


REPUBLIC OF KENYA



*Enhancing Accountability*

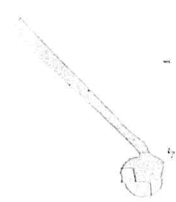
 <b>THE NATIONAL ASSEMBLY</b> PAPER NO. 10	
<b>REPORT</b>	<b>DATE</b> 21 OCT 2021
<b>DAY</b> Thursday	
<b>TABLED BY:</b>	LoMP.
<b>OFFICER AT THE TABLE:</b>	Mr Maira Warijoku

**THE AUDITOR-GENERAL**

**ON**

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

**FOR THE YEAR ENDED  
30 JUNE, 2019**





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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND  
MUMIAS WEST CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2019**

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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF)**

**MUMIAS WEST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

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**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

**Mandate**

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

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

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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

**Core Values**

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

**(b) Key Management**

The NG CDF Mumias West day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NG CDFB)
- ii. National Government Constituency Development Fund Committee (NG CDFC)

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2019 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	Winston Lihanda
2.	Sub-County Accountant	Caroline Njeru
3.	Chairperson NGCDFC	Iddi Abbas
4.	Member NGCDFC	Hawa Mumia

**(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NG CDF Board provide overall fiduciary oversight on the activities of NG CDF - Mumias West Constituency. The reports and recommendation of ARMC when adopted by the NG CDF 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) NG CDF Mumias West Constituency Headquarters**

Mumias West NG CDF Office Building  
P. O. Box 1087 - 50102  
Mumias - Bungoma Road  
Kakamega, Kenya

**(f) NG CDF Mumias West Constituency Contacts**

Telephone: (254) 0 787 883 580  
E-mail: [cdfmumiaswest@ngcdf.go.ke](mailto:cdfmumiaswest@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(g) NG CDF Mumias West Constituency Bankers**

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

**(h) Independent Auditors**

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

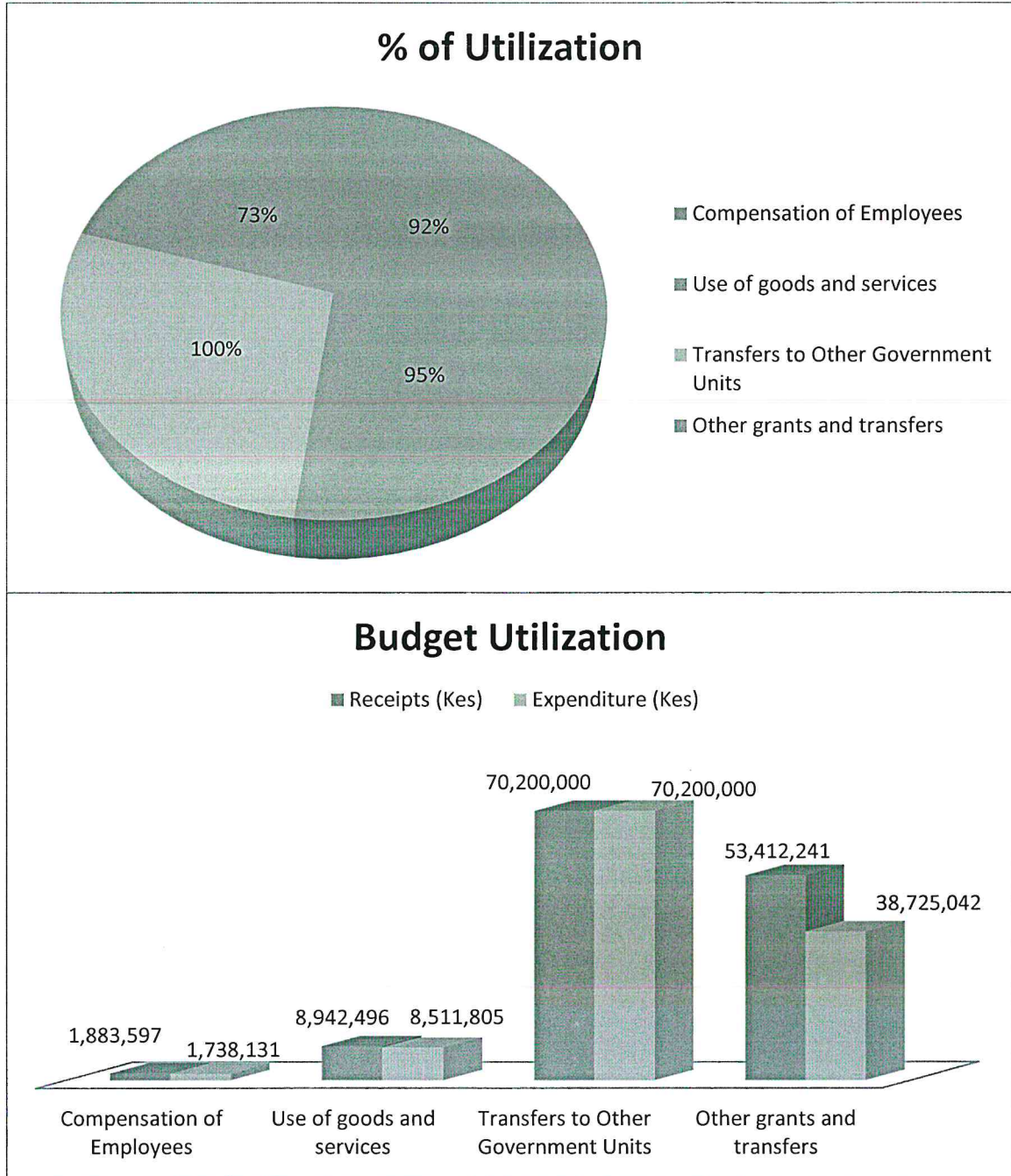
**(i) Principal Legal Adviser**

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

**II. FORWARD BY THE CHAIRMAN NG CDF COMMITTEE**

**Budget Performance**

The budget performance against the actual amounts achieved an average of 89 % utilization for the economic classification and programmes represented as follows:





**Bursary**

The fund was able to sponsor 2,141 students under the bursary program that enabled the needy beneficiaries stay in the various education institutions there by accessing education despite their socio-economic status.

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

**Education**

The fund contributed towards the government policy on 100% transition by provision of infrastructure including classrooms in St. Elizabeth Bumia Girls Secondary (*Diagram 1*) & Ebuyenjere Primary Schools (*Diagram 2*) and 120 - bed capacity dormitory in St. Micheal Ingusi Secondary School (*Diagram 3*)

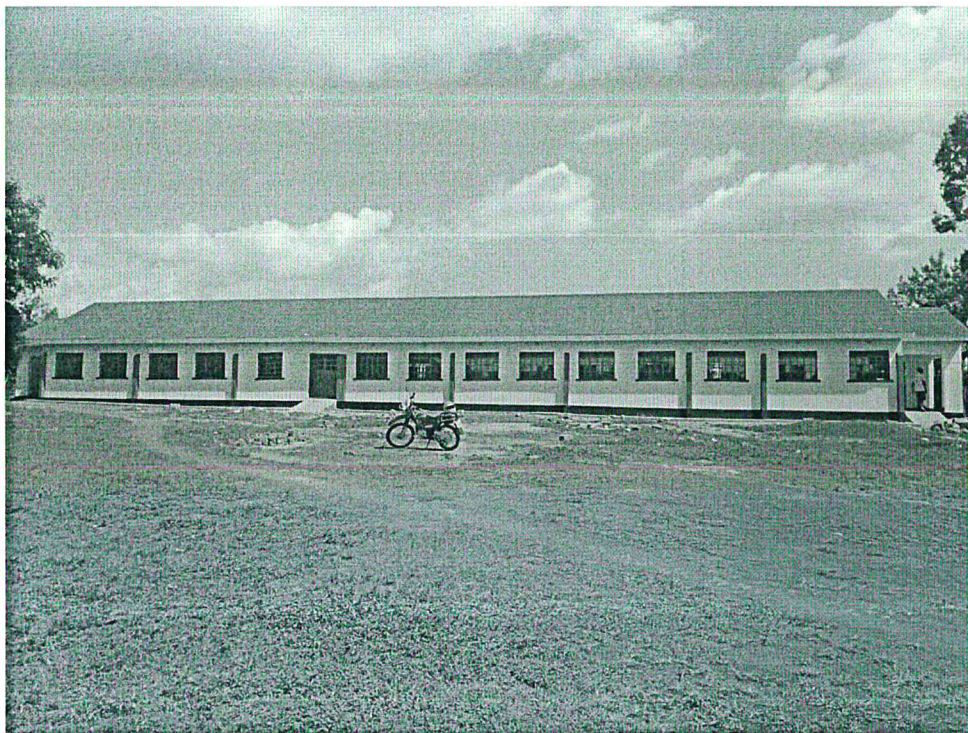
*Diagram 1: St. Elizabeth Bumia Girls Secondary School – Construction of (2) two classrooms*



*Diagram 2: Ebuyenjere Primary School – Construction of (2) two classrooms*



*Diagram 3: St. Micheal's Ingusi Secondary School – Construction of (2) two classrooms*



Emerging issues


- i. Police reforms that have seen AP camps converted to police posts & further directed that security officers reside outside the housing units provided for within the police stations and posts.
- ii. Delay in passage of the Division of Revenue Bill, 2019
- iii. NG CDF going concern amid talks of constitution referendum.

Challenges

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

Way forward

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



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Iddi Abbas Keya  
Chairman – NG CDFC

**III. STATEMENT OF ENTITY 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.

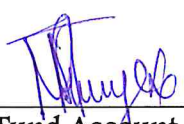
The Accounting Officer in charge of the NG CDF - Mumias West Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2019. 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 NG CDF - Mumias West Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer in charge of the NG CDF - Mumias West Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

**Approval of the financial statements**

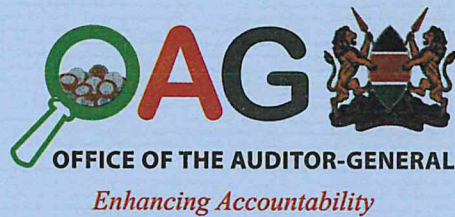
The NG CDF - Mumias West Constituency financial statements were approved and signed by the Accounting Officer on 31<sup>st</sup> July, 2019

  
\_\_\_\_\_  
Fund Account Manager  
Lihanda Winston

  
\_\_\_\_\_  
Sub-County Accountant  
Caroline Njeru  
ICPAK M/No: 17824

# REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



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

## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MUMIAS WEST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019**

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### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Mumias West Constituency set out on pages 10 to 35, which comprise of the statement of assets and liabilities as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Mumias West Constituency as at 30 June, 2019, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

#### **Basis for Opinion**

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

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*Report of the Auditor-General on National Government Constituencies Development Fund - Mumias West Constituency for the year ended 30 June, 2019*

## **Other Matter**

### **1. Budgetary Control and Performance**

The summary statement of appropriation: recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.134,438,334 and Kshs.133,438,334 respectively, resulting to an under-funding of Kshs.1,000,000 or 1% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.134,438,334 and Kshs.119,174,978 respectively, resulting to an under expenditure of Kshs.15,263,356 or 11% of the budget.

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

### **2. Unresolved Prior Year Matters**

In the audit report of the previous year, several issues were raised. However, the Management has indicated the issues as resolved yet Parliament has not discussed the report.

## **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Delay in Projects' Implementation**

The Projects Implementation Status (PIS) report as at 30 June, 2019 provided revealed that the Management had planned to implement five hundred and nineteen (519) projects between financial year 2013/14 to 2018/19 valued at a total cost of Kshs.576,783,742. Ten (10) projects costing Kshs.15,359,786 were indicated as either abandoned or stalled, twenty-two (22) projects costing Kshs.31,300,000 had not started, twenty-seven (27) projects costing Kshs.44,869,592 were indicated as ongoing while four hundred and sixty (460) projects costing Kshs.485,254,362 had been completed.

Delay or non-implementation of the planned projects means that the public may not have received the services that were planned.

#### **2. Irregular Supply of Sports Equipment**

As disclosed in Note 5 to the financial statements, the statement of receipts and payments reflect other grants and transfers totalling to Kshs.38,725,042. The balance includes an

amount of Kshs.1,962,500 paid to a local contractor for supply of sports equipment. The whole amount was paid and the equipment supplied. However, one of the local purchase orders was written on 24 June, 2019 while the request for quotation was sent to the bidders on 3 July, 2019. In addition, the quotation was opened by one person instead of a Committee and no explanation was provided for the anomaly.

In the circumstances, the propriety of the expenditure of Kshs.1,962,500 for the year ended 30 June, 2019 could not be confirmed.

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

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

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

### **Basis for Conclusion**

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

### **Responsibilities of Management and those Charged with Governance**

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

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

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

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

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

### **Auditor-General's Responsibilities for the Audit**

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

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

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



amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.


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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
Nancy Gathungu  
AUDITOR-GENERAL

Nairobi

01 October, 2021

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF)  
MUMIAS WEST CONSTITUENCY**

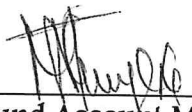
**Reports and Financial Statements**


**For the year ended June 30, 2019**

**V. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2018 - 2019	2017 - 2018
		Kes	Kes
<b>RECEIPTS</b>			
Transfers from NG CDF board	1	120,420,185	85,810,345
<b>TOTAL RECEIPTS</b>		120,420,185	85,810,345
<b>PAYMENTS</b>			
Compensation of employees	2	1,738,131	3,576,535
Use of goods and services	3	8,511,805	4,746,046
Transfers to Other Government Units	4	70,200,000	41,076,420
Other grants and transfers	5	38,725,042	19,957,414
Other Payments	6	-	3,500,000
<b>TOTAL PAYMENTS</b>		119,174,978	72,856,415
<b>SURPLUS</b>		1,245,207	12,953,930

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG CDF - Mumias West Constituency financial statements were approved on 31<sup>st</sup> July, 2019 and signed by:

  
\_\_\_\_\_  
Fund Account Manager  
Lihanda Winston

  
\_\_\_\_\_  
Sub-County Accountant  
Caroline Njeru  
ICPAK M/No: 17824

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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF)**

**MUMIAS WEST CONSTITUENCY**

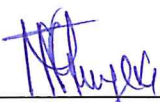
**Reports and Financial Statements**


**For the year ended June 30, 2019**

**VI. STATEMENT OF ASSETS & LIABILITIES**

	Note	2018 - 2019	2017 - 2018
		Kes	Kes
<b>FINANCIAL ASSETS</b>			
Cash and Cash Equivalents			
Bank Balances ( as per the cash book)	7A	14,263,356	13,018,149
<b>Total Cash and Cash Equivalents</b>		<b>14,263,356</b>	<b>13,018,149</b>
<b>TOTAL FINANCIAL ASSETS</b>		<b>14,263,356</b>	<b>13,018,149</b>
<b>NET FINANCIAL ASSETS</b>		<b><u>14,263,356</u></b>	<b><u>13,018,149</u></b>
<b>REPRESENTED BY</b>			
Fund balance b/f 1 <sup>st</sup> July, 2019	8	13,018,149	64,219
Surplus for the year		1,245,207	12,953,930
<b>NET LIABILITIES</b>		<b><u>14,263,356</u></b>	<b><u>13,018,149</u></b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG CDF - Mumias West Constituency financial statements were approved on 31<sup>st</sup> July, 2019 and signed by:

  
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Fund Account Manager  
Lihanda Winston

  
\_\_\_\_\_  
Sub-County Accountant  
Caroline Njeru  
ICPAK M/No: 17824

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF)****MUMIAS WEST CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2019****VII. STATEMENT OF CASHFLOW**

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
<b>Receipts</b>			
Transfers from NG CDF Board	1	120,420,185	85,810,345
<b>Total Receipts</b>		<b>120,420,185</b>	<b>85,810,345</b>
<b>Payments</b>			
Compensation of Employees	2	1,738,131	3,576,535
Use of goods and services	3	8,511,805	4,746,046
Transfers to Other Government Units	4	70,200,000	41,076,420
Other grants and transfers	5	38,725,042	19,957,414
Other Payments	6	-	3,500,000
<b>Total Payments</b>		<b>119,174,978</b>	<b>72,856,415</b>
<b>Total Receipts Less Total Payments</b>		<b>1,245,207</b>	<b>12,953,930</b>
<b>Net cash flow from operating activities</b>			
		<b>1,245,207</b>	<b>12,953,930</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>1,245,207</b>	<b>12,953,930</b>
Cash and cash equivalent at BEGINNING of the year	8	13,018,149	64,219
Cash and cash equivalent at END of the year		14,263,356	13,018,149

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG CDF - Mumias West Constituency financial statements were approved on 31<sup>st</sup> July, 2019 and signed by:



Fund Account Manager  
Lihanda Winston



Sub-County Accountant  
Caroline Njeru  
ICPAK M/No: 17824

VIII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Transfers from NG CDF Board	109,040,875	25,397,459	134,438,334	133,438,334	1,000,000	99%
<b>TOTAL RECEIPTS</b>	<b>109,040,875</b>	<b>25,397,459</b>	<b>134,438,334</b>	<b>133,438,334</b>	<b>1,000,000</b>	<b>99%</b>
<b>PAYMENTS</b>						
Compensation of Employees	1,738,131	145,465	1,883,597	1,738,131	145,466	92%
Use of goods and services	8,509,254	43,242	8,942,496	8,511,805	430,691	95%
Transfers to Other Government Units	62,700,000	7,500,000	70,200,000	70,200,000	-	100%
Other grants and transfers	36,093,490	17,318,751	53,412,241	38,725,042	14,687,199	73%
<b>TOTAL</b>	<b>109,040,875</b>	<b>25,397,459</b>	<b>134,438,334</b>	<b>119,174,978</b>	<b>15,263,356</b>	<b>89%</b>

Other grants and transfers had 73% level of utilization translating to budget utilization difference of Kes. 14,687,199 that includes an amount Kes. 8,677,027 relating to two (2) projects that the NG CDFC had requested for approval to reallocate in June, 2019 but were yet to receive authority from the NG CDF Board.

The NG CDF - Mumias West Constituency financial statements were approved on 31<sup>st</sup> July, 2019 and signed by:

  
Fund Account Manager  
Lihanda Winston

  
Sub-County Accountant  
Caroline Njeru  
ICPAK M/No: 17824

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**IX. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES**

Programme/Sub-program me	Original Budget 2018/2019 Kes	Adjustments Kes	Final Budget 2018/2019 Kes	Actual on comparable basis 30/06/2019 Kes	Budget utilization difference Kes
<b>1.0 Administration and Recurrent</b>	<b>6,542,453</b>	<b>578,707</b>	<b>7,121,160</b>	<b>6,978,709</b>	<b>142,451</b>
1.1 Compensation of employees	1,738,131	145,465	1,883,596	1,741,145	142,451
1.2 Committee allowances	1,000,000		1,000,000	1,000,000	-
1.3 Use of goods and services	3,804,322	433,242	4,237,564	4,237,564	-
<b>2.0 Monitoring and evaluation</b>	<b>3,271,227</b>	<b>-</b>	<b>3,271,227</b>	<b>3,271,227</b>	<b>-</b>
2.1 Capacity building	1,000,000	-	1,000,000	1,000,000	-
2.2 Committee allowances	1,000,000	-	1,000,000	1,000,000	-
2.3 Use of goods and services	1,271,227	-	1,271,227	1,271,227	-
<b>3.0 Emergency</b>	<b>5,738,993</b>	<b>437,930</b>	<b>6,176,923</b>	<b>3,760,000</b>	<b>2,416,923</b>
<b>3.1 Primary Schools</b>			-		-
3.1.1 Khungwani Primary School	550,000	-	550,000	550,000	-
3.1.2 Emukhuwa Primary School	280,000	-	280,000	280,000	-
3.1.3 Enyapora Pri School	140,000	-	140,000	140,000	-
3.1.4 Lukongo Pri School	130,000	-	130,000	130,000	-
3.1.5 Eshihaka Pri School	360,000	-	360,000	360,000	-
3.1.6 Ebubala Pri School	360,000	-	360,000	360,000	-



Programme/Sub-program me	Original Budget 2018/2019		Adjustments		Final Budget 2018/2019		Actual on comparable basis 30/06/2019		Budget utilization difference	
	Kes		Kes		Kes		Kes		Kes	
3.1.7 Bukaya Primary School	40,000		~		40,000		40,000		-	
3.1.8 Wang'nyang Primary School	280,000		~		280,000		280,000		-	
3.1.9 Uguna Primary School	400,000		~		400,000		400,000		-	
<b>3.2 Secondary schools</b>										
3.2.1 Bumala Sec School	50,000		~		50,000		50,000		-	
3.2.2 St. Teresa's Emukhuwa Girls Sec School	120,000		~		120,000		120,000		-	
3.2.3 Bumala Sec School	190,000		~		190,000		190,000		-	
3.2.4 Ebubaka Sec School	90,000		~		90,000		90,000		-	
3.2.5 Musanda Sec School	400,000		~		400,000		400,000		-	
<b>3.4 Security projects</b>										
3.4.1 Lukongo Police Development Group	140,000		~		140,000		140,000		-	
3.4.2 Bukaya AP Camp	130,000		~		130,000		130,000		-	
3.4.3 DO South Wanga	100,000		~		100,000		100,000		-	
					-				-	
									-	

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Programme/Sub-program me	Original Budget 2018/2019		Adjustments		Final Budget 2018/2019		Actual on comparable basis 30/06/2019		Budget utilization difference	
	Kes		Kes		Kes		Kes		Kes	
4.0 Bursary and Social Security	20,226,568		9,917,586		30,144,154		26,117,200		4,026,954	
4.2 Secondary Schools	10,226,568		6,627,586		16,854,154		16,550,000		304,154	
4.3 Tertiary Institutions	10,000,000		3,290,000		13,290,000		9,567,200		3,722,800	
5.0 Sports	2,180,817		-		2,180,817		2,180,817		-	
5.1 Sports Activities	2,180,817		-		2,180,817		2,180,817		-	
6.0 Environment	2,180,817		-		2,180,817		2,180,817		-	
6.1 Environmental Activities	2,180,817		-		2,180,817		2,180,817		-	
7.0 Primary Schools Projects	50,800,000		7,500,000		58,300,000		58,300,000		-	
7.1 Mumias Central Primary School	1,000,000		-		1,000,000		1,000,000		-	
7.2 Mumias Complex Primary School	1,000,000		-		1,000,000		1,000,000		-	
7.3 Lukoye Primary School	1,200,000		500,000		1,700,000		1,700,000		-	
7.4 Ichinga Primary School	1,500,000		-		1,500,000		1,500,000		-	

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Programme/Sub-program me	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
	Kes	Kes	Kes	Kes	Kes
7.5 Lureko Primary Sch	2,000,000	-	2,000,000	2,000,000	-
7.6 Nyakwaka Primary School	1,000,000	1,000,000	2,000,000	2,000,000	-
7.7 Mumias Muslim Primary School	2,000,000	-	2,000,000	2,000,000	-
7.8 Shibale Primary School	3,000,000	-	3,000,000	3,000,000	-
7.9 St. Cyprian Ebuyeshera Primary School	1,000,000	2,000,000	3,000,000	3,000,000	-
7.10 Ebubaka Primary School	1,500,000	-	1,500,000	1,500,000	-
7.11 St. Peter's Boys Primary School	1,200,000	-	1,200,000	1,200,000	-
7.12 Khungwani Primary School	1,000,000	2,000,000	3,000,000	3,000,000	-
7.13 Wang'nyang Primary School	500,000	-	500,000	500,000	-
7.14 Ebuyenjere Primary School	2,400,000	-	2,400,000	2,400,000	-
7.15 Eshisundusia Primary School	2,200,000	-	2,200,000	2,200,000	-
7.16 Rangiri Primary School	1,000,000	-	1,000,000	1,000,000	-
7.17 Nyapeta Primary School	2,000,000	-	2,000,000	2,000,000	-

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Programme/Sub-program me	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
	Kes	Kes	Kes	Kes	Kes
7.18 Emuberi Primary School	2,000,000	-	2,000,000	2,000,000	-
7.19 Ihonje Primary School	2,000,000	-	2,000,000	2,000,000	-
7.20 Butobe Primary School	1,000,000	-	1,000,000	1,000,000	-
7.21 Buchifi Primary School	2,000,000	-	2,000,000	2,000,000	-
7.22 Iyabo Primary School	1,000,000	-	1,000,000	1,000,000	-
7.23 Emukhuwa Primary School	1,500,000	-	1,500,000	1,500,000	-
7.24 Etenje Primary School	1,500,000	-	1,500,000	1,500,000	-
7.25 Musanda Primary School	2,800,000	-	2,800,000	2,800,000	-
7.26 Ebubala Primary School	300,000	-	300,000	300,000	-
7.27 Butende Primary School	2,000,000	-	2,000,000	2,000,000	-
7.28 Bumala Primary School	2,000,000	-	2,000,000	2,000,000	-
7.29 Ahong'injo Primary School	1,000,000	-	1,000,000	1,000,000	-
7.30 Eshikalame Primary School	1,500,000	-	1,500,000	1,500,000	-

Programme/Sub-program	Original Budget 2018/2019		Adjustments		Final Budget 2018/2019		Actual on comparable basis 30/06/2019		Budget utilization difference	
	Kes		Kes		Kes		Kes		Kes	
7.31 Milirmani Primary School	1,500,000		~		1,500,000		1,500,000		-	
7.32 Lusheya Primary School	200,000		2,000,000		2,200,000		2,200,000		-	
7.33 Mumias Deaf Primary School	3,000,000		~		3,000,000		3,000,000		-	
8.0 Secondary Schools Projects	15,900,000		~		15,900,000		11,900,000		4,000,000	
8.1 St. Romano's Matawa Secondary School	500,000		~		500,000		500,000		-	
8.2 Mumias Muslim Girls Secondary School	500,000		~		500,000		500,000		-	
8.3 Iyabo Secondary School	1,000,000		~		1,000,000		1,000,000		-	
8.4 Burnia Girls Secondary School	2,500,000		~		2,500,000		2,500,000		-	
8.5 Bumala Secondary School	1,200,000		~		1,200,000		1,200,000		-	
8.6 Ingusi Secondary School	4,500,000		~		4,500,000		4,500,000		-	
8.7 Butobe Secondary School	500,000		~		500,000		500,000		-	
8.8 Ugana Secondary School	1,200,000		~		1,200,000		1,200,000		-	

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Programme/Sub-program	Original Budget 2018/2019 Kes	Adjustments Kes	Final Budget 2018/2019 Kes	Actual on comparable basis 30/06/2019 Kes	Budget utilization difference Kes
8.9 ACK Milimani Girls Secondary School	4,000,000	-	4,000,000	-	4,000,000
9.0 Tertiary institutions Projects					
10.0 Security Projects	2,200,000	2,286,208	4,486,208	4,486,208	-
10.1 Nyalenya AP Camp	1,700,000	-	1,700,000	1,700,000	-
10.2 DO South Wanga	500,000	-	500,000	500,000	-
10.3 Solar Lights Project	-	2,286,208	2,286,208	2,286,208	-
12.0 Others					
12.2 Innovation Hub	-	4,677,027	4,677,027	-	4,677,027
<b>TOTALS</b>	<b>109,040,875</b>	<b>25,397,459</b>	<b>134,438,334</b>	<b>119,174,978</b>	<b>15,263,356</b>

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**X. SIGNIFICANT ACCOUNTING POLICIES**

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

**1. Statement of Compliance and Basis of Preparation**

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

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

**2. Reporting Entity**

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

**3. Reporting Currency**

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

**4. Significant Accounting Policies**

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

**a) Recognition of Receipts**

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

**Tax Receipts**

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

**Transfers from the Exchequer**

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

## **SIGNIFICANT ACCOUNTING POLICIES**

### **External Assistance**

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

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

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

During the year ended 30<sup>th</sup> June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

### **Other receipts**

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

### **b) Recognition of payments**

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

### **Compensation of Employees**

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

### **Use of Goods and Services**

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

### **Acquisition of Fixed Assets**

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

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



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**SIGNIFICANT ACCOUNTING POLICIES**

**5. In-kind contributions**

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

**6. Cash and Cash Equivalents**

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

**7. Accounts Receivable**

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

**8. Accounts Payable**

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

**9. Pending Bills**

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

**10. Unutilized Funds**

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.

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**SIGNIFICANT ACCOUNTING POLICIES**

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2018 for the period 1<sup>st</sup> July 2018 to 30<sup>th</sup> June 2019 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

**12. Comparative Figures**

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

**13. Subsequent Events**

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

**14. Errors**

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

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

**15. Related Party Transactions**

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

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**XI. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2018-2019	2017-2018
		Kes	Kes
NG CDF Board			
AIE NO	B005071	11,379,310	-
AIE NO	B030105	10,000,000	-
AIE NO	B05422	15,000,000	-
AIE NO	B06469	6,000,000	-
AIE NO	A724488	11,000,000	-
AIE NO	B042810	12,000,000	-
AIE NO	B047516	55,040,875	-
AIE NO	A855948	-	5,500,000
AIE NO	A892631	-	37,905,172
AIE NO	A896844	-	21,000,000
AIE NO	A896915	-	21,405,173
<b>TOTAL</b>		<b>120,420,185</b>	<b>85,810,345</b>

**2. COMPENSATION OF EMPLOYEES**

Description	2018-2019	2017-2018
	Kes	Kes
Basic wages of contractual employees	1,738,131	1,427,777
Gratuity – Paid	-	2,148,758
<b>TOTAL</b>	<b>1,738,131</b>	<b>3,576,535</b>

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. USE OF GOODS AND SERVICES**

Description	2018-2019	2017-2018
	Kes	Kes
Committee Expenses	1,691,000	1,750,000
Utilities, supplies and services	680,144	584,076
Communication, supplies and services	135,000	47,700
Domestic travel and subsistence	152,000	29,000
Printing, advertising and information supplies & services	1,552,380	1,119
Rentals of produced assets	90,000	-
Training expenses	1,000,000	175,000
Hospitality supplies and services	920,570	1,017,481
Specialized materials and services	145,800	40,000
Office and general supplies and services	1,819,250	708,970
Fuel , oil & lubricants	152,100	350,000
Bank service commission and charges	39,491	-
Routine maintenance – vehicles and other transport equipment	48,400	42,700
Routine maintenance – other assets	85,670	-
<b>TOTAL</b>	<b>8,511,805</b>	<b>4,746,046</b>

**4. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2018-2019	2017-2018
	Kes	Kes
Transfers to primary schools (see attached list)	58,300,000	32,576,420
Transfers to secondary schools (see attached list)	11,900,000	6,500,000
Transfers to tertiary institutions (see attached list)	-	2,000,000
<b>TOTAL</b>	<b>70,200,000</b>	<b>41,076,420</b>

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. OTHER GRANTS AND OTHER PAYMENTS**

Description	2018-2019	2017-2018
	Kes	Kes
Bursary – secondary schools (see attached list)	16,550,000	7,075,000
Bursary – tertiary institutions (see attached list)	9,567,200	4,710,000
Security projects (see attached list)	4,486,208	-
Sports projects (see attached list)	2,180,817	1,736,207
Environment projects (see attached list)	2,180,817	1,736,207
Emergency projects (see attached list)	3,760,000	4,700,000
<b>TOTAL</b>	<b>38,725,042</b>	<b>19,957,414</b>

**6. OTHER PAYMENTS**

Description	2018-2019	2017-2018
	Kes	Kes
Strategic plan	-	3,500,000
<b>TOTAL</b>	<b>-</b>	<b>3,500,000</b>

**7A. Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kes	Kes
<i>Cooperative Bank, Mumias Branch, Account No. 01141498664400</i>	14,263,356	13,018,149
<b>Total</b>	<b>14,263,356</b>	<b>13,018,149</b>

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8. BALANCES BROUGHT FORWARD**

Description	2018-2019	2017-2018
	Kes	Kes
Bank accounts	13,018,149	64,219
<b>TOTAL</b>	<b>13,018,149</b>	<b>64,219</b>

**9. OTHER IMPORTANT DISCLOSURES**

**9.1: UNUTILIZED FUND (See Annex 1)**

	2018-2019	2017-2018
	Kes	Kes
Compensation of employees	145,466	145,465
Use of goods and services	430,691	433,242
Amounts due to other Government entities (see attached list)	-	7,500,000
Amounts due to other grants and other transfers (see attached list)	14,687,199	17,318,751
	<b>15,263,356</b>	<b>25,397,459</b>

**9.2: PMC account balances (See Annex 3)**

	2018-2019	2017-2018
	Kes	Kes
PMC account Balances (see attached list)	45,905,125	9,401,432
	<b>45,905,125</b>	<b>9,401,432</b>

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF) – MUMIAS WEST CONSTITUENCY**  
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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**ANNEX 1 – UNUTILIZED FUNDS**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Compensation of employees	Basic wages of contractual employees	142,451	145,465	
Use of goods & services	Committee Expenses		433,242	
Amounts due to other Government entities				
	ACK Milimani Secondary School	4,000,000		NG CDFC requested for reallocation
	Lukoye Primary School		500,000	
	Khungwani Primary School		2,000,000	
	Nyakwaka Primary School		1,000,000	
	Lusheya Primary School		2,000,000	
	Ebuyeshera Primary School		2,000,000	
	<b>Sub-Total</b>	<b>4,000,000</b>	<b>7,500,000</b>	
Amounts due to other grants and other transfers				
	Bursary - secondary schools	304,154	4,627,586	
	Bursary - tertiary institutions	3,722,800	5,290,000	
	Emergency Projects	2416923.8	437,931	



**NATIONAL GOVERNMENT ENTITY – MUMIAS WEST CONSTITUENCY**  
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Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
	CIH's			
	Security Projects	4,677,027	4,677,027	NG CDPC requested for reallocation
			2,286,208	
	<b>Sub-Total</b>	11,120,905	17,318,752	
	<b>Grand Total</b>	15,263,356	25,397,459	



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF) –  
MUMIAS WEST CONSTITUENCY  
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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER**

Asset class	Historical Cost b/f (Kes) 2017/18	Additions during the year (Kes)	Disposals during the year (Kes)	Historical Cost (Kes) 2018/19
Land	2,000,000	-	-	2,000,000
Buildings and structures	14,651,515	-	-	14,651,515
Transport equipment	6,330,760	-	-	6,330,760
Office equipment, furniture and fittings	2,000,000	-	-	2,000,000
ICT Equipment, Software and Other ICT Assets	1,000,000	-	-	1,000,000
Other Machinery and Equipment	167,995	-	-	167,995
Intangible assets	494,000	-	-	494,000
<b>TOTAL</b>	<b>26,644,270</b>			<b>26,644,270</b>

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF) –  
MUMIAS WEST CONSTITUENCY**

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**ANNEX 3 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2019**

PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
Ahong'injo Primary School	Cooperative Bank - Mumias.	01141067542500	519,710	2,000,954
Buchifi Primary School	Cooperative Bank - Mumias.	01141067546600	1,699,113	283,837
Bukaya Primary School	Cooperative Bank - Mumias.	01141067184500	6,304	1,956
Butobe Primary School	Cooperative Bank - Mumias.	01141234570900	1,074,644	94,644
Butobe Sec School	Cooperative Bank - Mumias.	01141798745100	499,275	-
ACC South Wanga	Cooperative Bank - Mumias.	01141798773300	100,000	-
Ebubaka Pri School	Cooperative Bank - Mumias.	01141068446700	1,109,354	109,354
Ebubala Pri School	Cooperative Bank - Mumias.	01141498804300	6,518	1,518
Ebuyenjere Primary School	Cooperative Bank - Mumias.	01141067166600	2,480	-
Emuberi Primary School	Cooperative Bank - Mumias.	01141234632400	2,001,457	168,457
Emukhuwa Primary School	Cooperative Bank - Mumias.	01141067546400	1,501,301	5,851
Eshikalame Primary School	Equity Bank - Mumias.	01141067542700	2,014,966	565,066
Eshisundusia Pri School	Cooperative Bank - Mumias.	01141499512200	1,992,780	513,493
Etenje Pri School	Cooperative Bank - Mumias.	01141067574500	1,502,187	2,187
Ichinga Muslim Pri School	Cooperative Bank - Mumias.	01141067156200	1,455,922	-
Ihonje Primary School	Cooperative Bank - Mumias.	01141498103600	1,949,771	14,856
Iyabo Primary School	Cooperative Bank - Mumias.	01141067543300	1,187,162	220,245
Khungwani Primary School	Cooperative Bank - Mumias.	01141067262800	870,804	46,387
Lukoye Community ECD School	Cooperative Bank - Mumias.	01141498097300	987,434	63,122
Lureko Primary School	Cooperative Bank - Mumias.	01141499543000	138,908	18,862
Lushey Primary School	Cooperative Bank - Mumias.	01141067543800	6,815	3,983
Milimani Primary School	Cooperative Bank - Mumias.	01141067730700	1,242,546	3,262
Mumias Central Pri School	Cooperative Bank - Mumias.	01141234298100	1,001,350	1,350
Mumias Deaf Primary School	Cooperative Bank - Mumias.	01141498449900	3,060,222	419,884

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF) –  
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PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
Mumias Muslim Girls Sec	Cooperative Bank - Mumias.	01141234419900	625,395	1,052,713
Mumias Muslim Primary School	Cooperative Bank - Mumias.	01141068261600	432,153	22,774
Mumias Sugar Complex Pri School	Cooperative Bank - Mumias.	01141499543500	489,087	1,046,818
Mumias West NG Environment	Cooperative Bank - Mumias.	01141499720700	1,066,734	29,969
Mumias West Sports Project	Cooperative Bank - Mumias.	01141498779200	1,085,655	27,091
Musanda Primary school	Cooperative Bank - Mumias.	01141068368600	2,000,100	-
Nykwaka Primary School	Cooperative Bank - Mumias.	01141234741100	246,515	3,650
Nyalenya AP Camp	Cooperative Bank - Mumias.	01141499511800	1,770,378	132,278
Nyapeta Primary School	Cooperative Bank - Mumias.	01141234845500	2,038,028	171,723
Ranjiri Primary School	Cooperative Bank - Mumias.	01141499529400	928,305	1,143,856
Shibale Pri School	Cooperative Bank - Mumias.	01141067324900	733,076	190,712
St. Cyprian Ebuyeshera Primary School	Cooperative Bank - Mumias.	01141498094500	486,412	569,835
St. John Bumala Sec School	Cooperative Bank - Mumias.	01141798719600	1,311,287	-
St. Elias Iyabo Sec School	Cooperative Bank - Mumias.	01141498103400	1,036,353	36,353
St.Elizabeth Bumia Girls Sec	Cooperative Bank - Mumias.	01141068321200	145,242	63,929
St. Joseph Ugana Sec School	Cooperative Bank - Mumias.	01141798719600	1,436,717	236,717
St.Michael Ingusi Sec School	Cooperative Bank - Mumias.	01141233055500	442,012	-
St. Patrick's Lusheya Pri School	Cooperative Bank - Mumias.	01141067543800	6,815	3,983
St. Peters Boys Primary School	Cooperative Bank - Mumias.	01141067562500	1,205,875	5,875
St. Romano's Matawa Sec School	Cooperative Bank - Mumias.	01141234424300	13,658	13,558
Utende Primary School	Cooperative Bank - Mumias.	01141067544300	2,025,871	83,766
Wang'nyang' Primary School	Cooperative Bank - Mumias.	01141068175200	448,434	26,564
<b>TOTAL</b>			<b>45,905,125</b>	<b>9,401,432</b>

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF) –  
MUMIAS WEST CONSTITUENCY  
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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**ANNEX 4 – TRIAL BALANCES AS AT 30<sup>TH</sup> JUNE 2019**

		DR	CR
		Kes	Kes
<b>Cash and Cash equivalents</b>			
	Bank Balances	14,263,356	
<b>Payments</b>			
	Compensation of Employees	1,738,131	
	Use of goods and services	8,511,805	
	Transfers to Other Government Units	70,200,000	
	Other grants and transfers	38,725,042	
<b>Receipts</b>			
	Transfers from the Board		120,420,185
<b>Fund Balance b/f</b>			13,018,149
<b>TOTAL</b>		<b>133,438,334</b>	<b>133,438,334</b>

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND (NG CDF) –  
MUMIAS WEST CONSTITUENCY**

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**For the year ended June 30, 2019**

**X. 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	Delay in Implementation of Projects	-The projects have since been implemented and are different stages of completion.	Winston Lihanda–FAM	Resolved	Immediately
2.0	Expenditure on Use of Goods & Services	-Expenditure was approved by NG CDFC that comprised of Prior year closing balances	Winston Lihanda–FAM	Resolved	Immediately
3.0	Ineffective Use of Transfers to Other Government Entities	-The anomalies have since been corrected.	Winston Lihanda–FAM	Resolved	Immediately



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