and Financial Statements


For the year ended June 30, 2020

IX. STATEMENT OF CASHFLOW

| | | 2019 - 2020 | 2018 - 2019 |
|---|-----------|-----------------------|-----------------------|
| | | Kshs | Kshs |
| Receipts for operating income | | | |
| Transfers from NGCDF Board | 1 | 116540876 | 108784483 |
| Other Receipts | 3 | 00 | 00 |
| Total receipts | | 116540876 | 108784483 |
| Payments for operating expenses | | | |
| Compensation of Employees | 4 | 1587927 | 1825211 |
| Use of goods and services | 5 | 7892653 | 18320824 |
| Transfers to Other Government Units | 6 | 67915583 | 39600000 |
| Other grants and transfers | 7 | 33949594 | 59056022 |
| Other Payments | 9 | 00 | 00 |
| Total payments | | 111345757 | 118802057 |
| Total Receipts Less Total Payments | | 5195119 | (10017574) |
| Adjusted for: | | | |
| Decrease/(Increase) in Accounts receivable:
(outstanding imprest) | 15 | 0 | 0 |
| Increase/(Decrease) in Accounts Payable:
(deposits/gratuity and retention) | 16 | (33067) | 811506 |
| Prior year adjustments | 14 | 0 | 95000 |
| Net cash flow from operating activities | | 5162052 | 9111068 |
| CASHFLOW FROM INVESTING ACTIVITIES | | | |
| Proceeds from Sale of Assets | 2 | 0 | 0 |
| Acquisition of Assets | 9 | (4649141) | (17984671) |
| Net cash flows from Investing Activities | | (4649141) | (17984671) |
| NET INCREASE IN CASH AND CASH EQUIVALENT | | 512911 | (27095739) |
| Cash and cash equivalent at BEGINNING of the year | 13 | <u>6055531</u> | 33151270 |
| Cash and cash equivalent at END of the year | | <u>6568442</u> | <u>6055531</u> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-West Mugirango Constituency financial statements were approved on 13/6/2021 and signed by:


Fund Account Manager
Name: ROBERT SEREM


National Sub-County Accountant
Name: ANDREW ANYAL
ICPAK Member Number: 17446

REPORTS AND FINANCIAL STATEMENTS
For the year ended June 30, 2020

X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

| Receipt/Expense Item | Original Budget
a | Adjustments
b | Final Budget
c=a+b | Actual on
Comparable
Basis
d | Budget
Utilisation
Difference
e=c-d | % of
Utilisation
f=d/c % |
|--|----------------------|------------------|-----------------------|---------------------------------------|--|--------------------------------|
| RECEIPTS | | | | | | |
| Transfers from NGCDF Board | 137367724 | 61096407 | 198464131 | 122596407 | 75867724 | 62 |
| Proceeds from Sale of Assets | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Receipts | 0 | 0 | 0 | 0 | 0 | 0 |
| PAYMENTS | | | | | | |
| Compensation of Employees | 3166000 | 381803 | 3547803 | 1587927 | 1959876 | 45 |
| Use of goods and services | 9197094 | 124627 | 9321721 | 7892653 | 1429068 | 85 |
| Transfers to Other Government
Units | 60400000 | 35163503 | 95563503 | 67915583 | 27647920 | 71 |
| Other grants and transfers | 61904630 | 22408438 | 84313068 | 33949594 | 50363474 | 40 |
| Acquisition of Assets | 2700000 | 3018036 | 5718036 | 4649141 | 1068895 | 81 |
| Other Payments | 0 | 0 | 0 | 0 | 0 | |
| TOTALS | 137367724 | 61096407 | 198464131 | 115994898 | 82469233 | 58 |

- i. *Compensation Employees at 45% since gratuity is not yet paid for it is no due but was budgeted for*
- ii. *Use of goods and services at 85% since training of PMC was shelved because of Covid 19*
- iii. *Transfers to Other Government Units at 71% since some funds were still held at the NGCDF Board by end of the year*
- iv. *Other grants and transfers at 40% since bursaries were not fully paid for because schools were closed as a result of Covid 19, the entire emergency fund not spend*

The NGCDF- WEST MUGIRANGO Constituency financial statements were approved on 13/04/2021 and signed by:

Fund Account Manager
 Name: ROBERT SEREM

Sub-County Accountant
 Name: ANDREW ANYAL
 ICPAK Member Number: 17446

REPORTS AND FINANCIAL STATEMENTS
For the year ended June 30, 2020


SUMMARY STATEMENT OF APPROPRIATION: RECURRENT

| Receipt/Expense Item | Original Budget
a | Adjustments
b | Final Budget
c=a+b | Actual on
Comparable
Basis
d | Budget
Utilisation
Difference
e=c-d | % of
Utilisation
f=d/c % |
|------------------------------|----------------------|------------------|-----------------------|---------------------------------------|--|--------------------------------|
| RECEIPTS | | | | | | |
| Transfers from NGCDF Board | 137367724 | 61096407 | 198464131 | 122596407 | 75867724 | 62 |
| Proceeds from Sale of Assets | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Receipts | 0 | 0 | 0 | 0 | 0 | 0 |
| PAYMENTS | | | | | | |
| Compensation of Employees | 3166000 | 381803 | 3547803 | 1587927 | 1959876 | 45 |
| Use of goods and services | 9197094 | 124627 | 9321721 | 7892653 | 1429068 | 85 |
| TOTALS | 12363094 | 506430 | 12869524 | 9480580 | 3388944 | 74 |

- i. *Compensation Employees at 45% since gratuity is not yet paid for it is no due but was budgeted for*
 ii. *Use of goods and services at 85% since training of PMC was shelved because of Covid 19*

The NGCDF-WEST MUGIRANGO Constituency financial statements were approved on 13/06/2021 and signed by:


 Fund Account Manager
 Name: ROBERT SEREM


 Sub-County Accountant
 Name: ANDREW ANYAL
 ICPAK Member Number: 17446

| | |
|----|--------------|
| 1 | Introduction |
| 2 | Background |
| 3 | Methodology |
| 4 | Results |
| 5 | Discussion |
| 6 | Conclusion |
| 7 | References |
| 8 | Appendix A |
| 9 | Appendix B |
| 10 | Appendix C |
| 11 | Appendix D |
| 12 | Appendix E |
| 13 | Appendix F |
| 14 | Appendix G |
| 15 | Appendix H |
| 16 | Appendix I |
| 17 | Appendix J |
| 18 | Appendix K |
| 19 | Appendix L |
| 20 | Appendix M |
| 21 | Appendix N |
| 22 | Appendix O |
| 23 | Appendix P |
| 24 | Appendix Q |
| 25 | Appendix R |
| 26 | Appendix S |
| 27 | Appendix T |
| 28 | Appendix U |
| 29 | Appendix V |
| 30 | Appendix W |
| 31 | Appendix X |
| 32 | Appendix Y |
| 33 | Appendix Z |

Reports and Financial Statements
For the year ended June 30, 2020

SUMMARY STATEMENT OF APPROPRIATION: DEVELOPMENT

| Receipt/Expense Item | Original Budget
a | Adjustments
b | Final Budget
c=a+b | Actual on
Comparable
Basis
d | Budget
Utilisation
Difference
e=c-d | % of
Utilisation
f=d/c % |
|-------------------------------|----------------------|------------------|-----------------------|---------------------------------------|--|--------------------------------|
| RECEIPTS | | | | | | |
| Transfers from NGCDF Board | 137367724 | 61096407 | 198464131 | 122596407 | 75867724 | 62 |
| Proceeds from Sale of Assets | 0 | 0 | 0 | 0 | 0 | 0 |
| Other Receipts | 0 | 0 | 0 | 0 | 0 | 0 |
| PAYMENTS | | | | | | |
| Transfers to Other Government | | | | | | |
| Units | 60400000 | 35163503 | 95563503 | 67915583 | 27647920 | 71 |
| Other grants and transfers | 61904630 | 22408438 | 84313068 | 33949594 | 50363474 | 40 |
| Acquisition of Assets | 2700000 | 3018036 | 5718036 | 4649141 | 1068895 | 81 |
| Other Payments | 0 | 0 | 0 | 0 | 0 | |
| TOTALS | 125004630 | 60589977 | 185594607 | 106514318 | 79080289 | 58 |

- i. Transfers to Other Government Units at 71% since *some funds were still held at the NGCDF Board by end of the year*
 ii. Other grants and transfers at 40% since bursaries were not fully paid for because schools were closed as a result of Covid 19, the entire emergency fund not spend

The NGCDF-WEST MUGIRANGO Constituency financial statements were approved on 13/06/2021 and signed by:

Fund Account Manager
 Name: ROBERT SEREM

Sub-County Accountant
 Name: ANDREW ANYAL
 ICPAK Member Number: 17446

Reports and Financial Statements
For the year ended June 30, 2020

BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

| Programme/Sub-programme | Original Budget
2019/2020
Kshs | Adjustments
Kshs | Final Budget
2019/2020
Kshs | Actual on
comparable basis
30/06/2020
Kshs | Budget
utilization
difference
Kshs |
|---|--------------------------------------|---------------------|-----------------------------------|---|---|
| 1.0 Administration and Recurrent | | | | | |
| 1.1 Compensation of employees | 316000 | 381803 | 3547803 | 1587927 | 1959876 |
| 1.2 Committee allowances | 2560000 | 0 | 2560000 | 2357144 | 202856 |
| 1.3 Use of goods and services | 2516063 | 00 | 2516063 | 2463038 | 53025 |
| Subtotal | 8242063 | 381803 | 8623866 | 6408109 | 2215757 |
| 2.0 Monitoring and evaluation | | | | | |
| 2.1 Capacity building | 1271226 | 71226 | 1342452 | 220,000 | 1122452 |
| 2.2 Committee allowances | 1349000 | 47088 | 1396088 | 1372088 | 24000 |
| 2.3 Use of goods and services | 1500805 | 6313 | 1507118 | 1480383 | 26735 |
| Sub-totals | 4121031 | 124627 | 4245658 | 3,072,471 | 1173187 |
| 3.0 Emergency | 7198241 | 784956 | 7983197 | 3753600 | 4229597 |
| 3.10 Primary Schools | 0 | 0 | 0 | 0 | 0 |
| 3.11 EKERAMA PRV SCH | 0 | 0 | 0 | 250,000 | 0 |
| 3.20 Secondary schools | 0 | 0 | 0 | 0 | 0 |
| 3.21 GETA PAG SEC SCH | 0 | 0 | 0 | 200,000 | 0 |
| 3.22 VEMAC INV LT-GEKOMONI | 0 | 0 | 0 | 523000 | 0 |
| 3.23 BONYUNYU SECONDARY | 0 | 0 | 0 | 500,000 | 0 |
| 3.3 Tertiary institutions | 0 | 0 | 0 | 0 | 0 |
| 3.31 PETER OMWENGA-WM TTI | 0 | 0 | 0 | 149,000 | 0 |
| 3.4 Security projects | 0 | 0 | 0 | 0 | 0 |
| 3.5 OTHERS | 0 | 0 | 0 | 0 | 0 |
| 3.51 AOKO ONDIEKI & CO ADV | 0 | 0 | 0 | 210,000 | 0 |
| 3.52 BENOA MOTOR REPAIR | 0 | 0 | 0 | 486,200 | 0 |
| 3.53 BENOA MOTOR REPAIR | 0 | 0 | 0 | 500,420 | 0 |

MINISTRY OF ENVIRONMENT CONSERVATION SERVICES DEVELOPMENT FUND (MVECDF) – WEST MUGIRANGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| Programme/Sub-programme | Original Budget
2019/2020 | Adjustments | Final Budget
2019/2020 | Actual on
comparable basis
30/06/2020 | Budget
utilization
difference |
|---|------------------------------|-------------|---------------------------|---|-------------------------------------|
| 3.54 SMART SERVICE STATION | 0 | 0 | 0 | 300,000 | 0 |
| 3.55 MIRUMA ENTERPRISES | 0 | 0 | 0 | 75,000 | 0 |
| 3.56 BENOA MOTOR REPAIR | 0 | 0 | 0 | 59,980 | 0 |
| 3.57 AVS CONSTRUCTION CO. LTD | 0 | 0 | 0 | 500,000 | 0 |
| Totals emergencies | 7198241 | 784956 | 7983197 | 3753600 | 4229597 |
| 4.0 Bursary and Social Security | 37,341,931 | 4092589 | 41434520 | 6648000 | 34786520 |
| 4.1 Primary Schools | 0 | 0 | 0 | 0 | 0 |
| 4.2 Secondary Schools | 19500000 | 1082783 | 20582783 | 3429000 | 17153783 |
| 4.3 Tertiary Institutions | 14500000 | 3009806 | 17509806 | 3219000 | 14290806 |
| 4.4 Universities | 0 | 0 | 0 | 0 | 0 |
| 4.5 Social Security | 3000000 | 0 | 3000000 | 0 | 3000000 |
| 4.6 Bursary special school | 341,931 | 0 | 341931 | 0 | 341931 |
| Totals Bursary and Social Security | 37,341,931 | 4092589 | 41434520 | 6648000 | 34786520 |
| 5.0 Sports | | | | | 0 |
| 5.1 Constituency sports | 2747354 | 2180818 | 4928172 | | 0 |
| 5.11 FELIDER ENTERPRISES | 0 | 0 | 0 | 1,780,000 | 0 |
| 5.12 W MUGIRANGO F. LEAGUE | 0 | 0 | 0 | 400,817 | 0 |
| 5.13 W/M FRIENDLY LEAGUE | 0 | 0 | 0 | 400,000 | 0 |
| Totals sports | 2747354 | 2180818 | 4928172 | 2,580,817 | 2347355 |
| 6.0 Environment | | | | | 41363472 |
| 6.01 Water Catchment protection | | | | | |
| | 2,747,354 | 2,180,818 | 4,928,172 | 4,928,172 | 0 |
| 6.02 KONATE WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.03 MOTOBO WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.04 OROSIAGA WATER SPRING | 150000 | 0 | 150000 | 150000 | 0 |
| 6.05 RIAKERUBO WATER SPRING | 150000 | 0 | 150000 | 150000 | 0 |
| 6.06 RIONDA WATER SPRING | 150000 | 0 | 150000 | 150000 | 0 |



NATIONAL GOVERNMENT CONSULTANCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| Programme/Sub-programme | Original Budget
2019/2020 | Adjustments | Final Budget
2019/2020 | Actual on
comparable basis
30/06/2020 | Budget
utilization
difference |
|--------------------------------|------------------------------|------------------|---------------------------|---|-------------------------------------|
| 6.07 RIONGOCHO WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.08 EBATE WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.09 RIAMITSI WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.10 RIATENGERA WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.11 RIATENGERA WATER SPRING | 5000 | 0 | 5000 | 5000 | 0 |
| 6.12 RIANYABWARI WATER SPRING | 150000 | 0 | 150000 | 150000 | 0 |
| 6.13 RIANYANGIETE WATER SPRING | 150000 | 0 | 150000 | 150000 | 0 |
| 6.14 RIARISIA WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.15 RIMCHONGA WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.16 RIOBUKI WATER SPRING | 150,000 | 0 | 150,000 | 150,000 | 0 |
| 6.17 KEBUKO WATER SPRING | 145354 | 0 | 145354 | 145354 | 0 |
| 6.18 RIOMAGWA WATER SPRING | 145000 | 0 | 145000 | 145000 | 0 |
| 6.19 RIOCHENGE WATER SPRING | 150000 | 0 | 150000 | 150000 | 0 |
| 6.20 NYATWANGA WATER SPRING | 242000 | 0 | 242000 | 242000 | 0 |
| 6.21 IKOBE WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.22 IKOBE WATER SPRING | 0 | 250,000 | 250,000 | 250,000 | 0 |
| 6.23 NYAKEORE WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.24 GETAARE WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.25 GIANCHORE WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.26 MASOSA WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.27 NYAISA WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.28 NYANGOSO WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.29 GETA WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.30 IBUCHA WATER SPRING | 0 | 131202 | 131202 | 131202 | 0 |
| 6.31 NYAMAIIYA WATER SPRING | 00 | 250000 | 250000 | 250000 | 0 |
| 6.32 BOGICHORA WARD W SP | 0 | 500000 | 500000 | 500000 | 0 |
| TOTALS | 2,747,354 | 2,180,818 | 4,928,172 | 4,928,172 | 0 |

REPORTS AND FINANCIAL STATEMENTS
For the year ended June 30, 2020

| Programme/Sub-programme | Original Budget
2019/2020 | Adjustments | Final Budget
2019/2020 | Actual on
comparable basis
30/06/2020 | Budget
utilization
difference |
|---|------------------------------|--------------|---------------------------|---|-------------------------------------|
| 7.0 Primary Schools Projects
(List all the Projects) | | | | | |
| 7.01 Ibucha Primary School | 763,513 | 0 | 763,513 | 0 | 763,513 |
| 7.02 Etono Primary School | 500,000 | 0 | 500,000 | 0 | 500,000 |
| 7.03 Ekoro Primary School | 500,000 | 0 | 500,000 | 0 | 500,000 |
| 7.04 Kuura Primary School | 500,000 | 0 | 500,000 | 0 | 500,000 |
| 7.05 Rirumi Primary School | 500,000 | 0 | 500,000 | 0 | 500,000 |
| 7.06 Nyainogu Primary School | 500,000 | 0 | 500,000 | 0 | 500,000 |
| 7.07 Nyairicha Primary School | 500,000 | 0 | 500,000 | 0 | 500,000 |
| 7.08 Bonyaiguba Primary School | 600,000 | 0 | 600,000 | 0 | 600,000 |
| 7.09 Omokonge Primary School | 500,000 | 0 | 500,000 | 0 | 500,000 |
| 7.10 Kiambere Primary School | 4,000,000 | 0 | 4,000,000 | 4,000,000 | 0 |
| 7.11 Otanyore Primary School | 2,000,000 | 0 | 2,000,000 | 2,000,000 | 0 |
| 7.12 Ramba Primary School | 2,000,000 | 0 | 2,000,000 | 2,000,000 | 0 |
| 7.13 Ikonge Primary | 1,436,487 | 0 | 1,436,487 | 1,436,487 | 0 |
| 7.14 Nyabisimba Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.15 Matierio Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.16 Nyairicha Special School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.17 Ikonge Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.18 Motagara Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.19 Gianchore Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.20 Kenyambi Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.21 Nyantaro Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.22 Sasati Primary School | 0 | 400,000.00 | 400,000.00 | 400,000.00 | 0 |
| 7.23 Ramba Primary School | 0 | 2,000,000.00 | 2,000,000.00 | 2,000,000.00 | 0 |
| 7.24 Mongoris Primary School | 0 | 750,000.00 | 750,000.00 | 750,000.00 | 0 |

Reports and Financial Statements
For the year ended June 30, 2020

| Programme/Sub-programme | Original Budget
2019/2020 | Adjustments | Final Budget
2019/2020 | Actual on
comparable basis
30/06/2020 | Budget
utilization
difference |
|---|------------------------------|-------------------|---------------------------|---|-------------------------------------|
| 7.25 Rateti Primary School | 0 | 2,500,000.00 | 2,500,000.00 | 2,439,248.00 | 60752 |
| 7.264 Ikurucha Primary School | 0 | 2,500,000.00 | 2,500,000.00 | 2,486,344.00 | 13656 |
| Pedav Enterprises | 0 | 0 | 0 | 30,000 | -30000 |
| 7.27 Ikonge Primary | 0 | 2563503 | 2563503 | 2563503 | 0 |
| SUB TOTALS | 14,300,000 | 13,913,503 | 28,213,503 | 23,305,582 | 4,907,921 |
| 8.0 Secondary Schools Projects
(List all the Projects) | | | | | |
| 8.01 Bomorito Secondary School | 1,500,000 | 0 | 1,500,000 | 0 | 1,500,000 |
| 8.02 Geta Secondary School | 1,200,000 | 0 | 1,200,000 | 0 | 1,200,000 |
| 8.03 Omosasa Secondary School | 1,000,000 | 0 | 1,000,000 | 0 | 1,000,000 |
| 8.04 Seneta Kebaso Secondary | 1,200,000 | 0 | 1,200,000 | 0 | 1,200,000 |
| 8.05 St Peters Nyakeminincha,
Secondary School | 7,100,000 | 0 | 7,100,000 | 3500000 | 3600000 |
| 8.06 Our Lady of Mercy Rangeny
girls, Secondary School | 7,100,000 | 0 | 7,100,000 | 3500000 | 3600000 |
| 8.07 Embonga Secondary School | 7,100,000 | 0 | 7,100,000 | 3500000 | 3600000 |
| 8.08 Nyaigwa girls Secondary School | 7,100,000 | 0 | 7,100,000 | 3500000 | 3600000 |
| 8.09 Gekomoni Secondary School | 600,000 | 0 | 600,000 | 600000 | 0 |
| 8.10 St Joseph's Kemasare Secondary
School | 700,000 | 0 | 700,000 | 700,000 | 0 |
| 8.11 Marindi Secondary School | 1,500,000 | 0 | 1,500,000 | 1,500,000 | 0 |
| 8.12 Nyaigwa Girls Secondary School | 0 | 500,000.00 | 500,000.00 | 500,000.00 | 0 |
| 8.13 Nyamotentemi Secondary School | 0 | 1,000,000.00 | 1,000,000.00 | 1,000,000.00 | 0 |
| 8.14 Rangeny Girls Secondary School | 0 | 600,000.00 | 600,000.00 | 600,000.00 | 0 |
| 8.15 Bosiangi Secondary School | 0 | 500,000.00 | 500,000.00 | 500,000.00 | 0 |
| 8.16 Ekenyoro Secondary School | 0 | 500,000.00 | 500,000.00 | 500,000.00 | 0 |

Reports and Financial Statements
For the year ended June 30, 2020

| Programme/Sub-programme | Original Budget
2019/2020 | Adjustments | Final Budget
2019/2020 | Actual on
comparable basis
30/06/2020 | Budget
utilization
difference |
|---|------------------------------|-------------------|---------------------------|---|-------------------------------------|
| 8.17 Nyachogochogo Secondary School | 0 | 300,000.00 | 300,000.00 | 300,000.00 | 0 |
| 8.18 Gianchore Secondary School | 0 | 6,800,000.00 | 6,800,000.00 | 6,780,000.00 | 20000 |
| 8.19 Bosiangi Secondary School | 0 | 6,800,000.00 | 6,800,000.00 | 6,780,000.00 | 20000 |
| 8.20 Mongoris Secondary School | 0 | 750,000.00 | 750,000.00 | 750,000.00 | 0 |
| SUB TOTALS | 36,100,000 | 17,750,000 | 53,850,000 | 34,510,000 | 19,340,000 |
| 9.0 Tertiary institutions Projects
(List all the Projects) | | | | | |
| 9.10 West Mugirango Technical and Vocation College | 10,000,000 | 0 | 10000000 | 10,000000 | 0 |
| 9.20 West Mugirango Technical and Vocation College | 0 | 3,500,000 | 3500000 | 100000 | 3400000 |
| SUB TOTALS | 10,000,000 | 3,500,000 | 13500000 | 10,100,000 | 3400000 |
| 10.0 Security Projects | | | | | |
| 10.2 Bogichora Division Headquarters | 0 | 3,000,000.00 | 3,000,000.00 | 3,000,000.00 | 0 |
| 10.3 Bogichora Division Headquarters | 0 | 1169256 | 1169256 | 1169256 | 0 |
| 10.4 High Mast Lighting System | 0 | 6,000,000.00 | 6,000,000.00 | 6,000,000 | 0 |
| 10.5 Shivering high mast Electricity flood light | 0 | 3,000,000 | 3,000,000 | 0 | 3,000,000 |
| 10.6 Kiambere Police Post/ chief's office | 2,760,000 | 0 | 2,760,000 | 2,760,000 | 0 |
| 10.7 Motobo chief's camp/ Ap Post | 600,000 | 0 | 600,000 | 600,000 | 0 |
| 10.8 Kebirigo chief's camp/ Ap Post | 920,000 | 0 | 920,000 | 920,000 | 0 |
| 10.9 Keera chief's camp | 529,749.76 | 0 | 529,749.76 | 529,749.00 | .76 |
| 1091 Nyagachi chief's camp | 1,060,000 | 0 | 1,060,000 | 1,060,000 | 0 |

Reports and Financial Statements
For the year ended June 30, 2020

| Programme/Sub-programme | Original Budget
2019/2020 | Adjustments | Final Budget
2019/2020 | Actual on
comparable basis
30/06/2020 | Budget
utilization
difference |
|---|------------------------------|---------------------|---------------------------|---|-------------------------------------|
| 10.92 Makairo Market Electricity
high mast flood light | 3,000,000 | 0 | 3,000,000 | 0 | 3,000,000 |
| 10.93 Nyamatoke Market Electricity
high mast flood light | 3,000,000 | 0 | 3,000,000 | 0 | 3,000,000 |
| SUB TOTALS | 11,869,749.76 | 13,169,256 | 25,039,005.76 | 16,039,005 | 9,000,000.76 |
| 11.0 Acquisition of assets | | | | | |
| 11.1 Construction of CDF office water | 0 | 1,262,262.58 | 1,262,262.58 | 1252909 | 9353.58 |
| 11.2 Construction of CDF office fence | 0 | 944268 | 944268 | 910124 | 34144 |
| 11.3 West Mugirango NGCDF office | 2700000 | 0 | 2700000 | 2486108 | 213892 |
| Sub-Totals | 27000000 | 2,206,530.58 | 4,906,530.58 | 4649141 | 257389.58 |
| 12.0 Others | | | | | |
| 12.1 Strategic Plan | 0 | 0 | 0 | 0 | 0 |
| 12.2 Innovation Hub | 0 | 0 | 0 | 0 | 0 |
| 12.2 | | | | | |

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

SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-West Mugirango Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

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

During the year ended 30th June 2020, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1st July 2019 to 30th June 2020 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

| Description | | 2019-2020 | 2018-2019 |
|------------------|---|--------------------|--------------------|
| | | Kshs | Kshs |
| NGCDF Board | | | |
| AIE NO. B 005263 | 1 | | 54,784,483 |
| AIE NO. B 030223 | 2 | | 10,000,000 |
| AIE NO. B 006260 | 3 | | 13,000,000 |
| AIE NO. A699008 | 4 | | 7,000,000 |
| AIE NO. B 047071 | 5 | | 24,000,000 |
| AIE NO BO47197 | 1 | 36,360,058 | |
| AIE NO B047346 | 2 | 12,180,818 | |
| AIE NO B041246 | 3 | 4,000,000 | |
| AIE NO B047672 | 4 | 20,000,000 | |
| AIE NO BO49203 | 5 | 7,000,000 | |
| AIE NO B104185 | 6 | 14,000,000 | |
| AIE NO B 096521 | 7 | 23,000,000 | |
| | | | |
| TOTAL | | 116,540,876 | 108,784,483 |

2. PROCEEDS FROM SALE OF ASSETS

| | 2019-2020 | 2018-2019 |
|--|-----------|-----------|
| | Kshs | Kshs |
| Receipts from sale of Buildings | 0 | 0 |
| Receipts from the Sale of Vehicles and Transport Equipment | 0 | 0 |
| Receipts from sale of office and general equipment | 0 | 00 |
| Receipts from the Sale Plant Machinery and Equipment | 00 | 000 |
| | | |
| Total | 0 | 0 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

| | 2019-2020 | 2018-2019 |
|---|-----------|-----------|
| | Kshs | Kshs |
| Interest Received | 00 | 00 |
| Rents | 00 | 00 |
| Receipts from Sale of tender documents | 00 | 00 |
| Other Receipts Not Classified Elsewhere | 00 | 00 |
| | | |
| Total | 0 | 0 |

4. COMPENSATION OF EMPLOYEES

| | 2019-2020 | 2018-2019 |
|--|------------------|------------------|
| | Kshs | Kshs |
| Basic wages of temporary employees | 1474566 | 1,238,651 |
| Personal allowances paid as part of salary | 35757 | 00 |
| Pension and other social security contributions (Gratuity) | 0 | 586560 |
| Employer Contributions Compulsory national social security schemes | 77604 | 00 |
| Total | 1,587,927 | 1,825,211 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

| | 2019-2020 | 2018-2019 |
|--|------------------|-------------------|
| | Kshs | Kshs |
| Committee Expenses | 3,983,000 | 13,056,400 |
| Utilities, supplies and services | 47,140 | 20,000 |
| Communication, supplies and services | 0 | 19,403 |
| Domestic travel and subsistence | 52,200 | 200,000 |
| Printing, advertising and information supplies & services | 300,000 | 307,759 |
| Rentals of produced assets | 0 | 121,559 |
| Training expenses | 220,000 | 1,200,000 |
| Hospitality supplies and services | 0 | 15,776 |
| Insurance costs | 0 | 00 |
| Specialized materials and services | 130,000 | 00 |
| Office and general supplies and services | 1,066,023 | 310,400 |
| Other operating expenses | 0 | 152,737 |
| Routine maintenance – vehicles and other transport equipment | 637,590 | 2,916,790 |
| Fuel , oil & lubricants | 1350000 | 0 |
| Other operating expenses | 0 | 0 |
| Bank service commission and charges | 18,700 | 0 |
| Other Operating Expenses | 88,000 | 0 |
| Routine maintenance- other assets | 0 | 0 |
| Total | 7,892,653 | 18,320,824 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

| Description | 2019-2020 | 2018-2019 |
|--|-------------------|-------------------|
| | Kshs | Kshs |
| Transfers to National Government entities | 00 | 00 |
| Transfers to primary schools (see attached list) | 23,305,583 | 27,900,000 |
| Transfers to secondary schools (see attached list) | 34,510,000 | 11,700,000 |
| Transfers to tertiary institutions (see attached list) | 10,100,000 | 0 |
| Transfers to health institutions (see attached list) | 00 | 00 |
| TOTAL | 67,915,583 | 39,600,000 |

7. OTHER GRANTS AND OTHER PAYMENTS

| | 2019-2020 | 2018-2019 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Bursary – secondary schools (see attached list) | 3,429,000 | 15,349,500 |
| Bursary – tertiary institutions (see attached list) | 3,219,000 | 20,217,217 |
| Bursary – special schools (see attached list) | 0 | 0 |
| Mock & CAT (see attached list) | 0 | 1,980,000 |
| Security projects (see attached list) | 16,039,005 | 7,700,000 |
| Sports projects (see attached list) | 2,580,817 | 2,007,926 |
| Environment projects (see attached list) | 4,928,172 | 2,391,379 |
| Emergency projects (see attached list) | 3,753,600 | 9,410,000 |
| | | |
| Total | 33,949,594 | 59,056,022 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

| | 2019-2020 | 2018-2019 |
|--|------------------|-------------------|
| | Kshs | Kshs |
| Purchase of Buildings | 00 | 00 |
| Construction of Buildings, fence | 910,124.00 | 15,054,012.00 |
| Refurbishment of Buildings | 2,486,108.00 | 450,000.00 |
| Purchase of Vehicles and Other Transport Equipment | 00 | 00 |
| Overhaul of Vehicles and Other Transport Equipment | 00 | 00 |
| Purchase of Household Furniture and Institutional Equipment | 1,252,909 | 2,480,659 |
| Purchase of Office Furniture and General Equipment | 00 | 00 |
| Purchase of ICT Equipment, Software and Other ICT Assets | 00 | 00 |
| Purchase of Specialised Plant, Equipment and Machinery | 00 | 00 |
| Rehabilitation and Renovation of Plant, Machinery and Equip. | 00 | 00 |
| Acquisition of Land | 00 | 00 |
| Acquisition of Intangible Assets | 00 | 00 |
| | | |
| Total | 4,649,141 | 17,984,671 |

9. OTHER PAYMENTS

| | 2019-2020 | 2018-2019 |
|----------------|-----------|-----------|
| | Kshs | Kshs |
| Strategic plan | 0 | 0 |
| ICT Hub | 0 | 0 |
| | | |
| | 00 | 00 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

| Name of Bank, Account No. & currency | 2019-2020 | 2018-2019 |
|---|--------------|------------------|
| | Kshs | Kshs |
| <i>Kenya Commercial Bank, Nyamira Branch . West Mugirango
NG-CDF -A/C no.1103318764</i> | 6,568,443.00 | 6,055,531 |
| | | |
| | | |
| Total | 6,568,443.00 | 6,055,531 |
| | | |
| 10B: CASH IN HAND | | |
| Location 1 | 00 | 00 |
| Location 2 | 00 | 00 |
| Location 3 | 00 | 00 |
| Other Locations (<i>specify</i>) | 00 | 00 |
| | | |
| Total | 00 | 00 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

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 or Institution</i> | dd/mm/yy | 000 | 000 | 000 |
| <i>Name of Officer or Institution</i> | dd/mm/yy | 000 | 000 | 000 |
| <i>Name of Officer or Institution</i> | dd/mm/yy | 000 | 000 | 000 |
| <i>Name of Officer or Institution</i> | dd/mm/yy | 000 | 000 | 000 |
| <i>Name of Officer or Institution</i> | dd/mm/yy | 000 | 000 | 000 |
| <i>Name of Officer or Institution</i> | dd/mm/yy | 000 | 000 | 000 |
| Total | | | | 000 |

12A. RETENTION

| | 2019 - 2020 | 2018-2019 |
|-----------------------------------|--------------------|------------------|
| | <i>Kshs</i> | <i>Kshs</i> |
| Supplier 1. Gianchore constuction | 000 | 284,483 |
| Supplier 2. Gijjo Invest | 000 | 238,943 |
| Supplier 3. Sleek International | 000 | 288,080 |
| 4. RET-SPEARWAYS | 32,965 | |
| 5. RET-VEMAC INV LTD | 199,138 | |
| 6. RET SPEARWAYS | 53,777 | |
| 7. RET FELIDER | 243,925 | |
| 8. RET AVS CON | 248,634 | |
| Total | 778,439 | 811,506 |

12B. GRATUITY DEPOSITS

| | 2019 - 2020 | 2018-2019 |
|--------------|--------------------|------------------|
| | <i>Kshs</i> | <i>Kshs</i> |
| Name 1 | 00 | 00 |
| Name 2 | 00 | 00 |
| Name 3 | 00 | 00 |
| Total | 00 | 00 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

13. BALANCES BROUGHT FORWARD

| | 2019-2020 | 2018-2019 |
|---------------|----------------|----------------|
| | Kshs | Kshs |
| Bank accounts | 6568443 | 6055531 |
| Cash in hand | 00 | 00 |
| Imprest | 00 | 00 |
| | | |
| Total | 6568443 | 6055531 |

14. PRIOR YEAR ADJUSTMENTS

| | Balance b/f
FY 2018/2019 as
per Financial
statements | Adjustments | Adjusted
Balance b/f
FY 2018/2019 |
|---------------------------|---|-------------|---|
| Description of the error | Kshs | Kshs | Kshs |
| Bank account Balances | 6055531 | 000 | 33151270 |
| Cash in hand | 0 | 000 | 000 |
| Accounts Payables | 0 | 000 | 000 |
| Receivables | (811506) | 000 | 95000 |
| Others (<i>specify</i>) | 0 | 000 | 000 |
| | 5244025 | 000 | 33246270 |

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

| Description of the error | 2019 - 2020 | 2018 - 2019 |
|---|-------------|-------------|
| | KShs | KShs |
| Outstanding Imprest as at 1 st July 2019 (A) | 0 | 0 |
| Imprest issued during the year (B) | 5,101,223 | 13056400 |
| Imprest surrendered during the Year (C) | 5,101,223 | 13056400 |
| Net changes in account receivables D= A+B-C | 0 | 0 |

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

| Description of the error | 2019 - 2020 | 2018 - 2019 |
|--|----------------|----------------|
| | KShs | KShs |
| Deposit and Retentions as at 1 st July 2019 (A) | 811,506 | 0 |
| Deposit and Retentions held during the year (B) | 1,479,774 | 811,506 |
| Deposit and Retentions paid during the Year (C) | 1,512,841 | 0 |
| Net changes in account receivables D= A+B-C | 778,439 | 811,506 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

| | 2019-2020 | 2018-2019 |
|-----------------------------|-----------|-----------|
| | Kshs | Kshs |
| Construction of buildings | 00 | 00 |
| Construction of civil works | 00 | 00 |
| Supply of goods | 00 | 75000 |
| Supply of services | 00 | 00 |
| | 00 | 75000 |

17.2: PENDING STAFF PAYABLES (See Annex 2)

| | 2019-2020 | 2018-2019 |
|---------------------------|-----------|-----------|
| | Kshs | Kshs |
| NGCDFC Staff | 00 | 00 |
| Others (<i>specify</i>) | 00 | 00 |
| | 00 | 0 |

17.3: UNUTILIZED FUND (See Annex 3)

| | 2019-2020 | 2018-2019 |
|---|-----------|-----------|
| | Kshs | Kshs |
| Compensation of employees | 1959876 | 381803 |
| Use of goods and services | 1429068 | 124627 |
| Amounts due to other Government entities (see attached list) | 27647920 | 29100000 |
| Amounts due to other grants and other transfers (see attached list) | 50363474 | 24644181 |
| Acquisition of assets | 257389 | 1262263 |
| Others (<i>specify</i>) | 0 | 4677027 |
| | 81657727 | 60189901 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

| | 2019-2020 | 2018-2019 |
|--|------------|-----------|
| | Kshs | Kshs |
| PMC account Balances (see attached list) | 19,848,610 | 5800000 |
| | 19,848,610 | 5800000 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGO
CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2020

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGO
CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

| Name of Staff | Job Group | Original Amount | Date Payable Contracted | Amount Paid To-Date | Outstanding Balance 2020 | Comments |
|------------------------------|-----------|-----------------|-------------------------|---------------------|--------------------------|----------|
| Senior Management | | a | b | c | d=a-c | |
| 1. | | 0 | 0 | 0 | 0 | |
| 2. | | 0 | 0 | 0 | 0 | |
| 3. | | | | | | |
| Sub-Total | | | | | | |
| Middle Management | | 0 | 0 | 0 | 0 | |
| 4. | | 0 | 0 | 0 | 0 | |
| 5. | | | | | | |
| 6. | | | | | | |
| Sub-Total | | | | | | |
| Unionisable Employees | | 0 | 0 | 0 | 0 | |
| 7. | | 0 | 0 | 0 | 0 | |
| 8. | | | | | | |
| 9. | | | | | | |
| Sub-Total | | | | | | |
| Others (specify) | | | | | | |
| 10. | | | | | | |
| 11. | | | | | | |
| 12. | | | | | | |
| Sub-Total | | | | | | |
| Grand Total | | | | | | |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGO
CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

ANNEX 3 – UNUTILIZED FUND

| Name | Brief Transaction Description | Outstanding
Balance
2019/20 | Outstanding
Balance
2018/19 | Comments |
|---|--|-----------------------------------|-----------------------------------|-------------------------|
| Compensation of employees | Payment of employees' salaries & gratuity | 1959876 | 0 | To be spend in 20/21 |
| Use of goods & services | Payment of allowance and for payment of goods & services | 1429668 | 0 | To be spend in 20/21 |
| Amounts due to other Government entities | | | | |
| Ibucha Primary School | Construction of a classroom | 763,513 | 0 | To be funded in 2020/21 |
| Etono Primary School | Renovations of two classrooms | 500,000 | 0 | To be funded in 2020/21 |
| Ekoro Primary School | Renovations of two classrooms | 500,000 | 0 | To be funded in 2020/21 |
| Kuura Primary School | Renovations of two classrooms | 500,000 | 0 | To be funded in 2020/21 |
| Rirumi Primary School | Renovations of two classrooms | 500,000 | 0 | To be funded in 2020/21 |
| Nyainogu Primary School | Renovations of two classrooms | 500,000 | 0 | To be funded in 2020/21 |
| Nyairicha Primary School | Renovations of two classrooms | 500,000 | 0 | To be funded in 2020/21 |
| Bonyaiguba Primary School | Renovations of three classrooms | 600,000 | 0 | To be funded in 2020/21 |
| Omokonge Primary School | Renovations of two classrooms | 500,000 | 0 | To be funded in 2020/21 |
| Rateti Primary School | Road access improvement | 0 | 30752 | Balances after spending |
| Ikurucha Primary School | Road access improvement | 0 | 13656 | Balances after spending |
| Bomorito Secondary School | Construction of tuition block | 1,500,000 | 0 | To be funded in 2020/21 |
| Geta Secondary School | Construction of Dormitory | 1,200,000 | 0 | To be funded in 2020/21 |
| Omosasa Secondary School | Construction of classrooms | 1,000,000 | 0 | To be funded in 2020/21 |
| Seneta Kebaso Secondary | Construction of Multipurpose hall | 1,200,000 | 0 | To be funded in 2020/21 |
| St Peters Nyakeminincha, Sec School | Purchase of Bus -51 seater | 3600000 | 0 | To be funded in 2020/21 |
| Our Lady of Mercy Rangeny girls, Secondary School | Purchase of Bus -51 seater | 3600000 | 0 | To be funded in 2020/21 |
| Embonga Secondary School | Purchase of Bus -51 seater | 3600000 | 0 | To be funded in 2020/21 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGO
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2020**

| Name | Brief Transaction Description | Outstanding
Balance
2019/20 | Outstanding
Balance
2018/19 | Comments |
|--|--|-----------------------------------|-----------------------------------|-------------------------|
| Nyaigwa girls Secondary School | Purchase of Bus -51 seater | 3600000 | 0 | To be funded in 2020/21 |
| 8.14 Gianchore Secondary School | Purchase of Bus -51 seater | 0 | 20000 | Balances after spending |
| 8.15 Bosiango Secondary School | Purchase of Bus-51 seater | 0 | 20000 | Balances after spending |
| West Mugirango TVC | Drilling of Borehole-51 seater | 0 | 3400000 | To be funded in 2020/21 |
| | | 24,163,513 | 3484408 | 27,647,921 |
| | | | 0 | |
| Sub-Total | | | | |
| Amounts due to other grants and other transfers | | | | |
| Shivling high mast Electricity flood light | Installation of high mast electricity system | 0 | 3,000,000 | To be funded in 2020/21 |
| Makairo Market Electricity high mast flood light | Installation of high mast electricity system | 3,000,000 | | To be funded in 2020/21 |
| Nyamatoke Market Electricity high mast flood light | Installation of high mast electricity system | 3,000,000 | | To be funded in 2020/21 |
| 4.2 Bursary Secondary Schools | Bursary payments to needy students | 17153783 | | To be funded in 2020/21 |
| 4.3 Bursary Tertiary Institutions | Bursary payments to needy students | 14195806 | | To be funded in 2020/21 |
| 4.5 Social Security | NHIF payment to 500 needy persons | 3000000 | | To be funded in 2020/21 |
| 4.6 Bursary special school | Bursary payments to needy students | 341,931 | | To be funded in 2020/21 |
| 5.1 Constituency sports | Constituency friendly league | 2347355 | | To be funded in 2020/21 |
| 5.0 Emergency | Emergency | 4229597 | | To be funded in 2020/21 |
| | | 47,268,472 | 3,000,000 | 50,268,472 |
| Sub-Total | | | | |
| Sub-Total | | | | |
| Acquisition of assets | | | | |
| 11.1 Construction of CDF office water | Construction of office water system | | 9354 | |
| 11.2 Construction of CDF office fence | Construction fence & gate | | 34144 | |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGO
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2020**

| Name | Brief Transaction Description | Outstanding
Balance
2019/20 | Outstanding
Balance
2018/19 | Comments |
|-------------------|-------------------------------|-----------------------------------|-----------------------------------|----------|
| 11.3 NGCDF office | | 213892 | | |
| Sub-totals | | 213892 | 43498 | 257390 |
| Others (specify) | | | | |
| | | 0 | 0 | |
| | | | | |
| | | | | |
| | | | | |
| Sub-Total | | | | |
| Grand Total | | | | |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

| Asset class | Historical Cost
b/f
(Kshs)
2019/20 | Additions
during the
year (Kshs) | Disposals
during the
year (Kshs) | Historical
Cost
(Kshs)
2018/19 |
|--|---|--|--|---|
| Land | 0 | 0 | 0 | 0 |
| Buildings and structures | 46,354,652 | 3,396,232 | 0 | 42,958,420 |
| Transport equipment | 8,800,000 | 0 | 0 | 8,800,000 |
| Office equipment, furniture and fittings | 8,216,695 | 1,252,909 | 0 | 6,963,786 |
| ICT Equipment, Software and Other ICT Assets | 836,422 | 0 | 0 | 836,422 |
| Other Machinery and Equipment | 5,000 | 0 | 0 | 5,000 |
| Heritage and cultural assets | 0 | 0 | 0 | 0 |
| Intangible assets | 50,999 | 0 | 0 | 50999 |
| Total | 64,263,768 | 4,649,141 | 0 | 59,614,627 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2020

| PMC | Bank | Account number | Bank
Balance
2019/20 | Bank
Balance
2018/19 |
|---------------------------|--------|----------------|----------------------------|----------------------------|
| KONATE WATER SPRING | FAMILY | 026000025124 | 145000 | 0 |
| MOTOBO WATER SPRING | EQUITY | 0520279879267 | 77000 | 0 |
| OROSIAGA WATER SPRING | FAMILY | 026000025000 | 150000 | 0 |
| RIAKERUBO WATER SPRING | FAMILY | 026000025019 | 150000 | 0 |
| RIONDA WATER SPRING | FAMILY | 026000025023 | 150000 | 0 |
| RIONGOCHO WATER SPRING | FAMILY | 026000025022 | 145000 | 0 |
| EBATE WATER SPRING | FAMILY | 026000025029 | 145000 | 0 |
| RIAMITSI WATER SPRING | FAMILY | 026000025095 | 145000 | 0 |
| RIATENGERA WATER SPRING | FAMILY | 026000025082 | 150000 | 0 |
| RIANYABWARI WATER SPRING | FAMILY | 026000025020 | 150000 | 0 |
| RIANYANGIETE WATER SPRING | FAMILY | 026000025122 | 150000 | 0 |
| RIARISIA WATER SPRING | FAMILY | 026000025081 | 145000 | 0 |
| RIMCHONGA WATER SPRING | FAMILY | 026000024997 | 145000 | 0 |
| RIOBUKI WATER SPRING | FAMILY | 026000025131 | 150,000 | 0 |
| KEBUKO WATER SPRING | FAMILY | 026000025096 | 145354 | 0 |
| RIOMAGWA WATER SPRING | FAMILY | 026000025018 | 145000 | 0 |
| RIOCHENG WATER SPRING | FAMILY | 026000025028 | 150000 | 0 |
| NYATWANGA WATER SPRING | FAMILY | 026000025128 | 242000 | 0 |
| BOGICHORA DIV OFFICE | EQUITY | 0520279559499 | 4169256 | 0 |
| MONGORIS SECONDARY | KCB | 1236709411 | 750000 | 0 |
| OTANYORE PRIMARY SCH | EQUITY | 0520279040744 | 2000000 | 0 |
| IKONGE PRIMARY SCHOOL | KCB | 1268111023 | 4000000 | 0 |
| RAMBA PRY SCHOOL | KCB | 1275564542 | 4000000 | 0 |
| MONGORIS PRIMARY | KCB | 1273522281 | 750000 | 0 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2020

| PMC | Bank | Account number | Bank Balance
2019/20 | Bank
Balance
2018/19 |
|----------------------|--------|----------------|-------------------------|----------------------------|
| MARINDI SECONDARY | COOP | 01139349815500 | 1500000 | 0 |
| MOIKABONDO PRIMARY | EQUITY | 0520262020330 | 0 | 400,000 |
| MAKAIRO PRIMARY | EQUITY | 0520263313523 | 0 | 400,000 |
| GESORE SECONDARY | EQUITY | 0520298729428 | 0 | 500,000 |
| NYANGOSO DEB PRIMARY | KCB | 1259465950 | 0 | 400,000 |
| MANG'ONG'O PRIMARY | KCB | 1183757670 | 0 | 400,000 |
| OTANYORE PRIMARY | KCB | 1260758451 | 0 | 500,000 |
| BONYAIGUBA PRIMARY | KCB | 1236369599 | 0 | 400,000 |
| IGENAITAMBE PRIMARY | KCB | 1259687198 | 0 | 400,000 |
| BOSOSE PRIMARY | KCB | 1259703576 | 0 | 400,000 |
| NYAMERU SECONDARY | KCB | 1212780566 | 0 | 500,000 |
| GETA SECONDARY | KCB | 1146236395 | 0 | 500,000 |
| MARANI SECONDARY | KCB | 1184142904 | 0 | 500,000 |
| GEKOMONI SECONDARY | KCB | 1236402944 | 0 | 500,000 |
| Total | | | 19,848,610 | 5,800,000 |

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60
61
62
63
64
65
66
67
68
69
70
71
72
73
74
75
76
77
78
79
80
81
82
83
84
85
86
87
88
89
90
91
92
93
94
95
96
97
98
99
100

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2020**

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Focal Point person to resolve the issue (Name and designation) | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|--|--|---|--|-----------------------------------|--|
| 1 | <p>1. Prior Year Adjustment</p> <p>The statement of assets and liabilities reflect prior year adjustment balance of Kshs 95,000. The management statement of the prior year adjustment is in respect of the bank balance. The supporting schedules for the adjustment was not provided for audit review.</p> <p>Consequently, the accuracy and completeness of the prior year adjustment could not be confirmed.</p> | <p>RESPONSE: The supporting schedules for the adjustment is hereby tabulated below and the copy of cashbook where adjustment was made is provided annexes A. These were previous years bursary payments that were reversed and not paid out and banking as outlined below.</p> | Robert Serem
FAM | | 30/09/2020 |
| 1.1 | <p>1.0 Transfers to Other Government Units</p> <p>1.1 Purchase of Water Tank at Ekerema Primary school</p> <p>Included in the transfer to other Government unit figure of Kshs. 39,600,000 is Kshs.27,900,000 in respect</p> | <p>RESPONSE: The signpost indicating the project was put at the school entrance as per the attached copy ANNEX I.</p> | Robert Serem
FAM | | 30/09/2020 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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>of transfer to primary schools which in turn includes Kshs.1,500,000 for the purchase of two(2) water storage tanks with the erection of raisers and distribution of water at Ekerema primary school. Physical verification of the project on 6th Feb 2020 revealed that the water tanks are complete and in use but were not branded</p> <p>Consequently, the regularity of the expenditure of Kshs.1,500,000 could not be confirmed.</p> | | | | |
| 2 | <p>2. Purchase of Water Tanks and Completion of Borehole at Kebirigo primary</p> <p>Included in the transfer to other Government unit figure of Kshs. 39,600,000 is Kshs.27,900,000 in respect of transfer to primary schools which in turn includes Kshs 2,000,000 for completion of water borehole, installation</p> | <p>RESPONSE: The report from WARMA was obtained is copy annexed as annex II here in and has been forwarded to the sub county water engineer to analyze, interpret and prepare the BoQ to be used for tendering and hopefully it will be completed by the time of the next audit and your</p> | Robert Serem
FAM | | 30/09/2020 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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>of submersible pump, purchase of water storage tanks (2No 5000 litres) erection of raisers and distribution of water at kebirigo primary school and Kebirigo secondary. During the review and examination, it was noted that the project has not started and the fund has not been utilized, the delay was due to report from the Water Resources Management authority (WERMA).</p> <p>Consequently, the value for money could not be confirmed and the residents denied service delivery.</p> | team to visit. | | | |
| 1.3 | <p>1.3 Construction of Tuition Block at Nyachururu Secondary School</p> <p>Included in the transfer to other Government unit figure of Kshs. 39,600,000 is Kshs.11,700,000 in respect of transfer to Secondary schools which in turn includes Kshs 1,000,000 for the construction of tuition block at Nyachururu Secondary School. Physical</p> | <p>Response: The project cost is KES 13, 893,424 as per the form of tender annexed III here in and the amount allocated KES 1,000,000 could not complete it, however in the subsequent years the school will be allocated funds for continuation up to</p> | Robert Serem
FAM | | |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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>verification of the project on 10th February 2020 revealed the project incomplete despite the funds having been disbursed to the school. Further, project implementation committee did not retain the 10% retention which is mandatory to cater for defect liabilities and certificate of completion not issued on the work done.</p> <p>Consequently, the value for money and regularity of the expenditure of Kshs.1,000,000 could not be confirmed.</p> | <p>completion. The PMC will be informed of need to keep retention funds as required by law.. The report of the project by the county architecture on inspection of project that had not been provided is hereby annexed as annex IV</p> | | | |
| 3 | <p>3. Renovation of Classrooms at Embonga Secondary School</p> <p>Included in the transfer to other Government unit figure of Kshs. 39,600,000 is Kshs.11,700,000 in</p> | <p>RESPONSE; A sign post was erected showing the project was funded by NGCDF (copy annexed V) the branding on the wall of the project which had not been done has been done and copy annexed VI herein</p> | Robert Serem
FAM | | |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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>respect of transfer to Secondary schools which in turn includes Kshs 700,000 for renovation of four classrooms, walling, roofing, plastering, and electrical work at Embonga Secondary School .</p> <p>Physical verification of the project on 10th February 2020 revealed the project was labour base and certificate of completion has not been issued. Although the project is complete and in use but not branded as per the requirements and regulations governing the fund.</p> <p>Consequently, the value for money and regularity of the expenditure of Kshs.700,000 could not be confirmed.</p> | | | | |
| 2 | 2. Other Grant and Transfers | RESPONSE; The primary beneficiaries of the project are pupils and teachers | Robert Serem FAM | | 30/09 /2020 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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>2.1 Drilling of Boreholes at Otangore and Kebiringo Primary Schools</p> <p>Included in the expenditure of other grants and other payments of Ksh. 59,056,022 is an expenditure of Ksh. 4,000,000 which relates to the drilling of boreholes in two (2) primary schools namely Otangore and Kebiringo contrary to Section 24 of the NG-CDF Act since it is a devolve function.</p> <p>Consequently, the validity and regularity of the expenditure could not be confirmed.</p> | which form part of the education sector. The Primary objective of the projects is to provide water to the school's populations as to make learning conducive. | | | |
| 2 | <p>2. Security and Environment Projects</p> <p>During the year under review the committee budgeted to undertake thirteen (13) projects. Under environment for planting of assorted trees in ten (10) primary Schools with a total budget of Kshs.1,000,000 and security namely construction of three project namely chiefs camp</p> | RESPONSE: There was a dispute between community members on where to put up the project between Etono area and Otanyore area and thus could not be implemented. Since an agreement has been reached | Robert Serem
FAM | | |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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>and police post totaling Kshs.5,700,000 bring the total budget to Kshs. 6,700,000. However, physical verification revealed that only two (2) projects under security expenditure totaling Kshs. 2,700,000 were implemented leaving eleven (11) projects worth Kshs 4,000,000 not been implemented.</p> <p>Consequently, the citizens were denied services due to un-implemented projects.</p> | <p>and the funds for security project (Bochira Divisional headquarters -KES 3,000,000) has since been disbursed to the PMC to implement the project and will form the audit for 2019/2020 financial year. Payment voucher copy annexed VI</p> <p>The planting of assorted trees in 10 schools had not been implemented since the NGCDFC had requested for reallocation to water springs which was approved on 24/10/2019 as per the annexed VII NGCDF Board letter. The new projects reallocated to (Bogichora ward water spring KES 500,000 IKOBE water spring KES 250,000 Nyamaiya ward water spring KES 250,000) has since</p> | | | |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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) |
|--|---|--|--|-----------------------------------|--|
| | | received funds as per attached PVs ANNEX VIII and are been implemented and its expenditures will form the reporting of 2019/2020 and thus the auditing of year ending 2020. | | | |
| 2.3 | <p>2.3 Emergency Projects</p> <p>Included in the expenditure of other grants and other payments of Ksh. 59,056,022 emergency projects expenditure of Kshs. 9,410,000 which in turn includes an amount of Kshs. 3,970,000 spent on four (4) projects which did not meet the threshold of the emergency under The NG-CDF Act 2015 Part II,8,(3).</p> <p>Consequently, the value for money and regularity of the expenditure of Kshs.,3,970,000 could not be confirmed.</p> | <p>RESPONSE: As per the NGCDF minute resolution to their own opinion they considered the projects urgent and could not wait for allocation of funds and funding in the 2019/2020 without be detrimental to the community. However, in the subsequent years the emergency funding projects will be ensured it meets the threshold required.</p> | Robert Serem
FAM | | |
| 3 | <p>3. Budget Performance Analysis</p> <p>The West Mugirango NG-CDF management had</p> | <p>RESPONSE: Of the total budget of 196,976,629, Kshs</p> | Robert Serem
FAM | | |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

| 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>budgeted for receipts of Kshs.196,976,629 but received Kshs.141,935,953 and thus, resulting in under-realization of Kshs.55,040,876 or 72% of the final approved budget. In addition, the West Mugirango NG-CDF spent a total of Kshs.136,786,728 against a budget of Kshs.196,976,629 leading to under expenditure of Kshs.60,189,901 or 69 %. The under-utilization of the budget negatively affected the efficiency and effectiveness of service delivery to the constituents.</p> | <p>55,040,876 was still held at the Board but KES 48,540,876 has since been received as tabulated below and copy annexed IX and spend on intended projects as tabulated in the unutilized funds as shown in the financial statement and will form the reporting of 2019/2020 The receipts are 10/09/2019, AIE no B047197 for 36,360,058 and 07/11/2019 AIE no B047346 for 12,180,818</p> <p>The outstanding Kes 6,500,000 was meant for a public library the NGCDFc did not secure title deed for the land to be constructed and has been proposed to other projects for which Kshs 3,500,000 has been approved for west Mugirango TTI borehole annex X and Kshs 3,000,000 for Shivling high</p> | | | |

1. The first part of the document is a list of names and dates, arranged in a column. The names are: John, Mary, and Thomas. The dates are: 1810, 1811, and 1812. The list is as follows:

| Name | Date |
|--------|------|
| John | 1810 |
| Mary | 1811 |
| Thomas | 1812 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WEST
MUGIRANGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020

| 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) | Time frame: (Put a date when you expect the issue to be resolved) |
|--|-----------------------------------|---|--|-----------------------------------|---|
| | | mast lighting system that is yet to be approved by Board. | | | |

