


REPUBLIC OF KENYA



 THE NATIONAL ASSEMBLY PAPERS LAID	
REPORT DATE:	15 MAR 2023
	DAY.
TABLED BY:	Hon. Samuel Chepkonga, MP on behalf of Leader of Majority
CLERK-AT THE-TABLE:	Christine Ndiritu

REPORT

OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND - SOUTH IMENTI CONSTITUENCY**

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

Revised Template 30th June 2021



SOUTH IMENTI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

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

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	2
II. NG-CDFC CHAIRMAN’S REPORT.....	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY’S PREDETRMINED OBJECTIVES.....	8
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING	10
V. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	13
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- SOUTH IMENTI CONSTITUENCY</i> ...	14
VII. STATEMENT OF RECEIPTS AND PAYMENTS.....	15
VIII. STATEMENT OF ASSETS AND LIABILITIES	16
IX. SUMMARY STATEMENT OF APPROPRIATION.....	18
X BUDGET EXECUTION BY SECTORS AND PROJECTS	20
XI. SIGNIFICANT ACCOUNTING POLICIES.....	33
XII. NOTES TO THE FINANCIAL STATEMENTS.....	37

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

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Leah Wairimu Njoro
2.	Sub-County Accountant	Joseph Karanja
3.	Chairman NGCDFC	Nahason Kiruki
4.	Member NGCDFC	Ann Kathambi Gitonga

(d) Fiduciary Oversight Arrangements

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

- (e) South Imenti Constituency NGCDF**
P.O. Box 111-60206
Kanyakine
MERU.

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

(f) South Imenti Constituency NGCDF Contacts

Telephone: (254) 0720 434 742
E-mail: cdfsouthimenti@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) South Imenti Constituency NGCDF Bankers

Cooperative Bank of Kenya
Nkubu Branch
Account number 01120020073300
P.O Box 740- 60202
Nkubu
Meru, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

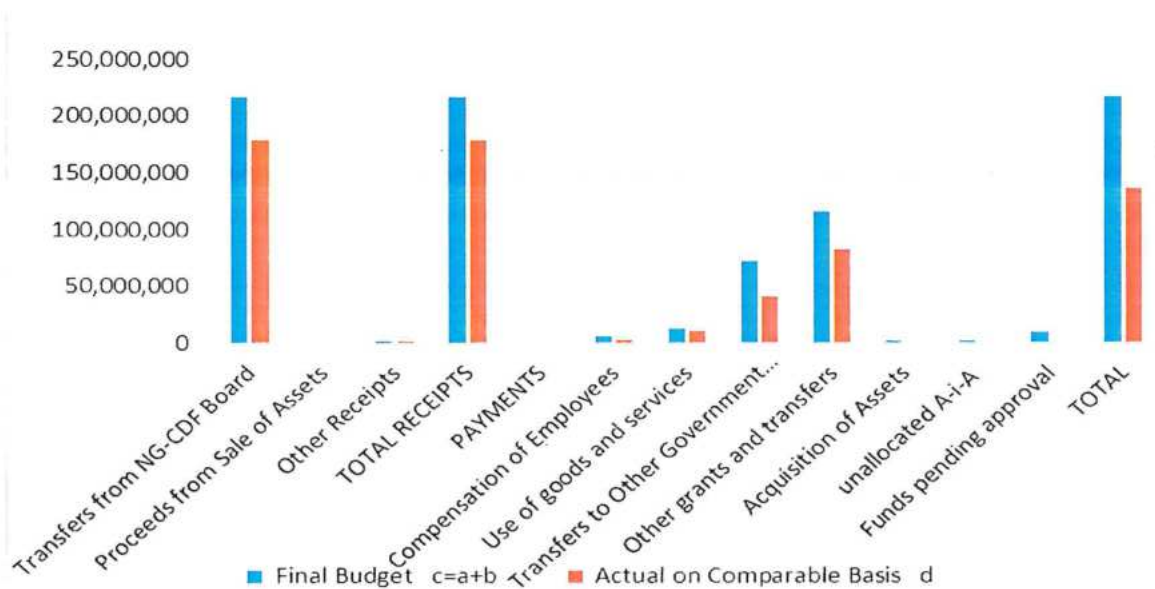
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

II. NG-CDF CHAIRMAN'S REPORT

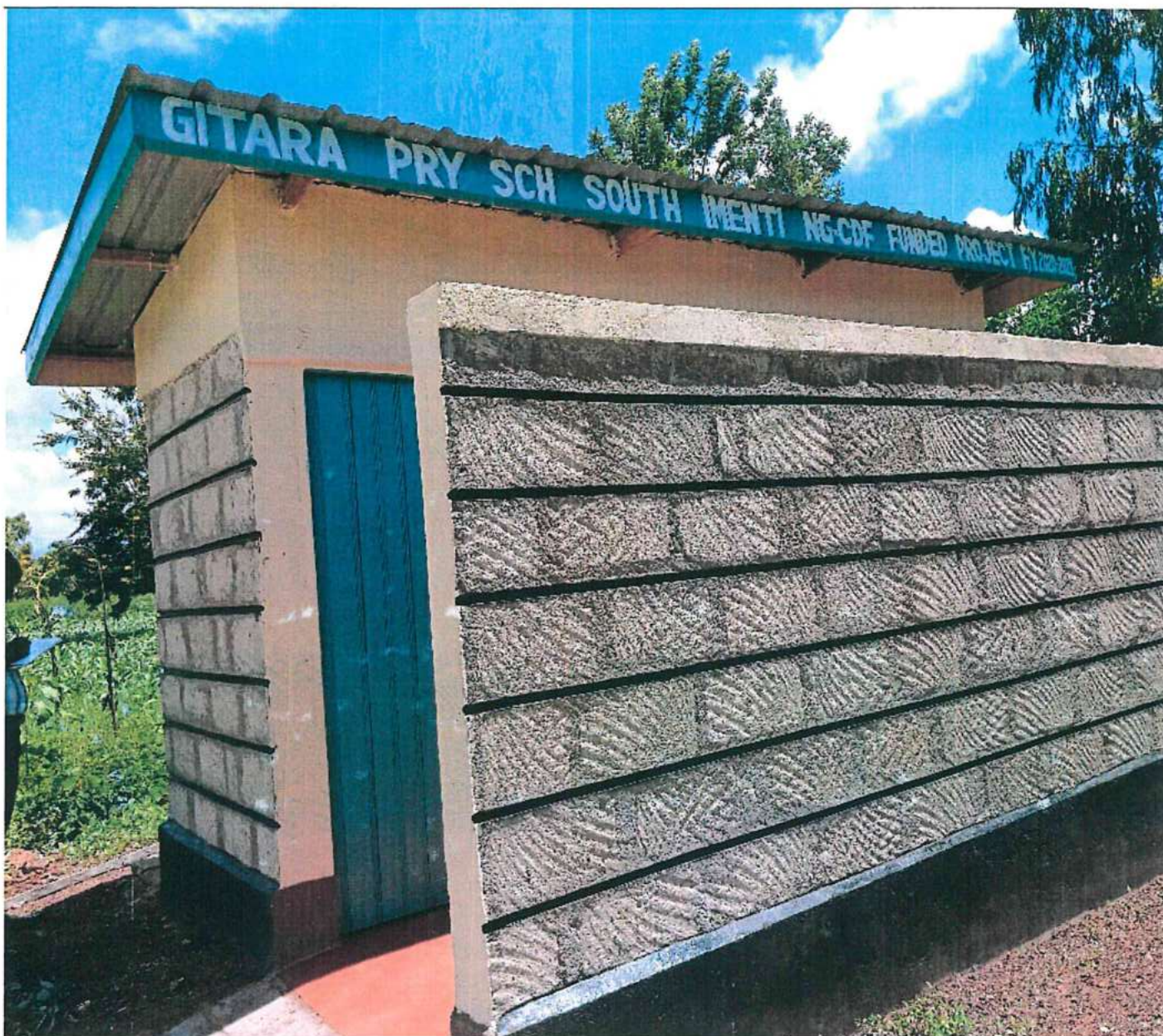


In the financial year 2020/2021 South Imenti NG-CDF utilised Kshs 178,276,168 out of Kshs 216,465,047 available for utilisation representing 82 % absorption rate.

Statement of appropriation



The constituency has greatly benefited from NG-CDF notably in the sectors of education, security, sports, resource centres, and bursaries for the needy students, with the newly established KMTC Imenti campus is a fully funded NG CDF project, South Imenti has given full scholarship to a number of students who took up the courses when it was opened. The full scholarship has led to increased enrolment calling for expansion of infrastructures. NG CDF has continued to improve the infrastructures both in secondary and primary schools by renovating the dilapidated classrooms and construction of new classrooms as well as equipping these classrooms with desks



(Gitara Primary School Kshs 400,000.00 for financial year 2019/2020 funds received in the current financial year- construction of 4 doors pit latrines)



Mikumbune National Library – the project is fully NG CDF funded and the only library registered under Kenya National Library Services in the constituency, it is complete and now in use.

Due to Covid 19 pandemic, the funds has encountered challenges during implementation since the measures by Ministry of Health on social distance are limiting hence we have been experiencing slow implementation of the projects. Besides the pandemic the constituency has encountered other numerous challenges including: lack of proper planning by project management committees, late release of funds, lack of registered procurement officers in the sub county, so many projects requiring assistance against limited resources, change of government policies and legal matters which led to delays in implementing the projects. Delayed preparation of bill of quantities and design from the Public works office due to few personnel in the department. NG CDFC was not able to disburse all the bursary funds allocated for the year due to closure of the schools and other institutions of higher learning due to Covid 19 pandemic

To address these challenges we recommend that: The NG CDF Board to recruit procurement officers and public works officers in every county to address the recurring audit issues, more funds be set aside to train project management committees, the NG CDF Board releases funds on time to ensure utilisation is effected within the year and value for money is realised by the residents

Signature

CHAIRMAN NGCDF COMMITTEE



III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES

Introduction

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

The key development objectives of *South Imenti Constituency 2018-2022* plan are to:

- a) Improve infrastructure on the education sector.
- b) Increase retention and transition rate of secondary, special and tertiary education through provision of education bursaries.
- c) Improve on provision of security within the constituency.
- d) Promotion of environment conservation.
- e) Promote participation of youth and disadvantaged groups within the constituency.
- f) Overall eradication of poverty within the constituency.
- g) Enhance access to decent and affordable housing with access to portable water in a clean and secure environment.
- h) Enhance a robust diversified competitive industrial and enterprise development sector within South Imenti Constituency as well as improving the governance and management of cooperative societies.
- i) Provide cost-effective, Constituency infrastructure facilities and services to support economic and social development

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To improve school infrastructure for conducive learning. Build more modern classrooms and administration blocks by 2022 and award bursaries to	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary beneficiaries	In FY 20/21 - Over 20 classrooms were constructed during the year and are in use , administration blocks are work in progress target is to

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

	tertiary, secondary schools and children with special needs		at all levels	complete them in Financial year 2021/2022 Bursaries have been awarded to 2,518 students in Financial Year 2020/2021
Security	Modernize and replace obsolete security infrastructure in all public institutions and urban towns	Improved infrastructures	Number of offices constructed	South Imenti managed to complete : Iriene AP Line, Imenti South DCC residence, Kianjogu assistance Chiefs office, Igandene Assistance chiefs office which are now in use except Kinoro Police Post awaiting the officers to occupy
Environment	To increase availability of sustainable water resources	Planting tree seedlings along the rivers banks• Increase to 10 percent of farm size under tree cover.	Number of tree seedlings along the rivers banks• Increase to 10 percent of farm size under tree cover.	Over 8000 bamboo seedlings were planted during the year
Sports	To support youths with sports equipment	To promote sports talents in the constituency and engage youth	No. of equipment given to the youth	Net ball nets issued, carried out annual tournament where the uniforms were issued
Disaster Management	Projects implementation will focus on accessibility, disaster preparedness and protection of the environment at the design stage	Infrastructures that are user friendly in case of disaster	No of projects complied	All projects in schools that were implemented in the course of the year followed Ministry of Education safety guidelines where grills are not fitted in the windows and all the doors open from outside

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

1. Sustainability strategy and profile -

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels Financial Year 2020/2021 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

The main aim of environmental activities is to protect, conserve and have sustainable management of the environment.

Drawn from our strategic plan, objectives are:

- a. Rehabilitate and protect water towers
- b. Provide clean water to the public institutions through water harvesting
- c. Soil conservation through bamboo tree planting along the riverbanks
- d. Increase forest cover by planting indigenous trees

Rehabilitation of Riparian areas

In Financial Year 2019/2020 the environmental activities were carried out in November 2020 where South Imenti NG CDFC partnered with the Water Resource Authority through Water Resources Users Associations where approximately 8000 bamboo trees in the four major rivers in South Imenti namely Nthingithu, Kithino, Iraru and Mutonga were planted. The WRUAs have ensured the sustainability and survival of the seedlings, we engaged all the public institutions that are benefiting from the waters from the four rivers where students and pupils participated in tree planting. The project is an ongoing process. In Financial Year 2020/2021 further 8,000 bamboo seedlings were planted in May 2021.

Water Harvesting

Six schools have also benefited with 5000 litres water tanks: Gatakene, Kathanthatu, Kigane, Ndamene, Kathera, Baitigitu and Lower Chure Primary Schools

Sports

It has been a challenge to conduct the sporting activities due to Covid 19 pandemic however in April 2021 we were able to have the annual tournaments

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with comprehensive health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. South Imenti constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

South Imenti NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

- a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption

- b) Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interests

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF- South Imenti 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 ended on June 30, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF- South Imenti Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF- South Imenti Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.


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

Approval of the financial statements

The NGCDF- South Imenti Constituency financial statements were approved and signed by the Accounting Officer on 27/06/2022 2022.



Chairman NGCDF Committee
Name: Nahason Kiruki



Fund Account Manager
Name: Leah Wairimu Njoroge



REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - SOUTH IMENTI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – South Imenti Constituency set out on pages 15 to

70, which comprise of the statement of assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation - 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 effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – South Imenti Constituency as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Cash and Cash Equivalents

The statement of assets and liabilities reflects Kshs.43,470,227 in respect to cash and cash equivalents as disclosed in Note 10A to the financial statements. Review of the bank reconciliation statement for the month of June, 2021 provided for audit revealed unrepresented cheques totaling to Kshs.12,143,517. However, the supporting schedule provided for audit reflects a balance of Kshs.12,607,517 resulting to unexplained and unreconciled variance of Kshs.464,000.

In the circumstances, the accuracy of the cash and cash equivalents balance of Kshs.43,470,227 could not be confirmed.

2. Project Management Committee (PMC) Balances

Annex 5 to the financial statements reflects Kshs.24,217,495 in respect to Project Management Committee (PMC) balances. As previously reported, management has not provided respective cashbooks and bank reconciliation statements for audit review.

In the circumstances, the accuracy of PMC balances of Kshs.24,217,495 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- South Imenti Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The summary statement of appropriation- recurrent and development combined reflects final receipts budget and actual on a comparable basis of Kshs.216,471,047 and Kshs.178,282,168 respectively resulting to an under-funding of Kshs.38,188,879 or 18% of the budget. Similarly, the Fund expended Kshs.136,201,161 against an approved budget of Kshs.216,471,048 resulting to an under-expenditure of Kshs.80,269,887 or 37% of the budget.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis of Conclusion

1. Development Projects

1.1 Kinoro Police Post

Note 7 to the financial statements reflects Kshs.82,342,290 in respect to other grants and other payments which includes Kshs.15,383,406 in respect to security projects out of which Kshs.1,800,000 was disbursed for the completion of police offices. Review of project records revealed that the works were initiated four years before. However, the budget and work plan for the project were not provided contrary to Regulation 15(4) of the National Government Constituencies Development Fund Regulations, 2016 which stipulates that the project management committee shall prepare the requisite budgets and bills of quantities, assisted by relevant government officers; and work plans showing how it intends to utilize the funds given to it for implementing the project, which shall be approved by a Constituency Committee before the funds are released.

Further, physical verification done in March, 2022 revealed that the contractor was not on site and the project seemed abandoned even though the project was initiated four years ago.

1.2 Igoji Departmental Offices

Note 7 to the financial statements reflects Kshs.82,342,290 in relation to other grants and other payments which include Kshs.15,383,406 in respect to security projects out of which Kshs.2,500,000 was transferred to Igoji Departmental Offices for electrical installation, fencing and construction of a gate. Review of documents provided revealed that the

project had been funded for eleven (11) years since financial year 2010/2011 and had been allocated a total of Kshs.44,528,045 as at 30 June, 2021. However, physical verification of the project in March, 2022 revealed the project was not in use. Further, project status reports, completion certificates and hand over minutes were not provided for audit.

In the circumstances, the value for money for the expenditure of Kshs.4,300,000 could not be confirmed.

2. Incomplete Annual Procurement Plan

Review of the Fund's procurement plan revealed that details of the planned delivery, implementation or completion dates for all goods, works or services needed were not indicated. Further, the procurement plan did not include the appropriate procurement method for each procurement requirement, estimated values for each package of goods, works or services required and an indication of the budget available and source of funding. Contrary to Section 53(2) of the Public Procurement and Asset Disposal Act, 2015.

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

3. Irregular Expenditure on Emergency Projects

Disclosed in Note 7 to the financial statements is emergency projects expenditure of Kshs.5,556,000 which includes Kshs.998,000 incurred on the repair of bio digester, construction of pit latrines and urinal. However, no evidence was provided to justify that the expenditure was an emergency and that the use of the emergency reserves was reported to the Constituencies Development Fund Board by the committee within thirty (30) days contrary to Section 8(3) of the National Constituency Development Fund Act, 2015 and Regulation 20(2) of the National Government Constituencies Development Fund Regulations, 2016 which states that the utilization of the emergency reserve shall be reported to the Board within thirty days of the occurrence of the emergency, in the format prescribed by the Board.

In the circumstances, Management was in breach of law.

4. Unsupported Sports Activities

Note 7 to the financial statements reflects Kshs.82,342,290 in respect to other grants and other payments which include Kshs.2,743,737 relating to sports projects that entailed installation of goal posts, annual constituency tournament and procurement of uniform and sport equipment's. However, no documentary evidence was provided to confirm that market survey was undertaken to justify prices quoted by the suppliers contrary to section 54, (2) and (3) of the Public Procurement and Asset Disposal Act, 2015. In addition, the calendar of events and evidence to confirm that the tournament took place were not provided.

In the circumstances, Management was in breach of law.

5. Mocks and Continuous Assessment Tests (CATs) and Revision Books

Note 7 to the financial statements reflects Kshs.82,342,290 in respect to other grants and other payments which includes Kshs.3,341,931 in respect to mocks and CATs / revision

books relating to revision textbooks procured, supplied, and delivered to various schools within South Imenti Constituency. A review of the procurement process revealed that the books were procured through request for quotation method. However, the register of prequalified suppliers was not availed for audit contrary to the provisions of Section 95 (3) of the Public Procurement and Asset Disposal Act, 2015.

Further, the bidders quoted a fixed price for three thousand and thirty (3,030) books which was a deviation from tender requirement that itemized prices to be quoted. In addition no evidence was provided to confirm that a market survey had been conducted and that an inspection and acceptance was done by a duly constituted committee contrary to Section 48(3)(a) of the Public Procurement and Asset Disposal Act, 2015.

In the circumstances, Management was in breach of law.

6. Unauthorized Environmental Project

Note 7 to the financial statements reflects other grants and other payments of Kshs.82,342,290 which includes Kshs.5,491,092 utilized on environmental projects. The project undertaken involved planting of 11,500 bamboo seedlings along four rivers. However, no evidence was provided to confirm that an environmental impact assessment had been carried out before the inception of the project and that written authority from the Director General of National Environment Management Authority (NEMA) to implement the project had been given contrary to Section 42(1)(d) of the Environmental Management and Co-ordination Act.

Physical verification along two of the rivers in March, 2022 revealed that most of the bamboo seedlings were missing.

In the circumstances, Management was in breach of the law and value for money for the resources spent on the project could not be confirmed.

7. Transfer to Upper Kithangari Resource Center

Note 7 to the financial statements reflects Kshs.18,700,000 in respect to others (social/youth empowerment centres) which includes Kshs.2,700,000 transferred to Upper Kithangari Resource Centre for the construction of four hundred (400) capacity resource centre to completion. Review of records revealed that the tender was awarded to a firm on 03 February, 2019 at a contract sum of Kshs.7,514,100 out of which Kshs.5,912,138 had been paid to the contractor as at 30 June, 2021. However, physical verification done in March, 2022 revealed the project was incomplete and the contractor was not on site.

In the circumstances, the value for money may not be obtained for the resources already incurred on the project.

8. Project Implementation Status

The project implementation status report indicated that one hundred and ninety-four (194) projects worth Kshs.186,042,290 were budgeted to be implemented during the year under review. However, fifty-eight (58) projects worth Kshs.71,453,632 were completed, thirty-three (33) projects worth Kshs.31,738,658 were ongoing and one hundred and three (103) worth Kshs.82,850,000 had not started as at 30 June, 2021.

In the circumstances, the public did not get the expected services equivalent to ongoing projects worth Kshs.31,738,658 and the not started projects worth Kshs.82,850,000.

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 procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of Internal Controls, Risk Management and 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and governance.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund 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 comply with the authorities which govern them, and that public resources are applied in an effective way.

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to

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

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to 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 controls that are identified during the audit.

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


29 September, 2022


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

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

Note	2020 - 2021	2019 - 2020	Note	2020 - 2021	2019 - 2020
	Kshs	Kshs		Kshs	Kshs
FINANCIAL ASSETS					
Cash and Cash Equivalents					
Bank Balances (as per the cash book)			10A	43,470,227	5,908,444
Cash Balances (cash at hand)			10B	-	-
Total Cash and Cash Equivalents				43,470,227	5,908,444
Accounts Receivable					
Outstanding Imprests			11	-	-
TOTAL FINANCIAL ASSETS				43,470,227	5,908,444
FINANCIAL LIABILITIES					
Accounts Payable (Deposits)					
Retention			12A	-	-
Gratuity			12B	-	-
TOTAL FINANCIAL LIABILITES				-	-
NET FINANCIAL ASSETS				43,470,227	5,908,444
REPRESENTED BY					
Fund balance b/fwd				5,908,444	11,574,810
Prior year adjustments			14	1,389,219	282,550
Surplus/Deficit for the year				36,172,563	(5,948,915)
NET FINANCIAL POSITION				43,470,227	5,908,444

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-South Imenti Constituency financial statements were approved on 27/06/2022 and signed by:


Fund Account Manager
Name: Leah Wairimu


National Sub-County
Accountant
Name: Joseph Karanja
ICPAK M/No:26585
THE NATIONAL SUB-COUNTY
ACCOUNTANT
I-MENTI SOUTH


Chairman NG-CDF Committee
Name: Nahason Kiruki

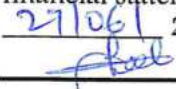


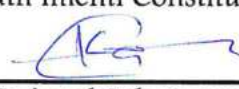
*South Imenti Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

IX. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 JUNE 2021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	172,367,724	119,740,876
Other Receipts	3	6,000	98,000
Total receipts		172,373,724	119,838,876
Payments for operating activities			
Compensation of Employees	4	2,875,570	3,625,639
Use of goods and services	5	10,733,301	8,635,293
Transfers to Other Government Units	6	40,250,000	44,116,349
Other grants and transfers	7	82,342,290	67,509,618
Other Payments	9	-	1,781,412
Total payments		136,201,161	125,668,311
Total Receipts Less Total Payments		36,172,563	(5,829,435)
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	1,389,219	282,550
Net cash flow from operating activities		37,561,782	(5,546,885)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	(119,480)
Net cash flows from Investing Activities		-	(119,480)
NET INCREASE IN CASH AND CASH EQUIVALENT		37,561,782	(5,666,366)
Cash and cash equivalent at BEGINNING of the year	10	5,908,444	11,574,810
Cash and cash equivalent at END of the year		43,470,227	5,908,444

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-South Imenti Constituency financial statements were approved on 27/06/2022 and signed by:


Fund Account Manager
Name: Leah Wairimu Njoroge


National Sub-County
Accountant
Name: Joseph Karanja
ICPAK M/No:26585


Chairman NG-CDF Committee
Name: Nahason Kiruki

THE NATIONAL SUB-COUNTY
ACCOUNTANT
IMENTI SOUTH



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

X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30 JUNE 2021

Receipts/Payments	Original Budget		Adjustments		Final Budget		Actual on comparable basis		Budget utilization difference	% of Utilization
	a	Kshs	b	Kshs	c=a+b	d	Kshs	Kshs		
RECEIPTS	2020/2021		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021				
Transfers from NGCDF Board	137,088,879		5,908,444	73,467,724	216,465,047	178,276,168	38,188,879	82.4%		
Proceeds from Sale of Assets	-		-	-	-	-	-	0.0%		
Other Receipts	-		6,000	-	6,000	6,000	-	100.0%		
TOTALS	137,088,879		5,914,444	73,467,724	216,471,047	178,282,168	38,188,879	82.4%		
PAYMENTS										
Compensation of Employees	4,238,800		2,151,138	-	6,389,938	2,875,570	3,514,368	45.0%		
Use of goods and services	7,810,019		249,686	4,160,691	12,220,396	10,733,301	1,487,095	87.8%		
Transfers to Other Government Units	41,350,000		500,000	30,050,000	71,900,000	40,250,000	31,650,000	56.0%		
Other grants and transfers	73,390,060		3,007,620	39,257,033	115,654,713	82,342,290	33,312,423	71.2%		
Acquisition of Assets	800,000		-	-	800,000	-	800,000	0.0%		
Other Payments	-		6,000.00	-	6,000	-	6,000	0.0%		
Funds pending approval**	9,500,000.0				9,500,000	-	9,500,000	0.0%		
TOTALS	137,088,879		5,914,444	73,467,724	216,471,048	136,201,161	80,269,887	62.9%		

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


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

(a) Kshs 38,188,879 is the amount receivable from NG CDF Board as at 30th June 2021
(b)


- i. Compensation of employees is underutilised due to gratuity provision which is only committed in the vote book but no actual funds are transferred from main account
- ii. Transfer to other government units and other grants and transfers are underutilised due to late disbursement of funds, most of the funds were disbursed in the last quarter and the first tranches prioritised bursary awards in May 2021

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	80,269,887
Less undisbursed funds receivable from the Board as at 30 th June 2021	(38,188,879)
	42,081,008
Add Accounts payable	-
Less Accounts Receivable	(-)
Add/Less Prior Year Adjustments	1,389,219
Cash and Cash Equivalents at the end of the FY 2020/2021	43,470,227


The NGCDF-South Imenti Constituency financial statements were approved on 27/06/2022 and signed by:



Fund Account Manager
Name: Leah Wairimu Njoroge



**National Sub-County
Accountant**
Name: Joseph Karanja
ICPAK M/No:26585



Chairman NG-CDF Committee
Name: Nahason Kiruki

THE NATIONAL SUB-COUNTY
ACCOUNTANT
IMENTI SOUTH



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

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget 2020/2021 Kshs	Adjustments		Final Budget 2020/2021 Kshs	Actual on comparable basis 30/06/2021 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,238,800	2,151,138	-	6,389,938	2,875,570	3,514,368
1.2 Committee allowances	1,694,413	98,092	279,200	2,071,705	2,071,705	-
1.3 Use of goods and services	2,000,000	151,594	569,659	2,721,253	2,721,253	-
Sub total	7,933,213	2,400,824	848,859	11,182,896	7,668,528	3,514,368
2.0 Monitoring and evaluation						
2.1 Capacity building	2,000,000	-	2,000,000	4,000,000	3,007,995	992,005
2.2 Committee allowances	1,500,000	-	690,800	2,190,800	2,190,800	-
2.3 Use of goods and services	615,606	-	621,032	1,236,638	741,548	495,090
Sub total	4,115,606	-	3,311,832	7,427,438	5,940,343	1,487,095
3.0 Emergency						
3.00 Primary Schools						
3.01 Kithino Primary School	-	-	-	-	200,000	(200,000)
3.02 Giumpu Primary School	-	-	-	-	300,000	(300,000)
3.03 Nyombayathi Primary School	-	-	-	-	100,000	(100,000)
3.04 Kagumone Primary School	-	-	-	-	250,000	(250,000)
3.05 Kaubau primary school	-	-	-	-	300,000	(300,000)

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
3.10 Secondary schools						
3.11 Kathera Boys High School	-	118,000	-	118,000	118,000	-
3.12 Miruriri Girls Secondary School	1,320,000	-	-	1,320,000	1,320,000	-
3.20 Tertiary institutions	-	-	-	-	-	-
3.30 Security projects						
3.31 Igoji departmental office	130,000	-	-	130,000	130,000	-
3.32 Igoji Departmental offices	50,000	-	-	50,000	50,000	-
3.40 Others						
3.41 Gakaga Culvert	-	800,000	-	800,000	800,000	-
3.42 Kinyuru Culvert	738,000	-	-	738,000	738,000	-
3.43 Ngagara culvert	690,000	-	-	690,000	690,000	-
3.44 Rai culvert	560,000	-	-	560,000	560,000	-
3.50 Unutilised	3,704,207	241	-	5,142,448	1,150,000	2,554,448
Total	7,192,207	918,241	-	8,110,448	5,556,000	2,554,448
4.0 Bursary and Social Security						
4.2 Secondary Schools	17,000,000	2,347,824	-	19,347,824	19,347,824	-
4.3 Tertiary Institutions	16,616,720	-	2,900,000	19,516,720	11,778,300	7,479,974
4.4 Universities	-	-	1,998,000	1,998,000	-	1,998,000
4.5 Social Security	680,000	-	-	680,000	-	680,000

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.2 Revision books	-	-	3,341,931	3,341,931	3,341,931	-
Sub Total	34,296,720	2,089,378	8,239,931	44,626,029	34,468,055	10,157,974
5.0 Sports						
5.1 Constituency Sports activities	2,743,738	-	-	2,743,738	2,743,737	1
5.2	-	-	-	-	-	-
Sub Total	2,743,738	-	-	2,743,738	2,743,737	1
6.0 Environment						
6.01 Kithino river	598,434	-	-	598,434	598,434	-
6.02 Mutonga river	598,434	-	-	598,434	598,434	-
6.03 Iraru river	598,434	-	-	598,434	598,434	-
6.04 Thingithu river	598,434	-	-	598,434	598,434	-
6.05 Kathera Primary School	50,000	-	-	50,000	50,000	-
6.07 Kigane Primary School	50,000	-	-	50,000	50,000	-
6.08 Ndamene Primary School	50,000	-	-	50,000	50,000	-
6.09 Gatakene Primary School	50,000	-	-	50,000	50,000	-
6.10 Baitigitu Primary School	50,000	-	-	50,000	50,000	-
6.11 Kathanthatu Primary School	50,000	-	-	50,000	50,000	-
6.12 Lower Chure Primary School	50,000	-	-	50,000	50,000	-
6.13 Environment	-	-	-	-	-	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	2,743,738	-	2,747,354	2,747,354	5,491,092	-
7.0 Primary Schools Projects						
7.01 Baithigitu Primary School	500,000	-	500,000	1,000,000	500,000	500,000
7.02 Bubui Primary School	-	-	400,000	400,000	400,000	-
7.03 Gaatia Primary School	500,000	-	500,000	1,000,000	500,000	500,000
7.04 Gacero primary School	500,000	-	-	500,000	-	500,000
7.05 Gakuuni Primary School	650,000	-	-	650,000	-	650,000
7.06 Gaturi Primary School	500,000	-	-	500,000	-	500,000
7.07 Gitara primary School	400,000	-	400,000	800,000	400,000	400,000
7.08 Ihitwe Primary School	300,000	-	-	300,000	300,000	-
7.09 Kagumone Primary school	700,000	-	2,000,000	2,700,000	2,700,000	-
7.10 Kagwampungu primary school	400,000	-	-	400,000	-	400,000
7.11 Kairaa Primary School	700,000	-	700,000	1,400,000	700,000	700,000
7.12 Karegi Primary School	700,000	-	-	700,000	-	700,000
7.13 Karoe Primary School	-	-	400,000	400,000	400,000	-
7.14 Kathanthatu Primary School	300,000	-	-	300,000	300,000	-
7.15 Kathigiri public boarding Primary School	-	-	700,000	700,000	700,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.16 Kaura Primary School	-	-	600,000	600,000	600,000	-
7.17 Kaurone Primary School	1,000,000	-	400,000	1,400,000	1,400,000	-
7.18 Kiamwari Primary School	-	-	500,000	500,000	500,000	-
7.19 Kiandungu Boarding Primary School	500,000	-	-	500,000	-	500,000
7.20 Kigane Primary School	600,000	-	-	600,000	600,000	-
7.21 Kiithe Public Boarding Primary School	400,000	-	500,000	900,000	900,000	-
7.22 Kimoro Primary School	700,000	-	600,000	1,300,000	600,000	700,000
7.23 Kireru Primary School	300,000	-	-	300,000	300,000	-
7.24 Kiringa Primary School	-	-	300,000	300,000	-	300,000
7.25 Kirogine Primary School	1,000,000	-	-	1,000,000	1,000,000	-
7.26 Kiroone Primary School	500,000	-	-	500,000	-	500,000
7.27 Kithaene Primary School	600,000	-	-	600,000	-	600,000
7.28 Kithakanaro Primary School	-	-	500,000	500,000	500,000	-
7.29 Kiitunguri Primary school	700,000	-	400,000	1,100,000	400,000	700,000
7.30 Lower Chure Primary School	1,000,000	-	-	1,000,000	1,000,000	-
7.31 Lower Chure Primary School	1,200,000	-	-	1,200,000	1,200,000	-
7.32 Macheгене Primary School	700,000	-	-	700,000	-	700,000
7.33 Mamuru Primary School	-	-	700,000	700,000	700,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.34 Maraa Primary School	400,000	-	800,000	1,200,000	800,000	400,000
7.35 Mbeti Primary School	-	-	700,000	700,000	700,000	-
7.36 Milkumbane Primary School	-	-	500,000	500,000	500,000	-
7.37 Muguru Primary school	700,000	-	-	700,000	-	700,000
7.38 Muriru Primary School	700,000	-	-	700,000	-	700,000
7.39 Mutokiama primary School	2,000,000	-	-	2,000,000	-	2,000,000
7.40 Muungu Primary School	500,000	-	-	500,000	-	500,000
7.41 Mworoga Primary School	800,000	-	-	800,000	-	800,000
7.42 Ndamene Primary School	700,000	-	-	700,000	-	700,000
7.43 Njerune Primary School	300,000	-	-	300,000	-	300,000
7.44 Nkubu Primary School	500,000	-	500,000	1,000,000	500,000	500,000
7.45 Nkumari primary school	900,000	-	900,000	1,800,000	900,000	900,000
7.46 Nkunjumu Primary School	-	-	600,000	600,000	600,000	-
7.47 Nkuriga Primary School	600,000	-	700,000	1,300,000	700,000	600,000
7.48 Ntharene Primary School	1,500,000	-	-	1,500,000	1,500,000	-
7.49 Rwarene Primary School	400,000	-	-	400,000	-	400,000
7.50 Rwonjpo primary School	900,000	-	900,000	1,800,000	900,000	900,000
7.51 St. Marks Mweru Primary School	-	500,000	600,000	1,100,000	1,100,000	-

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/BK) and AIA	Previous Years' Outstanding Disbursements			
7.52 Ucima Primary School	800,000	-	-	800,000	-	800,000
7.53Ukuu primary school	800,000	-	-	800,000	-	800,000
Total	27,850,000	500,000	16,300,000	44,650,000	24,800,000	19,850,000
8.0 Secondary Schools Projects						
8.01 Gaatia Day Secondary School	-	-	500,000	500,000	500,000	-
8.02 Gankodi Day Secondary School	-	-	600,000	600,000	600,000	-
8.03 Gikurune girls Secondary School	-	-	1,000,000	1,000,000	1,000,000	-
8.04 Igandene Day Secondary School	-	-	500,000	500,000	500,000	-
8.05 Kagwampungu Mixed Day Secondary School	-	-	500,000	500,000	500,000	-
8.06 Kairaa Day Secondary School	700,000	-	-	-	-	-
8.07 Kanyakine Boys Secondary School	-	-	500,000	500,000	500,000	-
8.08 Karoe Day Secondary School	500,000	-	-	500,000	-	500,000
8.09 Kathera Boys Secondary School	500,000	-	-	500,000	-	500,000
8.10 Kigarine Day Secondary School	1,000,000	-	-	1,000,000	-	1,000,000
8.11 Kithangari Boys Secondary	800,000	-	500,000	1,300,000	500,000	800,000
8.12 Kithangari Girls Secondary	500,000	-	500,000	1,000,000	500,000	500,000
8.13 Kithunguri Day Secondary School	-	-	400,000	400,000	400,000	-
8.14 Kothine Day Secondary School	500,000	-	1,000,000	1,500,000	1,000,000	500,000

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.15 Mbarine Day Secondary School	500,000	-	600,000	1,100,000	600,000	500,000
8.16 Miruriri Girls Secondary School	-	-	500,000	500,000	500,000	-
8.17 Mukaragatine Day Secondary	700,000	-	-	700,000	-	-
8.18 Multiokiama Secondary School	700,000	-	-	700,000	700,000	-
8.19 Mutunguru Day Secondary School	-	-	600,000	600,000	600,000	-
8.20 Mworoga Day School	1,000,000	-	-	1,000,000	-	1,000,000
8.21 Ndagene Boys Secondary School	800,000	-	-	800,000	-	800,000
8.22 Nkubu Day Secondary School	1,000,000	-	1,000,000	2,000,000	2,000,000	-
8.23 Nkumari Day Secondary School	1,000,000	-	700,000	1,700,000	700,000	1,000,000
8.24 Nyagene Girls Secondary School	-	-	500,000	500,000	500,000	-
8.25 Rurama secondary School	700,000	-	-	700,000	-	700,000
8.26 Rwompo Day Secondary School	300,000	-	-	300,000	-	300,000
8.27 St. Agnes Gaukune Secondary School	-	-	700,000	700,000	700,000	-
8.28 St. Joseph Gerrald Blessed Gaturi	500,000	-	-	500,000	-	500,000
8.29 St. Martins Ngongo Secondary School	500,000	-	-	500,000	-	500,000
8.30 St. Eugene Day secondary school	500,000	-	-	500,000	-	500,000
8.31 Ukuu High School	-	-	800,000	800,000	800,000	-
8.32 Upper Mikumbane Day Secondary School	300,000	-	-	300,000	-	300,000

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.33 Uruku Girls School	500,000	-	-	500,000	-	500,000
Sub Total	13,500,000	-	11,400,000	24,900,000	13,100,000	11,800,000
9.0 Tertiary institutions Projects						
9.01 Kanyakine College	-	-	1,850,000	1,850,000	1,850,000	-
9.02 Kanyakine College	-	-	500,000	500,000	500,000	-
Sub Total	-	-	2,350,000	2,350,000	2,350,000	-
10.0 Security Projects						
10.01 Abogeta west Assistant County Commissioner's office	600,000	-	-	600,000	600,000	-
10.02 Baititu Administration Police Line	300,000	-	-	300,000	-	300,000
10.03 Gakiiri chiefs office	500,000	-	-	500,000	-	500,000
10.04 Gakuri Assistance Chiefs office	500,000	-	-	500,000	-	500,000
10.05 Igandene Assistance Chiefs Office	-	-	500,000	500,000	500,000	-
10.06 Igoji Chiefs office	300,000	-	344,748	644,748	344,748	300,000
10.07 Igoji Departmental Offices	500,000	-	-	500,000	500,000	-
10.08 Igoji Departmental Offices	2,000,000	-	-	2,000,000	2,000,000	-
10.09 Igoji Police Station	713,658	-	1,000,000	1,713,658	1,713,658	-
10.10 Imenti South Deputy County Commissioners Residence	1,500,000	-	1,000,000	2,500,000	1,000,000	1,500,000
10.11 Irene AP Line	-	-	725,000	725,000	725,000	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/BK) and AIA	Previous Years' Outstanding Disbursements			
10.12 Kariene Assistance Chiefs office	300,000	-	-	300,000	-	300,000
10.13 Kathigu Assistance Chiefs office	300,000	-	-	300,000	-	300,000
10.14 Kaura Assistance chiefs office	500,000	-	-	500,000	-	500,000
10.15 Kaurone Assistance chiefs office	500,000	-	-	500,000	-	500,000
10.16 Kiamweri Assistance chiefs office	500,000	-	-	500,000	-	500,000
10.17 Kiangua Police Post	700,000	-	1,500,000	2,200,000	1,500,000	700,000
10.18 Kianjogu Chiefs Office	-	-	400,000	400,000	400,000	-
10.19 Kinoro Police Station	1,800,000	-	-	1,800,000	1,800,000	-
10.20 Kiroone Chiefs Camp	-	-	300,000	300,000	300,000	-
10.21 Kothine Chiefs office	500,000	-	500,000	1,000,000	500,000	500,000
10.21 Mbeti police post	500,000	-	-	500,000	-	500,000
10.22 Miruriri Administration Police Line	400,000	-	-	400,000	-	400,000
10.23 Mitunguu Police Station	-	-	500,000	500,000	500,000	-
10.24 Muchogomo Assistance Chiefs office	300,000	-	-	300,000	-	300,000
10.25 Muguru Assistance Chiefs Office	-	-	500,000	500,000	500,000	-
10.26 Mutunguru Administration Police Line	800,000	-	-	800,000	-	800,000
10.27 Nkache Chiefs Office	-	-	400,000	400,000	400,000	-
10.28 Nkabu Administration Police Line	600,000	-	-	600,000	-	600,000

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

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
10.29 Nkubu Law Courts	700,000	-	-	700,000	-	700,000
10.30 Nkubu Police Station	-	-	500,000	500,000	500,000	-
10.31 Nkuene Departmental Offices	-	-	2,000,000	2,000,000	-	2,000,000
10.32 Niemwene Assistance Chiefs office	500,000	-	-	500,000	500,000	-
10.33 Ukuu chiefs office	600,000	-	500,000	1,100,000	500,000	600,000
10.34 Urukuru police post	300,000	-	-	300,000	-	300,000
10.35 Yururu Assistance chiefs	600,000	-	-	600,000	600,000	-
Sub Total	17,313,658	-	10,669,748	27,983,406	15,383,406	12,600,000
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)	-	-	-	-	-	-
11.2 Construction of CDF office	600,000	-	-	600,000	-	600,000
11.3 Purchase of furniture and equipment	90,000	-	-	90,000	-	90,000
11.4 Purchase of computers	110,000	-	-	110,000	-	110,000
11.5 Purchase of land	-	-	-	-	-	-
Sub Total	800,000	-	-	800,000	-	800,000
12.0 Others						
12.01 Chure Social Hall	-	-	500,000	500,000	500,000	-
12.02 Giuti Resource Centre	2,500,000	-	1,000,000	3,500,000	3,500,000	-
12.03 Kathera ICT Centre	-	-	-	-	-	-

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	2,000,000		2,000,000	4,000,000	4,000,000	-
12.04 Kinoro Resource Centre	-	-	2,100,000	2,100,000	2,100,000	-
12.05 Kionyo Resource Centre	-	-	5,000,000	5,000,000	-	5,000,000
12.06 Mikumbune National Library	1,000,000	-	1,000,000	2,000,000	2,000,000	-
12.07 Mitunguu ICT	2,500,000	-	2,000,000	4,500,000	2,000,000	2,500,000
12.08 Nkumbo Resource Centre	500,000	-	1,500,000	2,000,000	1,500,000	500,000
12.09 Upper Kithangari Resource Centre	600,000	-	2,100,000	2,700,000	2,700,000	-
12.10 Uruku ICT center	-	-	400,000	400,000	400,000	-
Sub Total	9,100,000	-	17,600,000	26,700,000	18,700,000	8,000,000
13.0 Funds pending approval**						
Roads						
13.1 Mitunguu - Mbeji Road	3,000,000	-	-	3,000,000	-	3,000,000
13.2 Keeria - Karia- Kiangua Road	3,500,000	-	-	3,500,000	-	3,500,000
13.3 Kanyakine Mitunguu Road	3,000,000	-	-	3,000,000	-	3,000,000
14.0 Unallocated A-i-A	-	6,000	-	6,000	-	6,000
Sub Total	9,500,000	6,000	-	9,506,000	-	9,506,000
Total	137,088,879	5,914,444	73,467,724	216,471,047	136,201,160	80,269,887

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

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

XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2021 for the period 1st July 2021 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

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

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
NGCDF Board		
B104506	22,000,000	-
B104676	26,000,000	-
B104575	3,300,000	-
B104554	500,000	-
A 823724	17,751,058	-
Recalled Funds Ithitwe Dispensary	300,000	-
B 104 879	3,616,666	-
B124664	9,000,000	-
B119646	10,000,000	-
B128278	6,900,000	-
B128035	15,000,000	-
B132038	6,000,000	-
B126001	15,000,000	-
B126923	6,000,000	-
B105088	10,000,000	-
B132352	6,000,000	-
B140732	15,000,000	-
BO47223	-	43,799,839
BO47342	-	6,441,036
BO41209	-	4,000,000
BO47652	-	20,000,000
BO49175	-	9,000,000
B104096	-	17,000,000
B104479	-	18,000,000
BO41426	-	1,500,000.00
	-	43,799,839
TOTAL	172,367,724	119,740,875

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

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Total	-	-

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	6,000	98,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
	-	-
Total	6,000	98,000

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,261,170	2,623,791
Personal allowances paid as part of salary	-	-
House Allowance	275,200	-
Transport Allowance	322,000	-
Leave allowance	-	-
Gratuity to contractual employees	-	987,648
Employer Contributions Compulsory national social security schemes	17,200	14,200
		-
Total	2,875,570	3,625,639
		-

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	5,188,720	5,132,900
Utilities, supplies and services	37,850	59,317
Communication, supplies and services	164,538	82,510
Domestic travel and subsistence	343,682	476,200
Printing, advertising and information supplies & services	443,780	670,200
Rentals of produced assets	-	-
Training expenses	2,325,381	92,000
Hospitality supplies and services	132,330	226,822
Other committee expenses	223,623	214,080
Committee allowance	-	-
Insurance costs	190,131	177,294
Specialized materials and services	-	-
Office and general supplies and services	60,687	72,880
Other operating expenses	9,719	77,380
Routine maintenance – vehicles and other transport equipment	689,962	384,620
Routine maintenance – other assets	24,750	179,090
Fuel	898,148	790,000
Total	10,733,301	8,635,293

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	24,800,000	24,500,000
Transfers to secondary schools (see attached list)	13,100,000	14,966,349
Transfers to tertiary institutions (see attached list)	2,350,000	4,650,000
TOTAL	40,250,000	44,116,349

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	19,347,824	18,397,927
Bursary – tertiary institutions (see attached list)	11,778,300	18,103,519
Bursary – special schools (see attached list)	-	-
Mock & CAT/Revision Books (see attached list)	3,341,931	-
Social Security programmes (NHIF)		-
Security projects (see attached list)	15,383,406	13,500,000
Sports projects (see attached list)	2,743,737	2,747,354
Environment projects (see attached list)	5,491,092	2,180,818
Emergency projects (see attached list)	5,556,000	8,080,000
Others(social/youth empowerment centres)	18,700,000	4,500,000
Total	82,342,290	67,509,618

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

2020-2021	2019-2020	2020-2021	2019-2020
Kshs	Kshs	Kshs	Kshs
Purchase of Buildings		-	-
Construction of Buildings		-	-
Refurbishment of Buildings		-	-
Purchase of Vehicles and Other Transport Equipment		-	-
Overhaul of Vehicles and Other Transport Equipment		-	-
Purchase of Household Furniture and Institutional Equipment		-	-
Purchase of Office Furniture and General Equipment		-	-
Purchase of ICT Equipment, Software and Other ICT Assets		-	119,480
Purchase of Specialized Plant, Equipment and Machinery		-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.		-	-
Acquisition of Land		-	-
Acquisition of Intangible Assets		-	-
Total		-	119,480

9. OTHER PAYMENTS

2020-2021	2019-2020	2020-2021	2019-2020
Kshs	Kshs	Kshs	Kshs
Strategic plan		-	1,781,412
ICT Hub		-	-
		-	1,781,412

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

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

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>Cooperative Bank of Kenya , Account No. 01120020073300</i>	43,470,227	5,908,444
Total	43,470,227	5,908,444
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

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

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>
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
Total				-

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

12A. RETENTION

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

[Provide short appropriate explanations as necessary.]

12B. GRATUITY

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

[Provide short appropriate explanations as necessary]

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

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	5,908,444	11,574,810
Cash in hand	-	-
Imprest	-	-
Total	5,908,444	11,574,810

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others- Prior years Bursary stale cheques reversed in current year	282,550	1,389,219	1,671,769.00
TOTAL	282,550	1,389,219	1,671,769.00

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

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	4,665,550	5,106,600
Imprest surrendered during the Year (C)	4,665,550	5,106,600
closing accounts in account receivables D= A+B-C	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2021	2019- 2020
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

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

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	272,460	
Others (<i>gratuity</i>)	800,767	231,682
	1,073,227	231,682

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	3,514,368	1,726,777
Use of goods and services	1,487,095	4,847,665
Amounts due to other Government entities (see attached list)	31,650,000	30,250,000
Amounts due to other grants and other transfers (see attached list)	33,312,423	41,870,655
Acquisition of assets	800,000	520
Others (<i>specify</i>)		282,550
Unallocated A-i -A	6,000	98,000
Funds pending approval	9,500,000	
	80,269,887	79,076,168

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	24,217,495	18,261,941
	24,217,495	18,261,941

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1. Stephen Mwenda Mbae	Clerk of Works	01.02.2020	189,182	June 2021 salary & gratuity
2. Josef Majau Kiugu	Accounts Assistant	01.02.2020	134,619	June 2021 salary & gratuity
3. Idah Gaceri Kaaria	Records Management Officer	01.02.2020	156,366	June 2021 salary & gratuity
4. Eneidy Mukami Kaburu	Clerical Officer I	01.02.2020	139,614	June 2021 salary & gratuity
5. Jackhim Gitonga Manene	Driver	01.02.2020	139,614	June 2021 salary & gratuity
6. Stella Kanana	Clerical Officer II	01.02.2020	90,984	June 2021 salary & gratuity
7. Elosy Mwendwa	Office Assistant	01.04.2020	84,471	June 2021 salary & gratuity
8. Jackim Muthomi	Communication Officer	01.09.2020	106,505	
Deductions Month of June 2021			31,672	Deductions Month of June 2021
Grand Total			1,073,027	

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

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		3,514,368	1,726,777	
Capacity building		992,005		
Use of goods and services		495,090		
Use of goods & services		1,487,095	4,847,665.11	
Emergency		2,554,448	957,235	
Bursary and Social Security				
Tertiary Institutions		7,479,974	4,312,021	
Social Security		1,998,000	2,698,000	
Special Needs		680,000		
Secondary			2,886,297	
		10,157,974	9,896,318	
Security Projects				
Abogeta west Assistant County Commissioner's office				

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

Baitigitu Administration Police Line		300,000		
Gakiiri chiefs office		500,000		
Gakuri Assistance Chiefs office		500,000		
Igoji Chiefs office		300,000		
Imenti South Deputy County Commissioners Residence		1,500,000		
Kariene Assistance Chiefs office		300,000		
Kathigu Assistance Chiefs office		300,000		
Kaura Assistance chiefs office		500,000		
Kaurone Assistance chiefs office		500,000		
Kiamweri Assistance chiefs office		500,000		
Kiangua Police Post		700,000		
Kothine Chiefs office		500,000		
Mbeti police post		500,000		
Miruriiri Administration Police Line		400,000		
Muchogomo Assistance Chiefs office		300,000		

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

Mutunguru Administration Police Line		800,000		
Nkubu Administration Police Line		600,000		
Nkubu Law Courts		700,000		
Nkuene Departmental Offices		2,000,000		
Ukuu chiefs office		600,000		
Uruku police post		300,000		
Total		12,600,000	10,669,748	
others				
Mikumbune National Library		5,000,000		
Nkumbo Resource Centre		2,500,000		
Upper Kithangari Resource Centre		500,000		
		8,000,000		
Environment			2,747,335	
Others-Social			17,600,000	
Amounts due to other grants and other transfers		34,799,517	41,870,655	

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

Acquisition of assets					
Motor Vehicles					
Construction of CDF office		600,000			
Purchase of furniture and equipment		90,000			
Purchase of computers		110,000			
Acquisition of assets		800,000	520		
Primary Schools Projects					
Baitigitu Primary School		500,000			
Gaatia Primary School		500,000			
Gaceero primary School		500,000			
Gakuuni Primary School		650,000			
Gaturi Primary School		500,000			
Gitara primary School		400,000			
Kagwampungu primary school		400,000			

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

Kairaa Primary School		700,000		
Karegi Primary School		700,000		
Kiandungu Boarding Primary School		500,000		
Kinoro Primary School		700,000		
Kiringa Primary School		300,000		
Kiroone Primary School		500,000		
Kithaene Primary School		600,000		
Kithunguri Primary school		700,000		
Machegene Primary School		700,000		
Maraa Primary School		400,000		
Muguru Primary school		700,000		
Muriru Primary School		700,000		
Mutiokiana primary School		2,000,000		
Muungu Primary School		500,000		
Mworoga Primary School		800,000		

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

Ndamene Primary School		700,000		
Njerune Primary School		300,000		
Nkubu Primary School		500,000		
Nkumari primary school		900,000		
Nkuriga Primary School		600,000		
Rwarene Primary School		400,000		
Rwompo primary School		900,000		
Ucima Primary School		800,000		
Ukuu primary school		800,000		
Total		19,850,000	16,400,000	
Secondary Schools Projects				
Kairaa Day Secondary School		700,000		
Karoe Day Secondary School		500,000		
Kathera Boys Secondary School		500,000		
Kigarine Day Secondary School		1,000,000		

YOUTH IMENTI CONSTITUENCY
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

Kithangari Boys Secondary		800,000		
Kithangari Girls Secondary		500,000		
Kothine Day Secondary School		500,000		
Mbaine Day Secondary School		500,000		
Mukaragathine Day Secondary		700,000		
Mworoga Day School		1,000,000		
Ndagene Boys Secondary School		800,000		
Nkumari Day Secondary School		1,000,000		
Rurama secondary School		700,000		
Rwompo Day Secondary School		300,000		
St. Joseph Gerrald Blessed Gaturi		500,000		
St. Martins Ngonzo Secondary School		500,000		
St.Eugene Day secondary school		500,000		
Upper Milkumbune Day Secondary School		300,000		
Uruku Girls School		500,000		

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

Sub-Total		11,800,000	11,500,000	
Tertiary Education			2,350,000	
Amounts due to other Government entities		31,650,000	30,250,000	
Others (specify)			282,550	
unallocated A-i-A		6,000	98,000	
Sub-Total		6,000	98,000	
Funds pending approval				
Roads				
Mitunguu - Mbeti Road		3,000,000		
Keeria - Karia - Kiangua Road		3,500,000		
Kanyakine Mitunguu Road		3,000,000		
		9,500,000		
Grand Total		80,269,887	79,076,168	

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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land				
Buildings and structures	6,327,547			6,327,547
Transport equipment	11,371,750			11,371,750
Office equipment, furniture and fittings	401,274			401,274
ICT Equipment, Software and Other ICT Assets	540,301			540,301
Other Machinery and Equipment	289,650			289,650
Heritage and cultural assets	-			-
Total	18,930,522			18,930,522

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

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

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/21
1	Abogeta west assistance county comm off	01141207919100	Cooperative Bank of Kenya	11.08.2021	-
2	Baitigitu ap line	01141206810700	Cooperative Bank of Kenya	18.02.2016	607.50
3	Baitigitu Primary School	01141020643000	Cooperative Bank of Kenya	05.06.2017	515,415.00
4	Chure Social Hall	01141206476900	Cooperative Bank of Kenya	29.05.2014	35,158.00
5	Imenti south dc residence	01141205828700	Cooperative Bank of Kenya	30.06.2011	134,597.00
6	Gaatia Primary School	01134205389100	Cooperative Bank of Kenya	02.12.2009	500,572.50
7	Gaceero primary school	01141206822100	Cooperative Bank of Kenya	02.02.2016	502,767.00
8	Gakiiri Primary School	01141206682800	Cooperative Bank of Kenya	25.05.2015	1,322.50
9	Igandene Secondary School	01134205589200	Cooperative Bank of Kenya	04.10.2010	506,794.00
10	Igoji Departmental offices	01134205826500	Cooperative Bank of Kenya	21.06.2011	1,202.60
11	Igoji West DO's Office	01134205476800	Cooperative Bank of Kenya	22.04.2010	1,094.00
12	Iriene Primary School	01141206594300	Cooperative Bank of Kenya	24.10.2014	1,135.50
13	Ithinbari primary school	01141206850000	Cooperative Bank of Kenya	18.03.2016	353,035.00
14	Ithitwe primary school	01141206834600	Cooperative Bank of Kenya	18.02.2016	61,722.50
15	Kagumone Primary School	01141206821200	Cooperative Bank of Kenya	01.02.2016	606,361.50
16	Kairaa day secondary school	01139023221400	Cooperative Bank of Kenya	17.10.2009	1,000.00
17	Kairaa Primary School	01141207404100	Cooperative Bank of Kenya	26.06.2018	2,025.00
18	Kanthathatu Primary School	01141206600500	Cooperative Bank of Kenya	08.11.2014	303,377.50
19	Kanyakine College	01139205481200	Cooperative Bank of Kenya	18.03.2011	499,043.90
20	Kanyakine Hq offices	01134022309300	Cooperative Bank of Kenya	05.03.2010	4,845.60
21	Karegi Primary School	01141206678700	Cooperative Bank of Kenya	15.05.2015	362.50
22	Kariene Assistance chiefs office	01141206952300	Cooperative Bank of Kenya	21.07.2016	282.50
23	Kathanthatu secondary school	01134205344100	Cooperative Bank of Kenya	16.11.2009	6,717.50
24	Kathera girls secondary school	'01141206819900	Cooperative Bank of Kenya	01.02.2016	3,685.50

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

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/21
25	Kaura Primary School	01141206450100	Cooperative Bank of Kenya	25.04.2014	613,713.40
26	Keria police post	01141572823600	Cooperative Bank of Kenya	17.02.2014	762.50
27	Kiandungu Boarding Primary School	01141206654301	Cooperative Bank of Kenya	01.04.2015	253,042.50
28	Kiangua Primary School	01141206829200	Cooperative Bank of Kenya	11.02.2016	2,172.50
29	Kigane Primary School	01141206679900	Cooperative Bank of Kenya	20.05.2015	604,172.50
30	Kigarine day secondary school	01141206602900	Cooperative Bank of Kenya	12.11.2014	725.50
31	Kiithe public boarding school	01141206591300	Cooperative Bank of Kenya	21.10.2014	9,662.50
32	Kinoro Police Post	01141206656000	Cooperative Bank of Kenya	04.04.2015	1,115.00
33	Kinoro Resource Centre	01141207510601	Cooperative Bank of Kenya	22.01.2019	4,200.40
34	Kionyo primary school	01139205849100	Cooperative Bank of Kenya	29.07.2011	252.50
35	Kirendene chiefs office	01141206194600	Cooperative Bank of Kenya	25.04.2013	760.00
36	Kireru primary school	01141206465100	Cooperative Bank of Kenya	30.04.2014	7,532.50
37	Kiroone Primary School	01141206953900	Cooperative Bank of Kenya	23.07.2016	26.50
38	Kithangari boys secondary school	01139205206200	Cooperative Bank of Kenya	06.10.2009	46,972.00
39	Kithangari girls secondary school	01141206691500	Cooperative Bank of Kenya	09.06.2015	10,800.00
40	Kiune Day Secondary School	01139205183201	Cooperative Bank of Kenya	13.10.2009	1,165.00
41	Kiune primary school	01141206991600	Cooperative Bank of Kenya	26.09.2016	987.20
42	Kothine day secondary school	01141205324500	Cooperative Bank of Kenya	14.06.2012	998,955.00
43	Lower Chure Primary School	01141206790000	Cooperative Bank of Kenya	24.11.2015	2,200,226.50
44	Machegene Primary School	01141206684400	Cooperative Bank of Kenya	27.05.2015	412.50
45	Mamuru Primary School	01141206593900	Cooperative Bank of Kenya	24.10.2014	298.50
46	Maraa Police Station	01141207403400	Cooperative Bank of Kenya	27.06.2018	82,061.00
47	Maraa Primary School	01141206683300	Cooperative Bank of Kenya	26.05.2015	391,387.50
48	Marimba Police Post	01141206952200	Cooperative Bank of Kenya	22.07.2016	376.50
49	Marimba Primary School	01141206793200	Cooperative Bank of Kenya	30.11.2015	1,333.50

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

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/21
50	Mbaine Secondary School	01134205400200	Cooperative Bank of Kenya	22.12.2009	742.00
51	Mbeti police post	01141206658200	Cooperative Bank of Kenya	07.04.2015	20,720.00
52	Mikumbune primary school	01141206725100	Cooperative Bank of Kenya	18.08.2015	133,278.50
53	Miruriiri primary school	01141207000300	Cooperative Bank of Kenya	12.10.2016	225.00
54	Mitunguu police station	01141206042100	Cooperative Bank of Kenya	08.06.2012	1,100.00
55	Mugai Hill Day Secondary School	01134205382600	Cooperative Bank of Kenya	19.11.2009	4,510.00
56	Muguru Asst. Chiefs' Office	01141206952500	Cooperative Bank of Kenya	21.07.2016	13,377.50
57	Mukaragatine Day Secondary School	01134205491800	Cooperative Bank of Kenya	17.08.2010	163.50
58	muriru primary school	01141206820300	Cooperative Bank of Kenya	29.01.2016	722.50
59	mutunguru primary school	01141206833500	Cooperative Bank of Kenya	18.02.2016	1,162.50
60	Mworoga Primary School	01141206688900	Cooperative Bank of Kenya	05.06.2015	2,657.50
61	Ngongo Primary School	01141206689100	Cooperative Bank of Kenya	05.06.2015	1,042.50
62	Njerune Primary School	01141206684100	Cooperative Bank of Kenya	27.05.2015	732.50
63	Njogune Primary School	01141206468400	Cooperative Bank of Kenya	06.05.2014	1,108.50
64	Nkubu day secondary school	01134205202000	Cooperative Bank of Kenya	02.06.2009	2,012,850.00
65	Nkugwe primary school	01141206684000	Cooperative Bank of Kenya	27.05.2015	2,982.50
66	Nkumbo Resource Centre	01134572711200	Cooperative Bank of Kenya	20.01.2016	12,767.45
67	Nkuriga Primary School	01141206686600	Cooperative Bank of Kenya	29.05.2015	632.50
68	Nyagene Girls Secondary School	01134205305300	Cooperative Bank of Kenya	27.08.2009	1,620.05
69	South imenti environmental CBO	01134206780900	Cooperative Bank of Kenya	06.11.2015	11,685.25
70	South imenti sports	01141206692600	Cooperative Bank of Kenya	11.06.2015	162.35
71	Ucima Primary School	01141206681600	Cooperative Bank of Kenya	22.05.2015	707,717.50
72	Upper Kithangari Resource Centre	01141207570700	Cooperative Bank of Kenya	16.01.2010	761,246.00
73	Yururu Chiefs' Office	01141207506100	Cooperative Bank of Kenya	16.01.2019	1,125.00
74	Yururu Day Secondary School	01134205232400	Cooperative Bank of Kenya	27.07.2009	3,507.00

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

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/21
75	Yururu Girls' Boarding Primary School	01141205924900	Cooperative Bank of Kenya	20.09.2011	4,680.00
76	Nyombayathi Primary School	01141206680400	Cooperative Bank of Kenya	21.05.2015	121,180.50
77	Gaatia Day Secondary School	01134205379200	Cooperative Bank of Kenya	23.11.2009	21,756.00
78	Gankodi Day Secondary School	01134205238100	Cooperative Bank of Kenya	03.07.2009	93.00
79	Gikurune Girls Secondary School	01134205201000	Cooperative Bank of Kenya	29.05.2009	72,656.00
80	Igandene Day Secondary School	01141207471500	Cooperative Bank of Kenya	01.10.2018	27,158.70
81	Igoji police station	01141207433400	Cooperative Bank of Kenya	19.07.2018	247,123.90
82	Kagwampungu Mixed Day Secondary School	01139205287600	Cooperative Bank of Kenya	06.08.2009	1,302.00
83	Karoe Primary School	01141206822500	Cooperative Bank of Kenya	02.02.2016	4,072.50
84	Kiangua Police Post	01141207488400	Cooperative Bank of Kenya	25.10.2018	994.00
85	Kianjogu Chiefs Office	01134205812600	Cooperative Bank of Kenya	25.05.2011	375.00
86	Kinoro Primary School	01139206266000	Cooperative Bank of Kenya	07.04.2014	2,832.50
87	Kiroone Chiefs Office	01141205829900	Cooperative Bank of Kenya	30.06.2011	1,005.00
88	Kithunguri Primary School	01141206460600	Cooperative Bank of Kenya	23.04.2014	403,322.50
89	St. Marks Mweru Primary School	01141207304600	Cooperative Bank of Kenya	13.03.2018	1,101,350.00
90	Kagaru primary school	062000016758	Family Bank	16.10.2014	196.00
91	Kathigu assistance chief	06200020666	Family Bank	23.02.2016	289.00
92	Kiangua secondary school	062000002667	Family Bank	20.11.2010	35,573.20
93	Muungu primary school	062000018286	Family Bank	11.06.2015	226.00
94	Ntemwene cheifs office	062000025819	Family Bank	15.06.2019	493,829.72
95	Ukuu primary school	0000017219	Family Bank	26.01.2015	13.19
96	Kirogine Primary School	062000018128	Family Bank	15.05.2015	260.00
97	Nkubu Primary School	062000017993	Family Bank	05.05.2015	46.96
98	Gakaga Culverts	062000024837	Family Bank	26.09.2018	294.00
99	Kinyuru Culverts	062000024827	Family Bank	21.09.2018	262.84

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

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/21
100	Ngagara Culverts	062000025273	Family Bank	29.01.2019	7.38
101	Rai Culvert	062000024826	Family Bank	21.09.2018	148.34
102	Gitara primary school	0370261814395	Equity Bank	19.12.2013	689.00
103	Giumpu Primary School	0370264180003	Equity Bank	16.05.2015	300,807.30
104	Giuti resource centre	0370279056469	Equity Bank	19.07.2019	1,799,256.00
105	igoji chiefs camp	0370279431030	Equity Bank	27.11.2019	357.55
106	igoki boys secondary school	0370295165322	Equity Bank	08.04.2008	200.00
107	Iriene AP Line	0370293075812	Equity Bank	22.10.2008	397,038.00
108	kathera primary school	0370264749724	Equity Bank	20.08.2015	706.95
109	kianjogu day secondary school	0370264241907	Equity bank	29.05.2015	1,555.00
110	Kiringa Primary School	0370264224456	Equity Bank	26.05.2015	3,671.00
111	Kithakanaro Day Secondary School	0370293892076	Equity Bank	08.09.2009	1,003.00
112	Kithatu Primary School	0370264175024	Equity Bank	15.05.2015	853.95
113	Kithunguri Day Secondary School	0370299351523	Equity Bank	16.06.2012	391,020.00
114	Kothine Chiefs' Office	0370295212583	Equity Bank	22.04.2010	657.00
115	Machikine Girls Secondary School	0370293934318	Equity Bank	19.05.2009	7,677.50
116	Mbeti Primary School	0370299790032	Equity Bank	09.10.2012	491.65
117	Miruriiri Boys Secondary School	0370262307554	Equity Bank	12.04.2014	1,565.20
118	Murembu day secondary school	0370292974102	Equity Bank	26.09.2008	146.00
119	Mweru Day Secondary School	0370294193551	Equity Bank	23.07.2009	30.00
120	Mworoga day secondary school	0370292972242	Equity Bank	25.09.2008	1,634.85
121	Ndamene Primary School	0370264230455	Equity Bank	27.05.2015	3,699.60
122	Nkubu High School	0372293293765	Equity Bank	16.12.2008	815.60
123	Nkumari Day Secondary School	0370293995420	Equity Bank	05.06.2009	11,546.35
124	Rurama day secondary school	0370296236673	Equity Bank	26.08.2010	124.75

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

NO.	PMC NAME	ACCOUNT NUMBER	BANK	DATE A/C OPENED	BALANCE AS AT 30/6/21
125	Upper Mikumbune Day Secondary School	0370292968324	Equity Bank	25.09.2008	1,225.15
126	Uruku girls secondary school	0370293229098	Equity bank	27.11.2008	120,427.00
127	Wesley Boarding Primary School	0370292946528	Equity Bank	19.09.2008	3.00
128	Nkachie Chiefs office	0370292960102	Equity Bank	23.09.2008	420.00
129	Mutiokiana secondary school	0370265071396	Equity bank	29.09.2015	42,945.00
130	Ndagene boys secondary	0370298042943	Equity Bank	27.09.2011	1,330.00
131	St. Agnes gaukune secondary school	0370294075945	Equity bank	27.06.2009	704,030.00
132	Ukuu chiefs office	0370269131557	Equity bank	27.07.2016	115.00
133	Ntharene Primary School	0370269131557	Equity bank	04.11.2013	1,744,026.00
134	Rwompo primary school	0370264225195	Equity bank	26.05.2015	2,042.00
135	Igandene Assistance chiefs office	00370264420945	Equity bank	01.07.2015	617.70
136	Kanyakine Boys Secondary School	0370292976403	Equity bank	26.09.2008	500,000.00
137	Kaurone Primary School	0370264230467	Equity bank	27.05.2015	1,405,465.00
138	Kithakanaro Primary School	370266756593	Equity bank	09.02.2016	835.00
139	Mikumbune National Library	0370264731568	Equity bank	18.08.2015	48,783.45
140	Miruriiri Girls Secondary School	0370262408227	Equity bank	13.05.2014	825.00
141	Mutunguru Day Secondary School	0370292714544	Equity bank	30.07.2008	1,543.00
142	Mitunguu Ict Centre	01030030000611	Sidian Bank	13.03.2021	1,190,561.00
143	Nkubu PoliceStation	01030030000491	Sidian Bank	12.01.2021	15.00
144	Kathera ICT Centre	01030030000501	Sidian Bank	18.01.2021	11,616.00
	Total				24,217,494.98

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

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)
1.0	Project management committee (PMC)	The bank statements in question were provided during the audit and there were no issues raised at the time. Enclosed find the copies of the bank statements as per Annex 5 of the financial statements. (see Annex 2.1) Section 15 (1) of the National Government Constituencies Development Fund Regulation 2016 provides that Project Management Committee in a constituency in accordance of Section 36 of the Act shall :- (b) Maintain proper records of all minutes, accounting documents and other records in relation to project being implemented. (d) Prepare returns and file them with the constituency committee on timely basis. (e) Account for funds to a constituency committee	Fund Manager	unresolved	31.12.2021
		It is the responsibility of the PMC to ensure that all books of accounts are well maintained however, most of the committees lack the basic accounting knowledge to do the same even after taking them			

14th Inment Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

		numerous trainings on basic of book keeping d. See extract of the NG CDF Regulations 2016.			
2.0	Transfer to Primary Schools incomplete Projects	The KeRRA Constituency Roads Officer whom we engaged during implementation had given a report on excavation earth works cost which exceeded the estimated cost hence pending some activities that were left in complete. Enclosed find the analysis from the KeRRA engineer and constituency clerk of works. The National Government Constituency Development Fund committee has taken up the issue and they intend to complete the remaining works	Fund Manager	unresolved	31.12.2021
3.1	Bursaries	The Committee is committed to collect the non-acknowledged receipts which are yet to be received once received they will be availed in your office. On issue of non-vetting the committee held a meeting on 28 th January 2019 and resolved to sensitize the subcommittee members awarding on importance of vetting all the forms and ensuring they are all signed with comments by the chairman and the secretary of the location	Fund Manager	unresolved	31.12.2021
3.2	Irregular Security project	The committee has committed to fund the project to completion by 30 th June 2020 as per the minutes of 18th December 2018 forwarded to the NG CDF Board also enclosed is the copy of the project appraisal prepared in Month of March 2015.	Fund Manager	unresolved	31.12.2021
3.3	Poorly done Emergency	The constituency roads officer from KeRRA had prepared the estimates for the two bridges as		unresolved	31.12.2021

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

Projects	attached The supporting documents that had not been availed have since been provided	Fund Manager		
3.4 Unsupported Expenditure – Supply of Seedling	The tenders were advertised and a copy provided for audit purposes		unresolved	31.12.2021
3.5 Construction of a social hall – Abogata West ward	The work that was awarded to the contractor has all been certified as per the attached interim certificates attached, the pit latrine of Kshs 300,000.00 was floated quotations and the expenditure returns have been remitted. The other balance is has paid put the administrative expenses	Fund Manager	unresolved	31.12.2021
4.0 Stolen Assets	On perusal of the handover report, I wish to bring to your attention that the stolen items were reported to police stations as follows Sony 21' inch flat screen was reported stolen on OB No. 11/28/8/10 in Nkubu Police station and Motor Cycle Yamaha registration no.GKA 832N was reported via AOB no. 63/29/10/07 in Meru Police station. These are issues that were not followed by the committee that was sitting in CDF then since it appears they were stolen in year 2010 and 2007 respectively and the hand over was done in June 2013. They are not yet closed; the committee will seek guidance from the NG CDF Board regarding the same. (Annex 9.0)	Fund Manager	unresolved	31.12.2021
Budget Control and Performance				
1.1 Receipts Analysis	NG CDF Board operating procedures requires that a constituency must utilize the funds available to a		unresolved	31.12.2021

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

		below minimum of Kshs. 10,000,000.00 to qualify for further funding, South Imeni constituency experienced slow absorption of funds due to bulky bursary cheques that were dispatched in April 2018 and at the closure of the year they had not been presented.	Fund Manager		
1.2	Expenditure Analysis	Delayed funding from the NG CDF Board resulted to underutilization.	Fund Manager	unresolved	31.12.2021
2.0	Projects Implemented Status	Delayed funding from the NG CDF Board resulted to underutilization.	Fund Manager	unresolved	31.12.2021
3.0	Progress on follow up of auditors recommendation	The issues that are not resolved that were touching on slow implementation of projects will be resolved once the projects are completed, Igoji Departmental offices has so far received two allocations in Year 2017/2018 of Kshs 10,500,000.00 and Kshs 4,000,000.00 and will be allocated further Kshs 3,500,00.00 in financial year 2019/2010 as per the NG CDFC commitment to the Board so as to complete the project and hand it over to the Ministry of Interior and Coordination of National Government copy of the , The DC residence is receiving Kshs 1,000,000.00 to complete the project, Igoji ICT hub is still not resolved because the internet is usually on and off and the Ministry of ICT has not taken up the project to roll out the Ajira programme therefore remains unresolved.	Fund Manager	unresolved	31.12.2021

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

Report on Lawfulness of Internal Control, Risk Management and Governance			
Stalled Project - Mikumbune Library	At the time of audit the contractor was on site working on ground floor tiling, plastering of ground floor and conduiting, the project therefore has not stalled. See the attached interim certificate that paid the contractor.	Fund Manager	unresolved 31.12.2021



Fund Account Manager
Name: Leah Wairimu Njoroge



**National Sub-County
Accountant**
Name: Joseph Karanja
ICPAK M/No:26585



Chairman NG-CDF Committee
Name: Nahason Kiruki



THE NATIONAL SUB-COUNTY
ACCOUNTANT
IMENTI SOUTH

