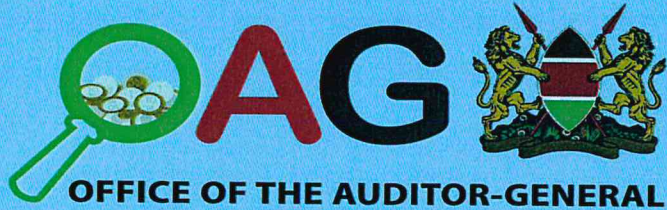



REPUBLIC OF KENYA



Enhancing Accountability

 THE NATIONAL ASSEMBLY PARLIAMENT BUILDING	
REPORT	
DATE:	21 OCT 2021
	DAY: Thursday
TABLED BY:	LOMP
OFFICER-IN-CHARGE:	Mr. Maira Wanjiku

THE AUDITOR-GENERAL

ON

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

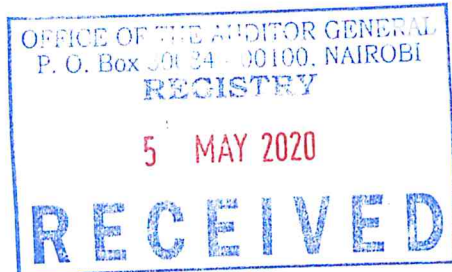
**FOR THE YEAR ENDED
30 JUNE, 2019**

100

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NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs'000)

Revised Template 30th June 2019



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –MWINGI
NORTH CONSTITUENCY**

AMENDED REPORTS AND FINANCIAL STATEMENTS

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

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	1
II. FORWARD BY THE NGCDF COMMITTEE CHAIRMAN	4
III. STATEMENT OF NGCDF COMMITTEE MANAGEMENT RESPONSIBILITIES.....	6
IV. STATEMENT OF RECEIPTS AND PAYMENTS	7
V. STATEMENT OF ASSETS AND LIABILITIES.....	8
VI. STATEMENT OF CASHFLOW	9
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED	10
VIII BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	11
IX. SIGNIFICANT ACCOUNTING POLICIES.....	14
X. NOTES TO THE FINANCIAL STATEMENTS.....	18



I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

Core Values

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

(b) Key Management

The NGCDF MWINGI NORTH Constituency day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2018 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Peter katoni
2.	Sub-County Accountant	Titus Kimuyu
3.	Chairman NGCDFC	Stephen Kimwele
4.	Member NGCDFC	Name of alternate signatory

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF MWINGI NORTH Constituency Headquarters

P.O. Box 179-90401
Spend Building
Mwingi-Tseikuru Road
KYUSO, KENYA



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

(f) NGCDF MWINGI NORTH Constituency Contacts

Telephone: (254) 712449205
E-mail: mwinginorth@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF MWINGI NORTH Constituency Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya

2. EQUITY BANK LTD
A/C NAME: MWINGI NORTH NGCDF ACCOUNT
A/C NO. 0590292513495
MWINGI TOWN

(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 NGCDF COMMITTEE

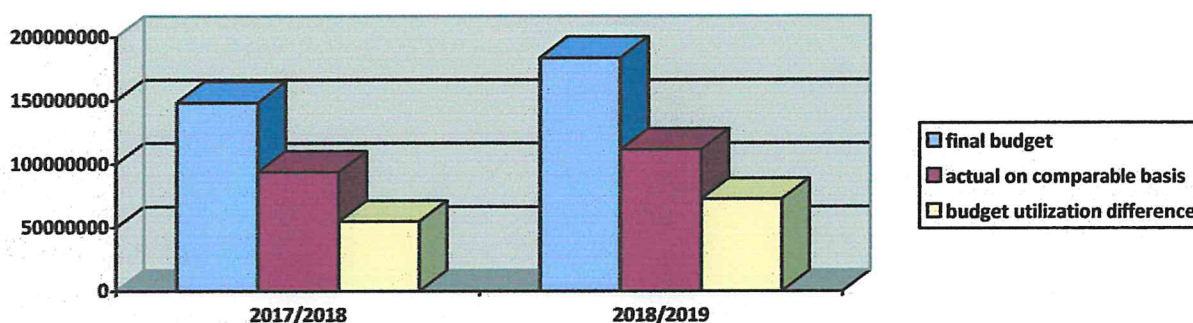
Its with great pleasure to present the unaudited financial statements for mwingi north constituency for the financial year ended 30th june 2019.

Mwingi north constituency is one of the largest constituencies located in kitui county lower eastern region in kenya. The constituency boarders mwingi central, tharaka, mbeere and mwingi national park to the east. Mwingi north constituency has four subcounties namely; Tsikuru, kyuso, Mumoni and thagicu and five administrative wards namely; Tseikuru, Kyuso, Ngomeni, Mumoni and Tharaka.

The constituency has a population of one hundred forty five thousand inhabitants with the dominant ethnic groups being the Kamba and Tharaka communities.

Under the leadership of Hon. (Eng) Paul Musyimi Nzengu, Mwingi North NGCDF has supported the establishment of many primary and secondary schools, supported construction of security projects, water projects, and many students have benefited from the bursary kitty.

Overall budgetary allocation and utilization



During the financial year, the constituency received a total allocation of ninety three million, five hundred forty eight thousand two hundred seventy six (kshs.93, 548,276) being a slight decrease compared to ninety three million six hundred thirty thousand four hundred eight (kshs.93, 630,408) in the previous financial year 2017/2019. The final budget increased to one hundred eighty three million eight hundred twenty nine thousand seven hundred eighty three (kshs.183, 829,782) compared to one hundred forty eight million eight hundred ninety six thousand ninety eight (kshs. 148,896,098) in the financial year 2017/2018. The budget utilization difference increased from fifty four million, seven hundred eighty four thousand four hundred eighty three (kshs.54, 784,483) in financial year 2017/2018 to seventy two million, three hundred seventy seven thousand eight hundred eighty two (kshs.72, 377,082) in financial year 2018/2019

Percentage utilization

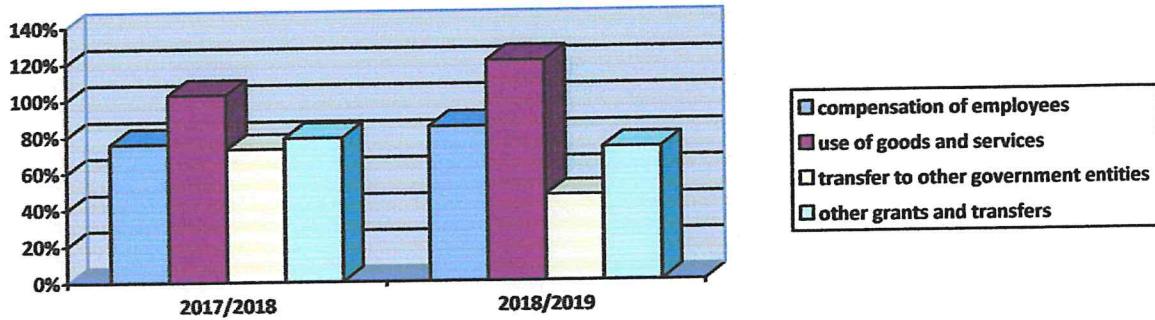
	2017/2018	2018/2019	
Tranfers from NGCDF board	63%	61%	
Total payments	79%	60%	

In the financial year 2018/2019, only 61% of the total budget was released from the board as compared to 63% in the financial year 2017/2018. These lead to a utilization of 60% of the budgeted amount in the financial year 2018/2019 as compared to 79% in the financial year 2017/2018.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2019

Comparable sectorial funds utilization

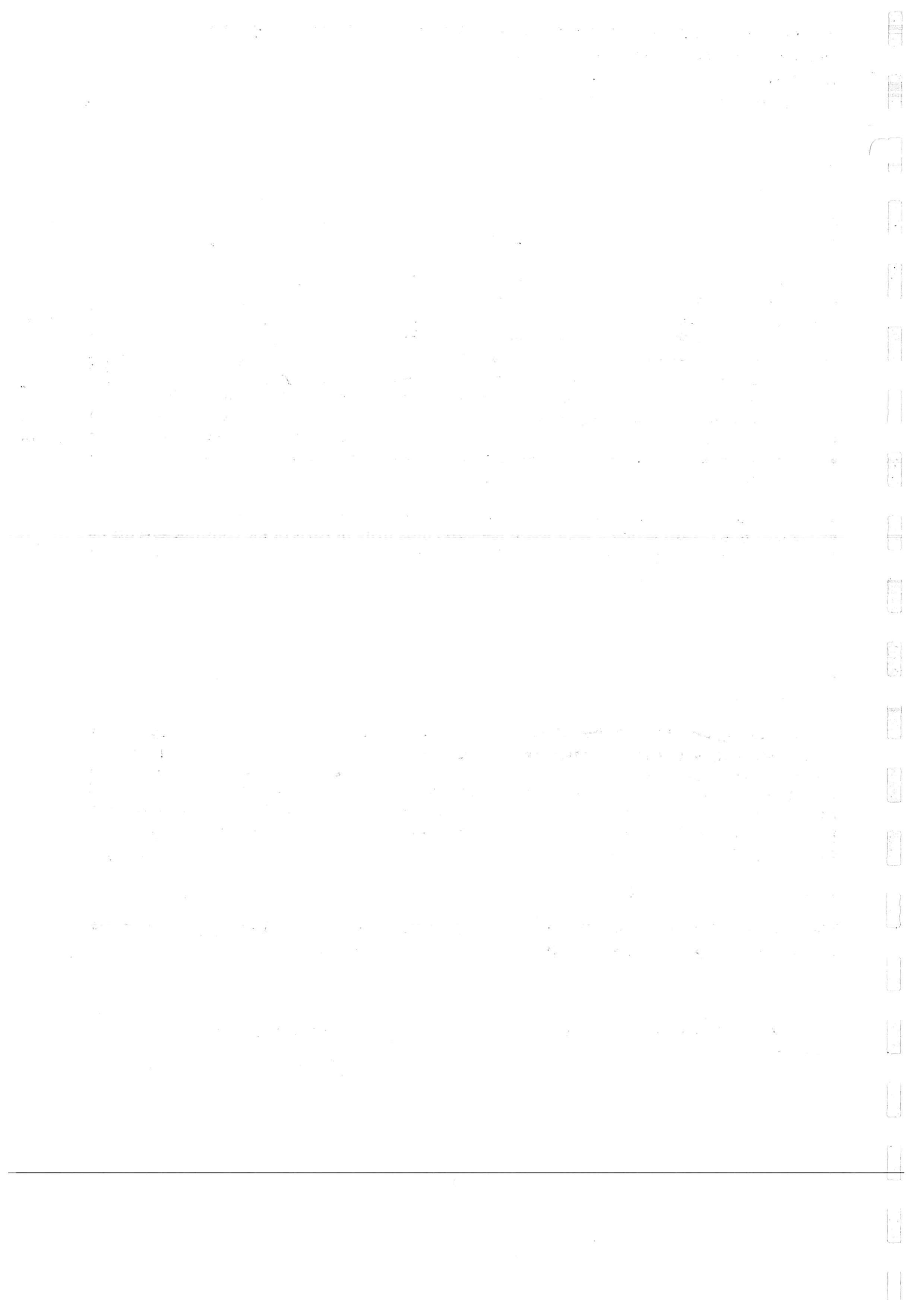


Despite the fact that the most of funds were received towards the closure of the financial year, the constituency managed to utilize the funds in an efficient manner. The utilization percentages were: compensation of employees 85%, use of goods and services 121%, transfer to other government units 47%, and other grants and transfers 75%. The overall impact of the national government constituency development fund was felt across the constituency.

Some of the challenges encountered during the implementation of the projects in the constituency includes poor roads network, insecurity in parts of the constituency, the constituency being large in size.

It's my hope that the relevant government agencies will address the challenges to the constituent's for a better leaving.

CHAIRMAN NGCDF COMMITTEE



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

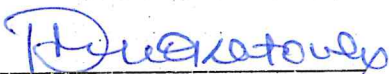
The Accounting Officer in charge of the NGCDF-MWINGI NORTH Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 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 NGCDF-MWINGI NORTH 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 charge of the NGCDF- MWINGI NORTH Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

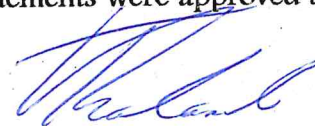
The Accounting Officer in charge of the NGCDF-MWINGI NORTH Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the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

Approval of the financial statements

The NGCDF-MWINGI NORTH Constituency financial statements were approved and signed by the Accounting Officer on 27th June 2019.


Fund Account Manager

Name: PETER M. KATONI

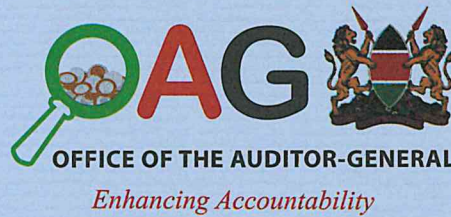


Sub-County Accountant
Name: Titus Kimani
ICPAK Member Number:



REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MWINGI NORTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Mwingi North Constituency set out on pages 7 to 27, 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Mwingi North Constituency as at 30 June, 2019, 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 National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Unsupported Unutilized Fund Balances

The summary statement of appropriation: recurrent and development combined reflects unutilized budget on other grants and transfers, other payments and acquisition of assets of Kshs.18,520,417, Kshs.5,600,000 and nil balances respectively. However, disclosure Note 15.3 to the financial statements discloses the balances as Kshs.20,620,417, Kshs.500,000 and Kshs.3,000,000 resulting to an unexplained variance of negative Kshs.2,100,000, Kshs.5,100,000 and negative Kshs.3,000,000 respectively.

Further, the Note discloses balances of Kshs.72,654,315. However, the detailed schedule at Annex 3 discloses nil balance for which the difference has not been reconciled. Amounts due to other Government Entities of Kshs.49,804,588 makes reference to a list in support of which is nonexistent.

In the circumstances, the accuracy, completeness and validity of the disclosed unutilized fund balance of Kshs.72,654,315 as at 30 June, 2019 could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis totalling to Kshs.183,829,783 and Kshs.111,452,700 respectively, resulting to an under-funding of Kshs.72,377,083 or 39% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.183,829,783 and Kshs.111,175,466 respectively resulting to an under expenditure of Kshs.72,654,315 or 40% of the budget.

The underfunding affected the planned activities and projects which may have impacted negatively on service delivery for the public.

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates and The National Treasury's Circular Ref: PSASB/1/12 Vol.1(44) of 25 June, 2019.

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 matter 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

Incomplete Projects

Review of the Project Implementation Status report as at 30 June, 2019 revealed funding amounting to Kshs.108,332,771 had been allocated for implementation of eighty (80) projects during the year under review.

Forty-three (43) projects with funding allocation totalling to Kshs.34,898,944 with thirty (30) Projects incomplete on-going amounting to Kshs.14,056,266 and thirteen (13) Projects not started amounting to Kshs.20,842,678. However, no satisfactory explanation was provided for the delay.

In the circumstances, it has not been possible to confirm whether the public will obtain value for money from the incomplete projects with funding allocation amounting to Kshs.34,898,944 for the year ended 30 June, 2019.

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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Compensation of Employees

As disclosed in Note 4 to the financial statements, the statement of receipts and payments reflects compensation of employees cost of Kshs.2,363,760. This represents an increase of Kshs.584,546 or 33% from the prior year cost of Kshs.1,779,214. No satisfactory explanation has been provided for the significant increase.

Further, the Fund does not have in place an approved human resource policy manual to guide in matters of recruitment, remuneration and progression of staff.

In the circumstances, I am unable to confirm the effectiveness of internal controls and overall governance over the human resource management.

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 CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY**

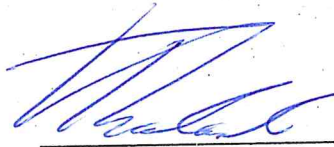
**Reports and Financial Statements
For the year ended June 30, 2019**

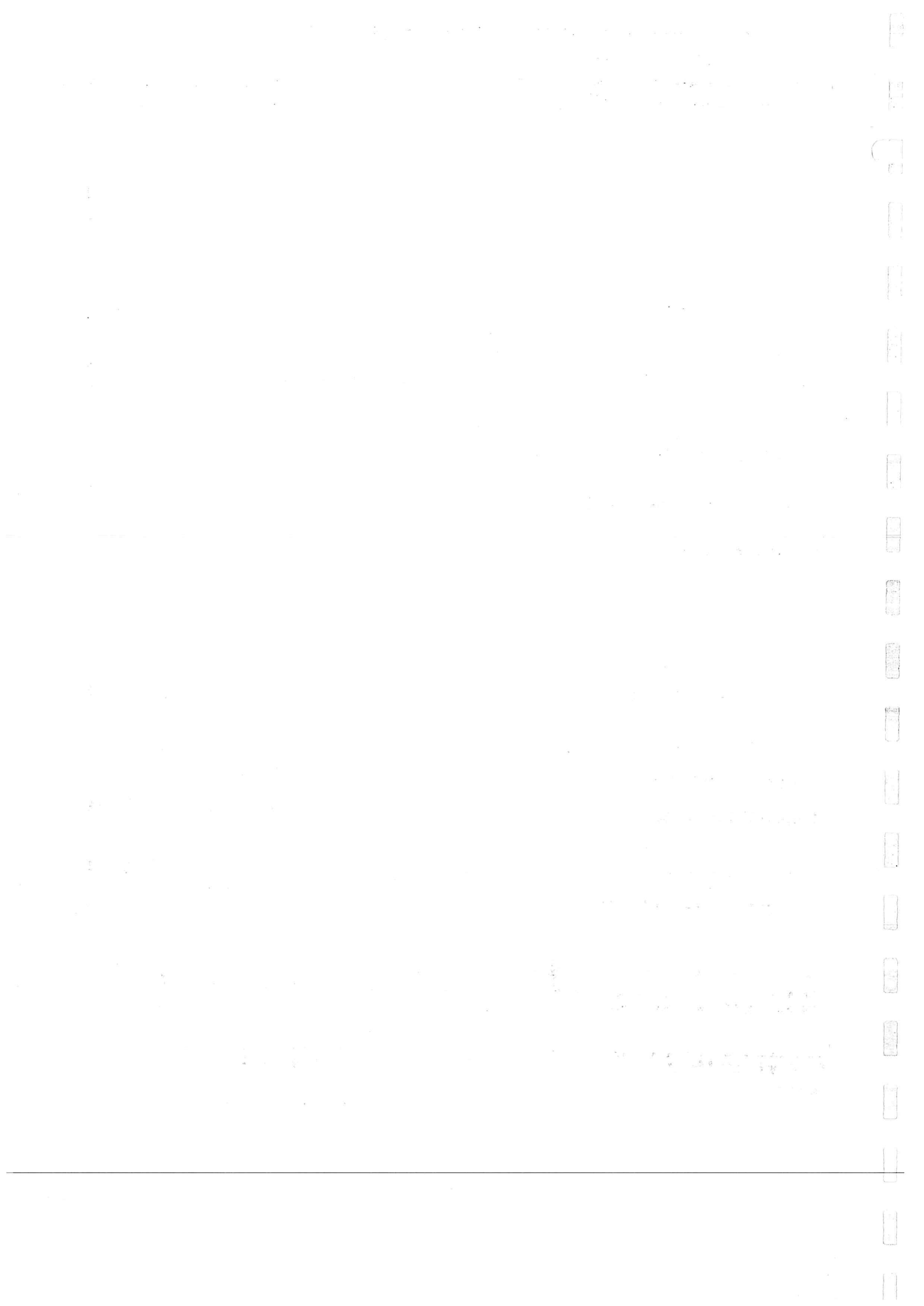
IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018 - 2019 Kshs	2017 - 2018 Kshs
RECEIPTS			
Transfers from NGCDF board	1	93,548,276	93,630,408
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	=	<u>300,000</u>
TOTAL RECEIPTS		93,548,276	93,930,408
PAYMENTS			
Compensation of employees	4	2,363,760	1,779,214
Use of goods and services	5	9,784,934	6,709,633
Transfers to Other Government Units	6	44,511,669	23,858,614
Other grants and transfers	7	54,515,103	41,399,057
Acquisition of Assets	8	-	-
Other Payments	9	=	<u>3,800,000</u>
TOTAL PAYMENTS		111,175,466	77,546,518
SURPLUS/(DEFICIT)		<u>(17,627,190)</u>	<u>16,383,890</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Mwingi North Constituency financial statements were approved on 27th June 2019 and signed by:


Fund Account Manager
Name: PETER K. KATONI


Sub-County Accountant
Name: TITUS KIMURU
ICPAK Member Number:




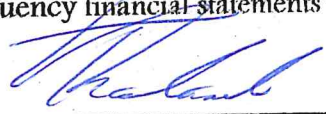
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

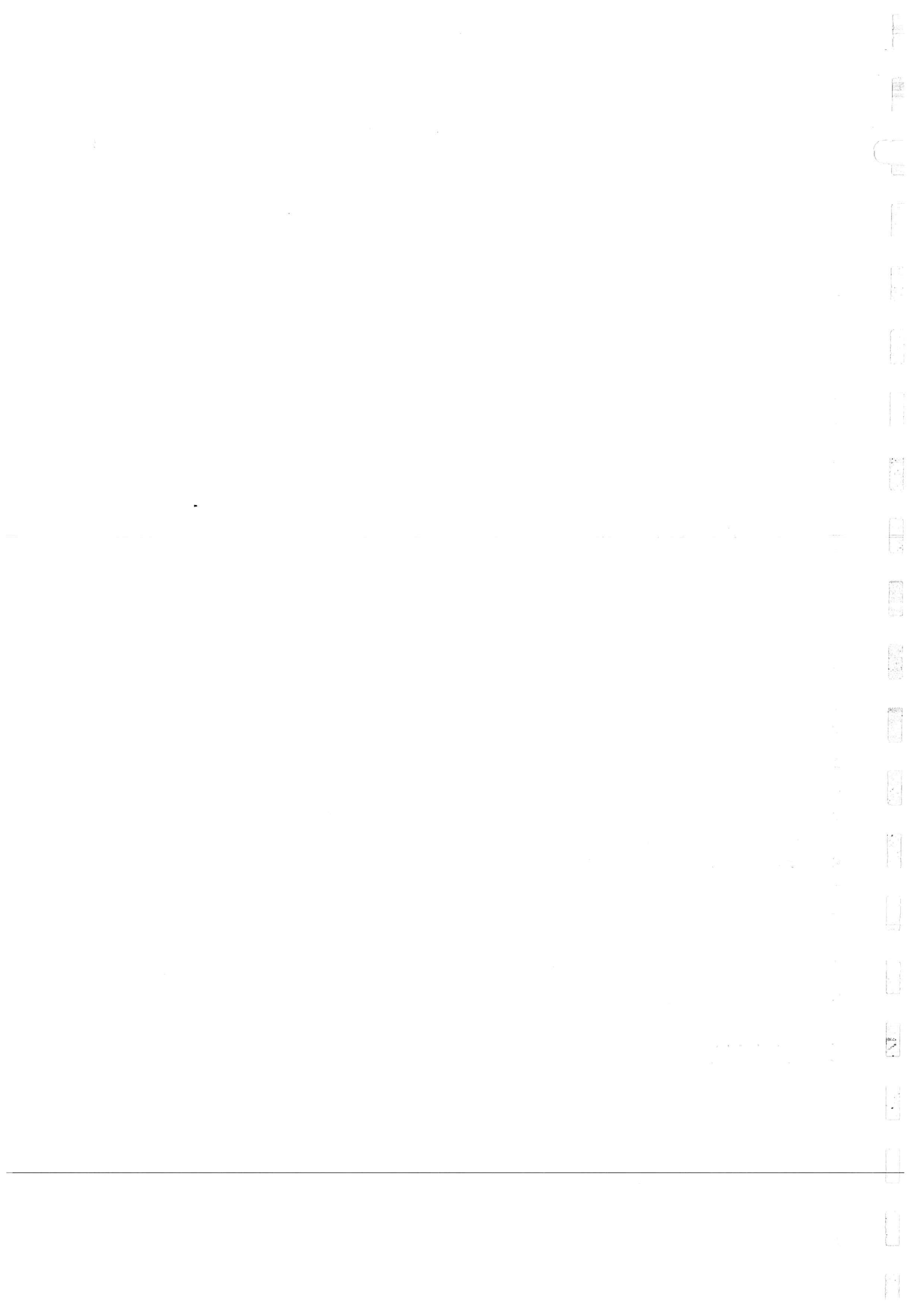
V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019 Kshs	2017-2018 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	72,233	17,904,424
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		72,233	17,904,424
Current Receivables			
Outstanding Imprests	11	205,000	-
TOTAL FINANCIAL ASSETS		277,233	17,904,424
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		=	
NET FINANCIAL ASSETS		277,233	17,904,424
REPRESENTED BY			
Fund balance b/fwd	13	17,904,423	181,206
Surplus/Deficit for the year		(17,627,190)	16,383,890
Prior year adjustments	14		1,339,328
NET FINANCIAL POSITION		277,233	17,904,424

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MWINGI NORTH Constituency financial statements were approved on 27th June 2019 and signed by:


Fund Account Manager
Name: **PETER M. KATONI**


Sub-County Accountant
Name: **TITUS KIMETU**
ICPAK Member Number:



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWINGI NORTH CONSTITUENCY**

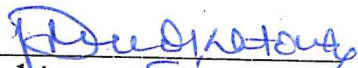
Reports and Financial Statements


For the year ended June 30, 2019

VI. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
Receipts			
Transfers from NGCDF Board	1	93,548,276	93,630,408
Other Receipts	3	-	300,000
Total receipts		93,548,276	93,930,408
Payments			
Compensation of Employees	4	(2,363,760)	1,779,214
Use of goods and services	5	(9,784,934)	6,709,633
Transfers to Other Government Units	6	(44,511,669)	23,858,614
Other grants and transfers	7	(54,515,103)	41,399,057
Other Payments	9	-	3,800,00
Total payments		(111,175,467)	77,546,518
Total Receipts Less Total Payments			
Adjusted for:			
Outstanding imprest	11	-	-
Retention Payable	12A	-	-
Gratuity Payable	12B	-	-
Prior year adjustments	14	-	1,339,328
Net Adjustments		-	1,339,328
Net cash flow from operating activities		(17,627,190)	17,723,218
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(17,627,190)	17,723,218
Cash and cash equivalent at BEGINNING of the year	13	17,904,424	181,206
Cash and cash equivalent at END of the year		<u>277,233</u>	<u>17,904,424</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MWINGI NORTH Constituency financial statements were approved on 27th June 2019 and signed by:


Fund Account Manager
Name: PETER M. KATONI


Sub-County Accountant
Name: Titus Kimani
ICPAK Member Number:



VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NGCDF Board	109,040,875	74,788,907	183,829,783	111,452,700	72,377,082	61%
Proceeds from Sale of Assets						
Other Receipts						
PAYMENTS						
Compensation of Employees	2,788,722	-	2,788,722	2,363,760	424,962	85%
Use of goods and services	7,024,996	1,064,286	8,089,283	9,784,934	(1,695,652)	121%
Transfers to Other Government Units	43,962,222	50,354,036	94,316,258	44,511,669	49,804,588	47%
Other grants and transfers	51,764,835	2,127,085	73,085,520	54,515,103	18,520,417	75%
Acquisition of Assets	-	-	-	-	-	0%
Other Payments	3,500,000	2,100,000	5,600,000	-	5,600,000	0%
TOTALS	109,040,875	74,788,907	183,829,783	111,175,466	72,654,315	60%


(a) REASONS FOR OVERUTILIZATION AND UNDERUTILIZATION

- i. The overutilization of use of goods and services arose as a result increased committee expenses meant for monitoring and evaluation of projects which were well distributed among all the wards and the constituency being large in size
- ii. The overutilization of bursary funds arose due to participatory approach used during bursary vetting at 35 locational levels.
- iii. The underutilization was as a result of delayed release of funds from the board as a result of budgetary allocations

(b) The changes between the original and final budget are a result of funds held by the board carried forward to the reporting financial year plus the cashbook balance carried forward to the reporting financial year.



The NGCDF-MWINGI NORTH Constituency financial statements were approved on 27th June 2019 and signed by:

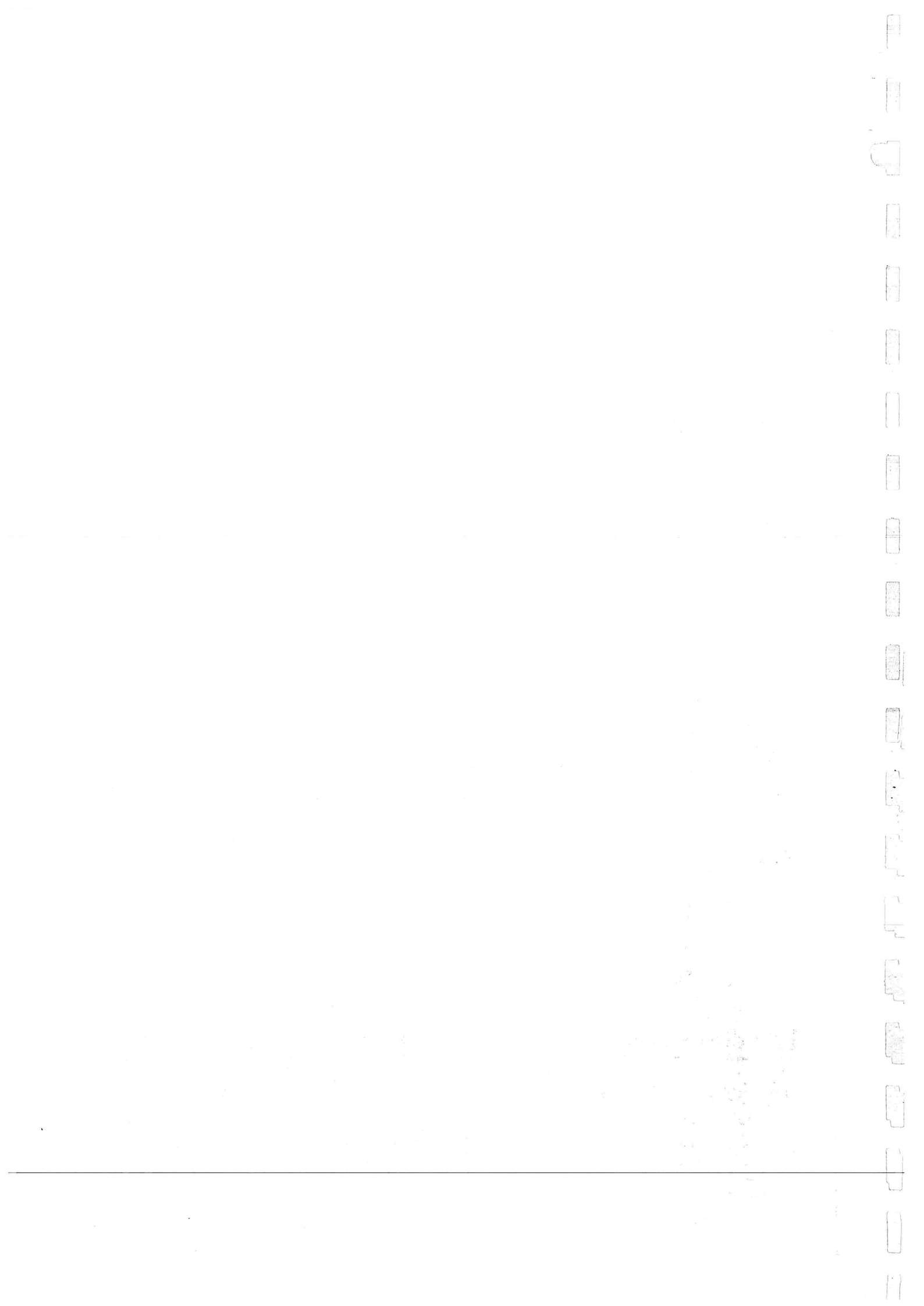

Fund Account Manager

Name: PETER M. KATONI



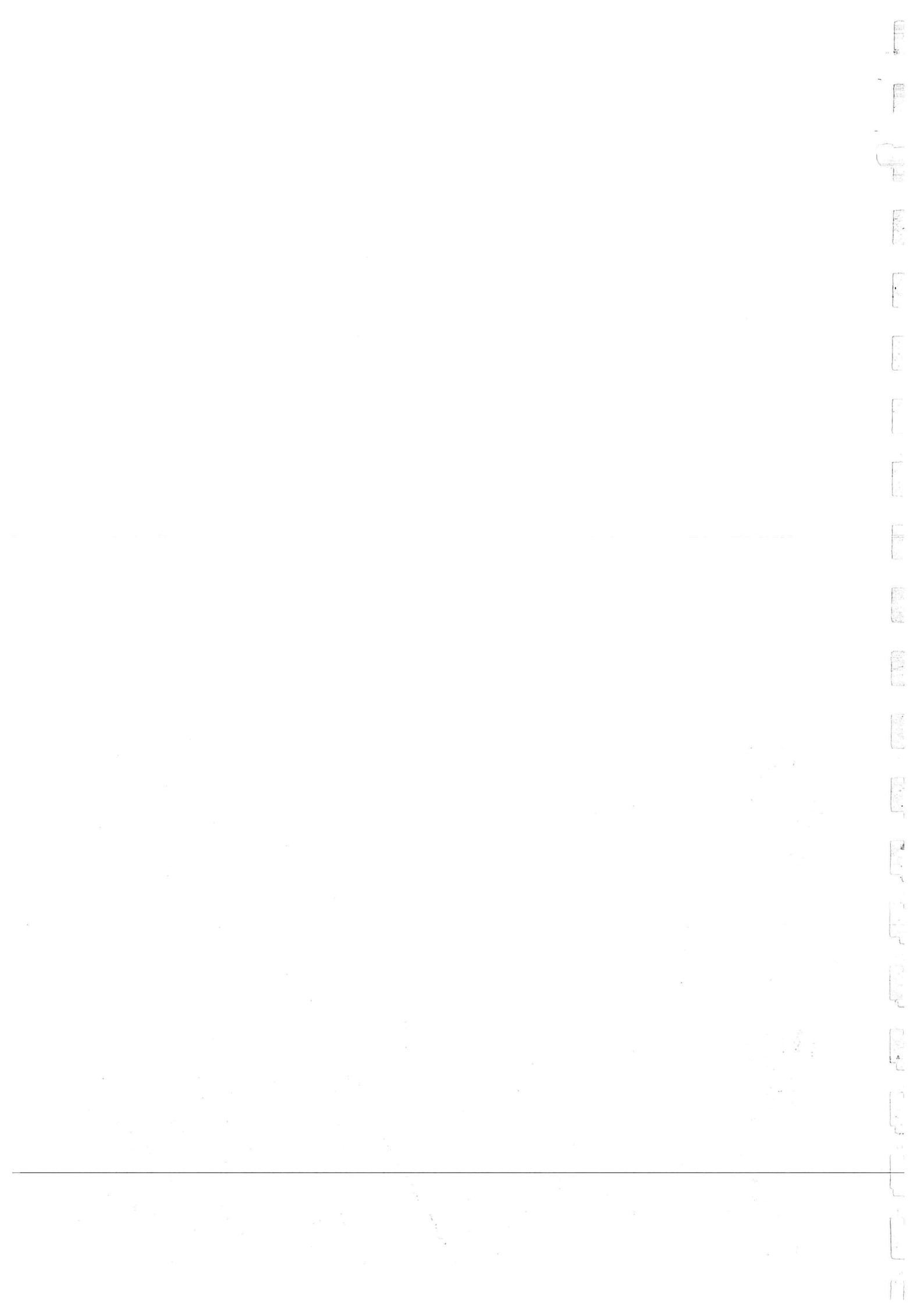
Sub-County Accountant

Name: Peter Kimani
ICPAK Member Number:



VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2018/2019 Ksh.	Actuals 2018/2019 Ksh.	Actuals 2018/2019 Ksh.	Actuals 2018/2019 Ksh.	Actuals 2018/2019 Ksh.
1.0 Administration and Recurrent					
1.1 Compensation of employees	2,788,722		2,788,722	2,363,760	424,962.
1.2 Committee allowances	1,440,000	152,521	1,592,521	2,511,931	(919,410)
1.3 Use of goods and services	2,313,730	813,230	3,126,960	3,160,832	(33,871)
Sub totals	6,542,462	965,751	7,508,203	8,036,523	(528,319)
2.0 Monitoring and evaluation					
2.1 Capacity building	2,000,000		2,000,000	2,549,245	(549,245)
2.2 Committee allowances	1,000,000	98,535	1,098,535	1,702,916	(604,381)
2.3 Use of goods and services	271,266	0.00	271,266	284,972	(13,706)
Sub totals	3,271,266	0.00	3,271,266	2,549,245	5,820,511
3.0 Emergency					
3.1 Primary Schools					
3.11 Kaloleni primary school				942,420	
3.12 Warrick stationery supplies				481,400	
3.2 Secondary schools					
3.21 kyuso boys secondary school				666,800	
3.22 waswaki tech. solutions				499,400	
3.4 Security projects					
3.41 miga service station					
3.41 linked thoughts investment				392,000	
3.43 duo link east Africa co. ltd				150,000	
Sub totals	5,738,994.00	2,178,186.00	7,917,180	3,817,020	4,100,159
4.0 Bursary and Social Security					



Reports and Financial Statements
For the year ended June 30, 2019

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual Comparative Basis	Budget Utilization Difference
4.2 secondary schools	16,164,306		16,164,306	32,487,104	(16,322,797)
4.3 universities	20,000,000		20,000,000	9,845,979	10,154,021
4.4 social security	2,000,000		2,000,000	2,000,000	2,000,000
Sub totals	38,164,306		38,164,306	42,333,083	(4,168,726)
5.0 sports					
5.1 Mwingi north constituency sports tournament	2,180,817	2,406,755	2,421,492		2,421,492
Sub totals	2,180,817	2,406,755	2,421,492		2,421,492
6.0 environment					
6.1 itivanzou primary school	2,180,817	3,601,724	5,782,541		5,782,541
Sub totals	2,180,817	3,601,724	5,782,541		5,782,541
7.0 primary schools projects					
7.1 Tyaa kamuthale primary school	1,250,000		1,250,000		1,250,000
7.2 Kaimera primary school	600,000	1,200,000	1,800,000	1,200,000	600,000
7.3 Kwa mutisya primary school	1,000,000		1,000,000		1,000,000
7.4 Nzaalani primary school	1,000,000		1,000,000		1,000,000
7.5 Muambani primary school	1,000,000		1,000,000		1,000,000
7.6 Sumoni primary school	1,100,000		1,100,000		1,100,000
7.7 Kaliwa primary school	1,000,000		1,000,000		1,000,000
7.8 Ndunguni primary school	1,000,000		1,000,000		1,000,000
7.9 Kamwengi primary school	300,000		300,000		300,000
7.10 Gankanga primary school	500,000	500,000	1,000,000		1,000,000
7.11 Kwa ngundu primary school	1,000,000		1,000,000		1,000,000
7.12 Kithayoni primary school	600,000		600,000		600,000
7.13 Nzanzeni primary school	1,100,000		1,100,000		1,100,000
7.14 Kaseluni primary school	1,100,000		1,100,000		1,100,000
7.15 Mutiuni primary school	1,000,000		1,000,000		1,000,000



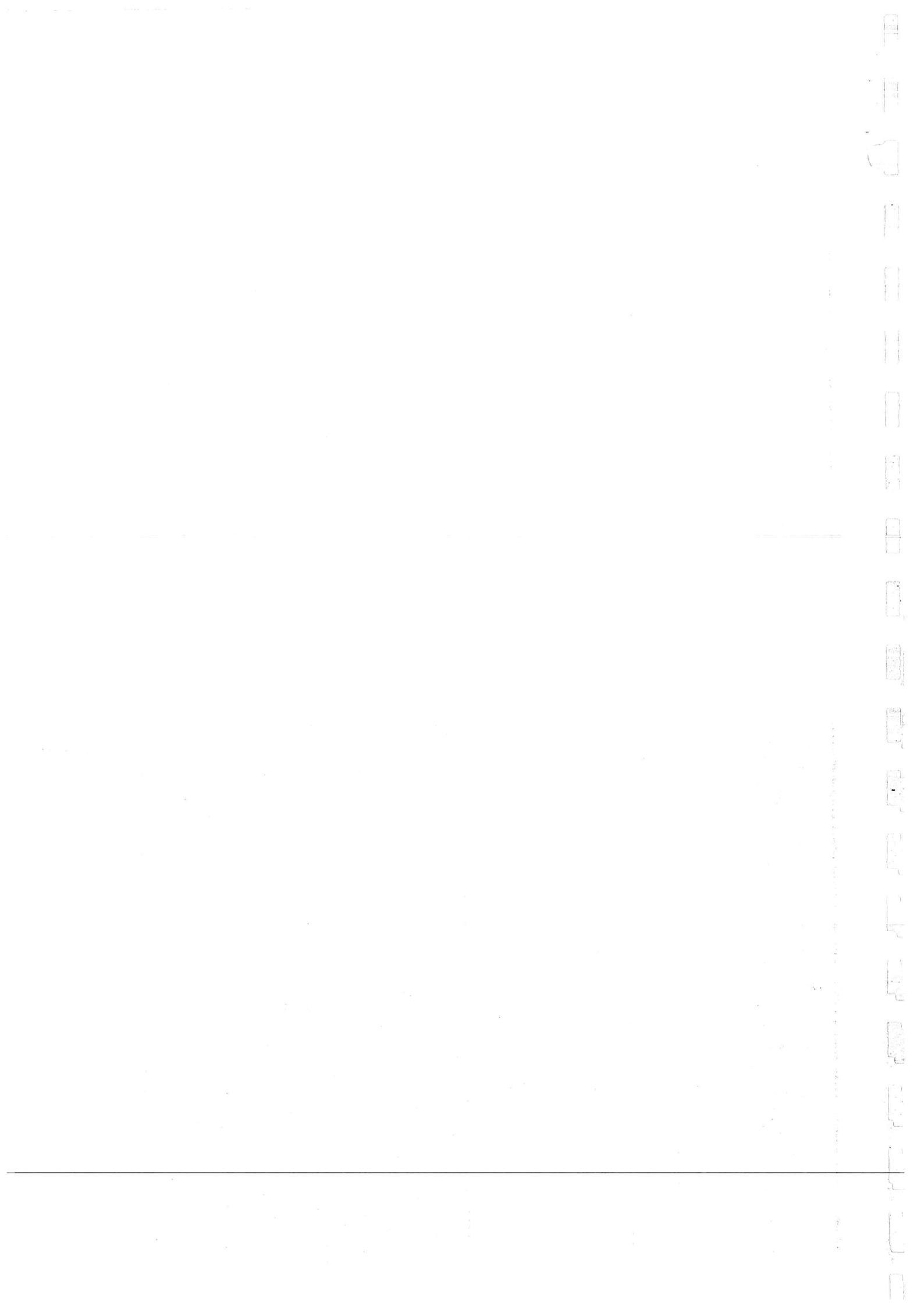
Reports and Financial Statements
For the year ended June 30, 2019

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual of comparable basis 2018/2019	Budget utilization difference
7.16Kaghu primary school	1,000,000		1,000,000		1,000,000
7.17Nzaini primary school	1,000,000		1,000,000	990,000	10,000
7.18Ngomeni primary school	1,000,000		1,000,000	40,000	960,000
7.19Usueni primary school	500,000		500,000		500,000
7.20Katama primary school	1,000,000		1,000,000		1,000,000
7.21Kingingo primary school	1,000,000		1,000,000		1,000,000
7.22Matooni primary school	1,000,000		1,000,000		1,000,000
7.23Kikuli primary school	1,100,000		1,100,000		1,100,000
7.24Kamboya primary school	1,100,000		1,100,000		1,100,000
7.25Katakani primary school	1,200,000		1,200,000		1,200,000
7.26Ngomeni curricular support office	1,500,000		1,500,000		1,500,000
7.27Mwingi north constituency rev. books projects	2,760,000		2,760,000	2,760,000	0.00
7.28Kandwia primary school	329,222	1,000,000	1,329,222	965,000	364,222
7.29Ngakone primary school		550,000	550,000	500,000	50,000
7.30Kikumini primary school		650,000	650,000	500,000	150,000
7.31Kimela primary school		550,000	550,000	500,000	50,000
7.32Kaundu primary school		15,000	15,000		15,000
7.33Mungusi primary school		550,000	550,000	500,000	50,000
7.34yamwenze primary school		550,000	550,000	500,000	50,000
7.35Muvinge primary school		250,000	250,000	235,000	15,000
7.36Mwania primary school		600,000	600,000	585,000	15,000
7.37Kakunguu primary school		198,800	198,800		198,800
7.38Kakunike primary school		1,050,000	1,050,000	1,025,000	25,000
7.39Kalimamundu primary school		550,000	550,000	500,000	50,000
7.40Kisiuni primary school		550,000	550,000	500,000	50,000
7.41Kitithimi primary school		550,000	550,000	500,000	50,000





Programme/Sub-Programme	Original Budget	Amendments	Final Budget	Actual on 30/06/2019	Balance
	271,820,9		271,820,9	271,820,9	0
7.69Kamuwongo primary school		400,000	400,000	385,000	15,000
7.70Konyu primary school		1,000,000	1,000,000	990,000	10,000
7.71Ngaite primary school		400,000	400,000	385,000	15,000
7.72Manzola primary school		200,000	200,000	185,000	15,000
7.73Mataka primary school		300,000	300,000	285,000	15,000
7.74Manguu primary school		300,000	300,000	240,000	60,000
7.75Kaisinga primary school		1,000,000	1,000,000	915,000	85,000
7.76Ngombeni primary school		1,400,000	1,400,000	985,000	415,000
7.77Mangulu primary school		300,000	300,000		300,000
7.78Mitamisyi special school		300,000	300,000		300,000
7.79Kaundu special school		200,000	200,000		200,000
Sub total	28,039,221	34,847,076	62,886,297	30,148,275	32,698,022
8.0 Secondary Schools					
8.1Kalonzo secondary school	2,100,000		2,100,000		2,100,000
8.2Itivanzou secondary school	1,000,000	1,000,000	2,000,000	500,000	1,500,000
8.3Kaundu secondary school	1,000,000		1,000,000		1,000,000
8.4Kamayangi secondary school	1,500,000		1,500,000		1,500,000
8.5Kasyalani secondary school	1,500,000		1,500,000		1,500,000
8.6Masyungwa mixed secondary school	1,800,000	1,580,000	3,380,000	930,000	2,450,000
8.7Precious blood nthangani secondary school	1,000,000	1,776,960	2,776,960	1,742,249	1,034,711
8.8Tyaa kamuthale secondary school	303,355	1,200,000	1,503,355		1,503,355
8.9Ngai secondary school	1,500,000	1,000,000	2,500,000	915,000	1,585,000
8.10Kalatine girls secondary school	1,000,000		1,000,000		1,000,000
8.11Mwingi north constituency rev. books project	3,219,645		3,219,645	3,219,645	0
8.12Ngomeni secondary school		200,000	200,000	200,000	
8.13Tulanduli secondary school		1,050,000	1,050,000	35,000	1,015,000



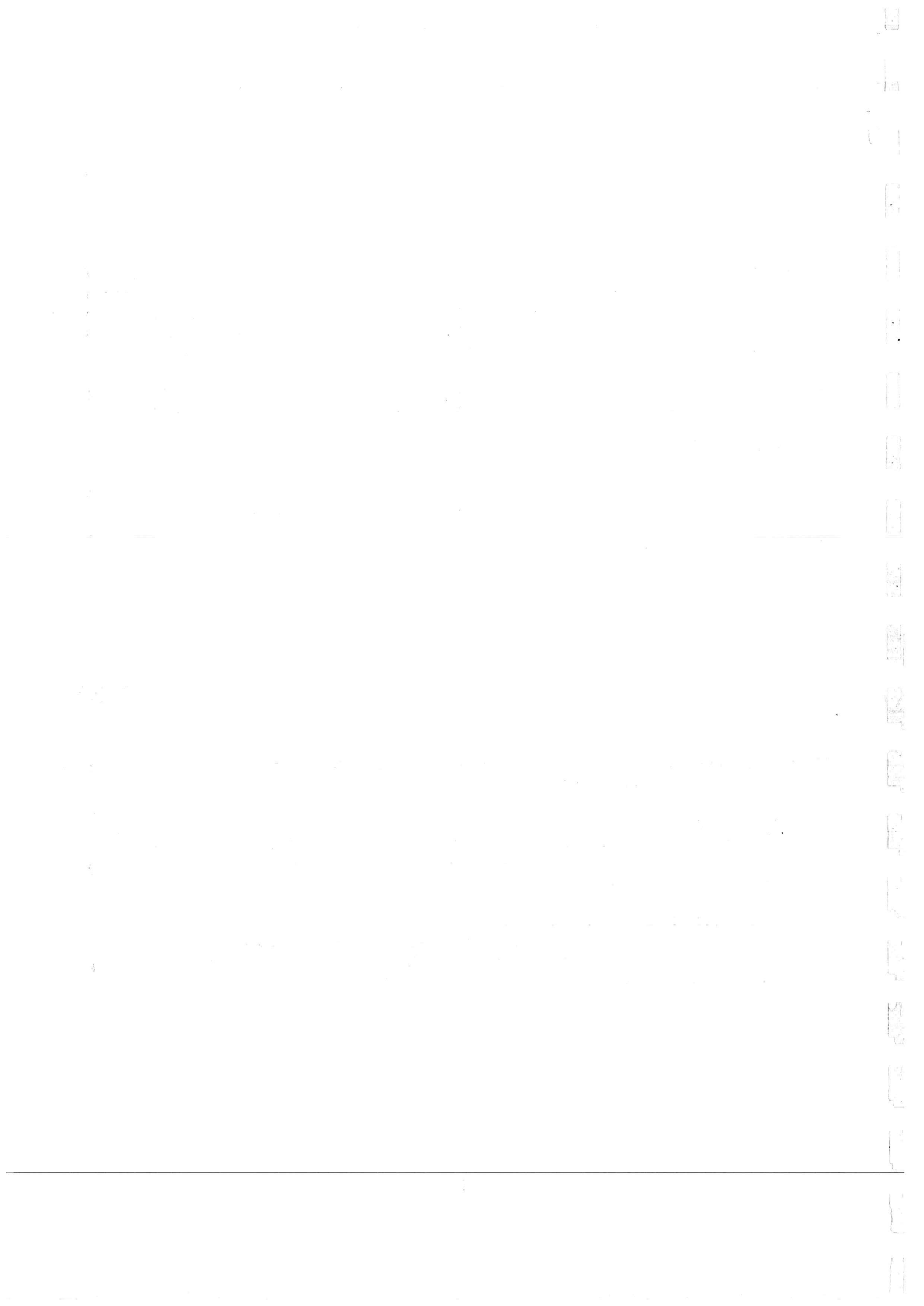
Report on Financial Statements
For the year ended June 30, 2019

Programme/Sub-programme	Original Budget	Amendment	Final Budget	Actuals on Utilization	Budget Utilization
	218,209		218,209	100%	218,209
8.14 Kyuso girls secondary school		250,000	250,000	235,000	15,000
8.14 Kyamalutu day secondary school		1,100,000	1,100,000		1,100,000
8.15 Ngunani secondary school		1,300,000	1,300,000	1,215,000	85,000
8.16 Kandwia secondary school		1,000,000	1,000,000		1,000,000
8.17 Ngalange day secondary school		900,000	900,000	815,000	85,000
8.18 Mitamisiyi day secondary school		1,000,000	1,000,000	915,000	85,000
8.19 Musavani secondary school		1,100,000	1,100,000	1,085,000	15,000
8.20 Ivonangya secondary school		1,050,000	1,050,000	1,035,000	15,000
Sub total	15,923,000	15,506,960	31,429,960	14,363,394	17,066,566
10.0 Security Projects					
10.1 tseikuru police station	1,800,000		1,800,000		1,800,000
10.2 kalatine ass. County commissioners office	1,500,000		1,500,000		1,500,000
10.3 Itivanzou chiefs office	200,000		200,000		200,000
10.4 mandongoi ap line		1,950,000	1,950,000	700,000	1,250,000
10.5 Ngomeni AP Line		435,000	435,000	435,000	
10.6 Kyuso DCCs Residence		2,500,000	2,500,000		2,500,000
10.7 kasiluni AP line		1,450,000	1,450,000	235,000	1,215,000
10.8 masyungwa police line		50,000	50,000		50,000
10.9 mivukoni Dos office		65,000	65,000		65,000
10.10 nthangani AP line		3,000,000	3,000,000		3,000,000
10.11 mandongoi kasiluni security road		500,000	2,500,000		2,500,000
10.12 ngaale AP line		300,000	300,000		300,000
10.13 mwangea chiefs office		1,000,000	1,000,000		1,000,000
10.14 tharaka dos residence		1,200,000	1,200,000		1,200,000
9.16 tyaa kamuthale AP line		1,200,000	1,200,000		1,200,000
Sub total	3,500,000	15,850,000	19,350,000	1,570,000	17,780,000



Reports and financial statements
For the year ended June 30, 2019

Programme/Sub-programme	Original Budget 2018/2019	Allocation	Final Budget 2018/2019	Actual on Implementation comparable basis 2018/2019	Difference
11.0 Acquisition of assets					
11.1 Mwingi North NGCDF Office	1,500,000	1,500,000	3,000,000	3,000,000	
11.2 Mwingi North NGCDF Office	1,500,000		1,500,000	1,500,000	
Sub total	3,000,000	1,500,000	4,500,000	4,500,000	
12.0 Others					
12.1 Kyuso Sub County Accountants Office	500,000		500,000	500,000	
Sub total	500,000		500,000	500,000	
Totals	109,040,875	74,788,907	183,829,792	111,175,466	72,654,315



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
GILGIL CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2019**

IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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



SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

During the year ended 30th June 2018, 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.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

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 Fund

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

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 1st July 2018 to 30th June 2019 as required by Law

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 MWINGI NORTH CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017-2018
		Kshs	Kshs
NGCDF Board			
AIE NO A892680	1		19,776,961
AIE NO A892607	2		30,448,275
AIE NO A855954	3		5,500,000
AIE NO A896817	4		37,907,172
AIE NOB005255	1	52,548,276	
AIE NOB030331	2	10,000,000	
AIE NO. B005427	3	10,000,000	
AIE NO 006475	4	6,000,000	
AIE NO 047096	5	15,000,000	
TOTAL		93,548,276	93,630,408

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019	2017-2018
	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	-	-



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 MWINGI NORTH CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2018-2019 Kshs	2017-2018 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	300,000
Other Receipts Not Classified Elsewhere	-	-
Total	-	300,000

4. COMPENSATION OF EMPLOYEES

	2018-2019 Kshs	2017-2018 Kshs
Basic wages of contractual employees	2,145,810	552,720
Basic wages of casual labour	84,500	468,774
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity	99,200	757,720
Other personnel payments	34,250	-
Total	2,363,760	1,779,214



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 MWINGI NORTH CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2018-2019	2017-2018
	Kshs	Kshs
Committee Expenses	5,016,925	2,261,000
Utilities, supplies and services	317,980	474,000
Communication, supplies and services	398,625	154,000
Domestic travel and subsistence	260,020	116,300
Printing, advertising and information supplies & services	49,000	150,491
Rentals of produced assets	-	180,500
Training expenses	2,549,245	755,075
Hospitality supplies and services	141,650	215,850
Insurance costs	69,325	272,246
Specialized materials and services	-	-
Office and general supplies and services	198,605	145,980
Other operating expenses	490,259	1,921,793
Routine maintenance – vehicles and other transport equipment	293,300	62,398
Routine maintenance – other assets	-	-
Total	9,784,934	6,709,633



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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018-2019	2017-2018
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	30,148,275	15,838,614
Transfers to secondary schools (see attached list)	14,363,394	8,020,000
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	-	-
TOTAL	44,511,669	23,858,614

7. OTHER GRANTS AND OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Bursary – secondary schools (see attached list)	32,487,104	22,060,329
Bursary – tertiary institutions (see attached list)	10,826,779	7,907,934
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Security projects (see attached list)	8,365,000	5,110,000
Sports projects (see attached list)	-	3,361,049
Environment projects (see attached list)	-	-
Emergency projects (see attached list)	2,836,220	2,959,745
Total	54,515,103	41,399,057



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets

	2018-2019	2017-2018
	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	-	-
Purchase of Specialised Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	-	-

9. OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Strategic plan	-	3,800,000
ICT Hub	-	-
TIVET	-	-
	-	3,800,000



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kshs	Kshs
<i>EQUITY BANK LTD, Account No. 0590292513495</i>	72,233	17,904,424
Total	72,233	17,904,424
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Peter katoni</i>	15/06/19	115,000	-	115,000
<i>Peter Katoni</i>	16/06/19	90,000	-	90,000
Total				205,000

12A. RETENTION

	2018 - 2019 Kshs	2017-2018 Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total	-	-

[Provide short appropriate explanations as necessary]

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019 Kshs	2017-2018 Kshs
Name 1	-	-
Name 2	-	-
Name 3	-	-
Add as appropriate		
Total	-	-



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
 MWINGI NORTH CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

13. BALANCES BROUGHT FORWARD

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts	17,904,423	60,206
Cash in hand	-	-
Imprest	-	121,000-
Total	17,904,423	181,206

14. PRIOR YEAR ADJUSTMENTS

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts	-	1,339,328
Cash in hand	-	-
Imprest	-	-
Total	-	1,339,328



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2018-2019	2017-2018
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>specify</i>)	-	-
	-	-

15.3: UNUTILIZED FUND (See Annex 3)

	Kshs	Kshs
Compensation of employees	424,962	556,786
Use of goods and services	(1,695,652)	(208,565)
Amounts due to other Government entities (see attached list)	49,804,588	8,962,077
Amounts due to other grants and other transfers (see attached list)	20,620,417	11,332,840
Acquisition of assets	3,000,000	-
Kyuso Sub County Accountants office	500,000	-
	72,654,315	20,643,138



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWINGI NORTH CONSTITUENCY**

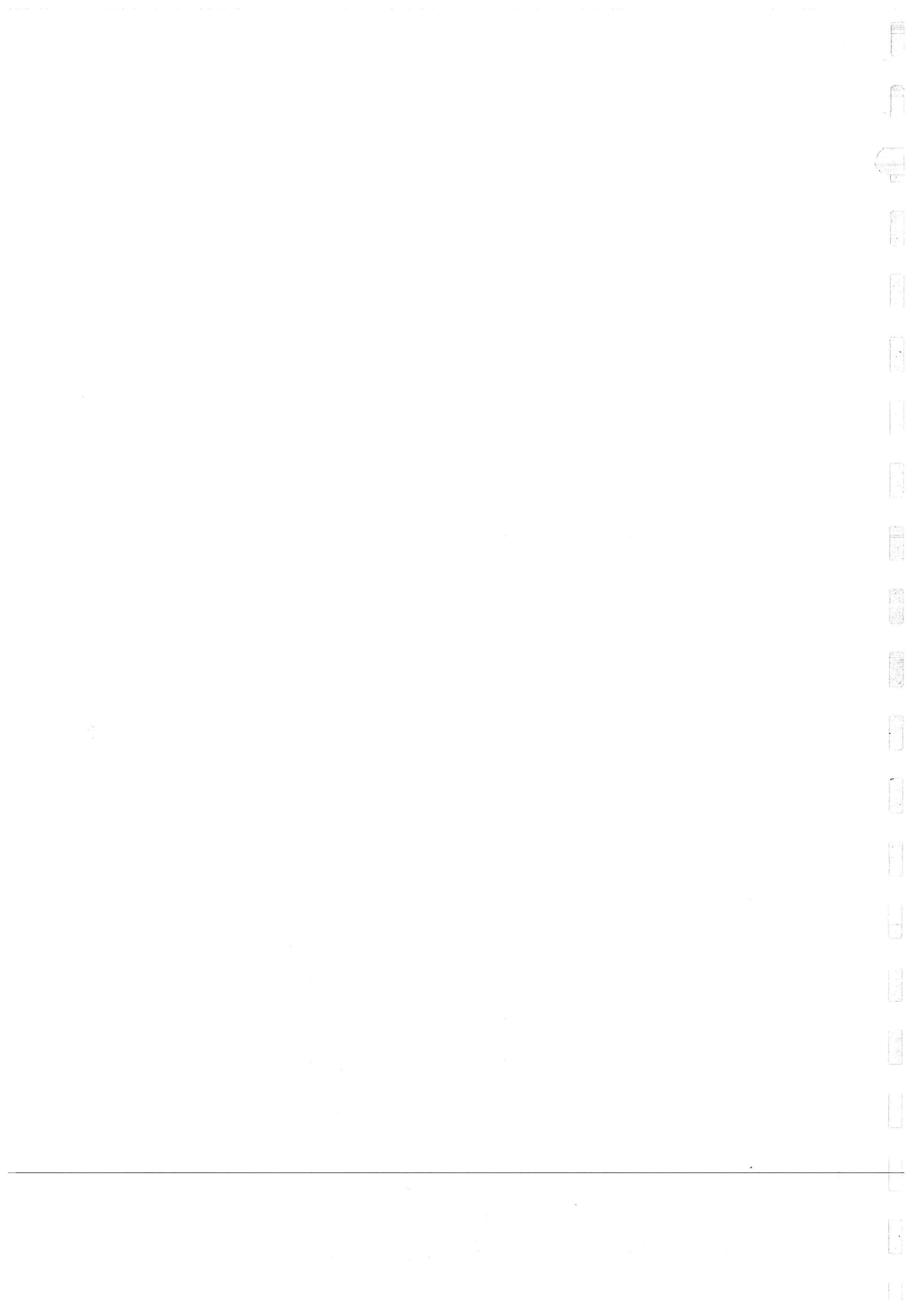
Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 4)

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	6,869,508	21,253,709
	6,869,508	21,253,709



NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs'000)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
	a	B	c	d=a-c	
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					



NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
		A	B	C	d=a-c	
Senior Management						
1.						
2.						
3.						
	Sub-Total					
Middle Management						
4.						
5.						
6.						
	Sub-Total					
Unionisable Employees						
7.						
8.						
9.						
	Sub-Total					
Others (specify)						
10.						
11.						
12.						
	Sub-Total					
	Grand Total					



NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2019 (Kshs'000)

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land	-	-	-	-
Buildings and structures	14,144,000	-	-	14,144,000
Transport equipment	11,273,103	-	-	11,273,103
Office equipment, furniture and fittings	651,610	-	-	651,610
ICT Equipment, Software and Other ICT Assets	396,670	-	-	396,670
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	26,465,683	-	-	26,465,683



NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

ANNEX 4 –PMC BANK BALANCES AS AT 30TH JUNE 2019

PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
Kakunike Primary School NGCDF Project	KCB Bank Kyuso	1208133691	686.5	450,654.00
AEPC Kyeni Kya Gai primary School NGCDF Project	KCB Bank Kyuso	1236140451	269,975.00	0
Kalimamundu Primary School NGCDF Project	KCB Bank Kyuso	1234715465	848	450,000.00
Kalumu Primary School NGCDF Project	KCB Bank Kyuso	1208896598	65	105
Kamuwongo Primary School NGCDF Project	KCB Bank Kyuso	1208152912	632	5,154.00
Kaimea Primary School NGCDF Project	KCB Bank Kyuso	1224115880	1,672.00	0
Kanyoeni Primary School NGCF Project	KCB Bank Kyuso	1234715570	80,672	450,000.00
Kandwia Primary School NGCDF Project	KCB Bank Kyuso	1160044775	214,773.85	700.85
Kanzinwa Primary School NGCDF Project	KCB Bank Kyuso	1233915770	273	750,050.00
Kasiluni AP-line NGCDF Project	KCB Bank Kyuso	1234112841	924	950,000.00
Katithini Primary School NGCDF Project	KCB Bank Kyuso	1234719185	8,672.00	450,000.00
Kingingo Primary School NGCDF Project	KCB Bank Kyuso	1259954323	0	0
Kavaani Primary School NGCDF Project	KCB Bank Kyuso	980,000.00	128,931.00	980,000.00
Kikumini Primary School NGCDF Project	KCB Bank Kyuso	1234607107	31,348.00	450,050.00
Kisiuni Primary School NGCDF Project	KCB Bank Kyuso	1234711346	3446.5	450,000.00
Mandangoi AP Line NGCDF Project	KCB Bank Kyuso	1234023059	29,159.20	200
Manguu Primary School NGCDF Project	KCB Bank Kyuso	1197673687	330	4714



NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

Manzolo primary school NGCDF Project	KCB Bank Kyuso	1252048084	375	0
Malili Primary School NGCDF Project	KCB Bank Kyuso	1241252378	2,299.00	0
Mitamisiyi Special School NGCDF Project	KCB Bank Kyuso	1234113791	3,924.00	250,000.00
Muumoni Police Station NGCDF Project	KCB Bank Kyuso	1252358989	53,975.00	0
Mugero Primary School NGCDF Project	KCB Bank Kyuso	1183518676	502,610.00	110
Mivukoni DO's Office NGCDF Project	KCB Bank Kyuso	1234445816	109,424.00	1,135,500.00
Nthangani AP Line NGCDF Project	KCB Bank Kyuso	1248048741	200	0
Kalatine ASS County Comm Off NGCDF Project	KCB Bank Kyuso	1260882888	0	0
Muguusi Primary School NGCDF Project	KCB Bank Kyuso	1234113813	68,597.00	450,000.00
Mumoni DCC's Residence NGCDF Project	KCB Bank Kyuso	1184137633	2,600.00	2,600.00
Muvinge Primary School NGCDF Project	KCB Bank Kyuso	1233928333	924	950,300.00
Mwania Primary School NGCDF Project	KCB Bank Kyuso	1234715643	1,324.00	500,000.00
Mwangea Chiefs Office NGCDF Project	KCB Bank Kyuso	1242763570	584,175.00	0
Ngakone Primary School NGCDF Project	KCB Bank Kyuso	1234493969	5,572.00	450,200.00
Ngomeni AP Line NGCDF Project	KCB Bank Kyuso	1233984594	1,374.00	1,326,000.00
Ngomeni Secondary School NGCDF Project	KCB Bank Kyuso	1198861681	1,874.00	2,330.00
Ngomeni Primary School NG- CDF Project	KCB Bank Kyuso	1233981366	3,798.00	950,050.00
Nguuku Primary School NG- CDF Project	KCB Bank Kyuso	1208382705	1,633.00	405,885.00



NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

Miramba Ikamba Primary School NGCDF Project	KCB Bank Kyuso	1234820927	167,964.65	0
Mwingi North NGCDF Sports Project	KCB Bank Kyuso	1233805339	10,151.90	1,121,137.90
Kamusiliu Primary School NGCDF Project	KCB Bank Kyuso	1208022571	518	749,500.00
Ngaai Special School NGCDF Project	KCB Bank Kyuso	1234670372	15,007.00	300,000.00
Mukauru Primary School NGCDF Project	KCB Bank Kyuso	1169447740	514,135.00	160
Mutairu Primary School NGCDF Project	KCB Bank Kyuso	1234113716	1,798.00	250,000.00
Musosya Primary School NGCDF Project	KCB Bank Kyuso	1241375968	48,849.00	0
Mataka Primary School NGCDF Project	KCB Bank Kyuso	1252149824	179,175.00	0
Manzolo Primary School NGCDF Project	KCB Bank Kyuso	1171032773	1,534.00	1,660.00
Ndooni Primary School NGCDF Project	KCB Bank Kyuso	1183594364	714.5	714.5
Kamwengi Primary School NGCDF Project	KCB Bank Kyuso	1183594364	201,216.00	850,270.00
Kasyathu Primary School NGCDF Project	KCB Bank Kyuso	1212707516	1,352.50	848,604.50
Musavani Mixed Day secondary School NGCDF Project	KCB Bank Kyuso	1242754482	284,395.00	0
Katooni Mixed Secondary School NGCDF Project	KCB Bank Kyuso	1252839804	65,343.00	0
Kyuso Girls Secondary School NGCDF Project	KCB Bank Kyuso	1179394135	13,622.00	749,500.00
Ngungani Mixed Secondary School NGCDF Project	KCB Bank Kyuso	1242859942	415,395.00	0
Gai Mixed Secondary School NGCDF Project	KCB Bank Kyuso	1252807279	914,395.00	0
Usueni Girls Secondary School NGCDF Project	KCB Bank Kyuso	1199726311	68,503.50	68,629.50
Ivonangya Secondary School NGCDF Project	KCB Bank Kyuso	1234216809	3,614.60	950,000.00





NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)**Reports and Financial Statements****For the year ended June 30, 2019 (Kshs'000)**

Ndoo Primary School NGCDF Project	KCB Bank Kyuso	1233127969	436.8	300,562.80
Ngalange Sec School NGCDF Project	KCB Bank Kyuso	1241433259	185,569.00	0
Maseki Water School NGCDF Project	KCB Bank Kyuso	1180705327	1,479,981.75	1,480,107.75
Kalatine Girls Secondary School NGCDF Project	KCB Bank Kyuso	1200533259	88,537.00	1,488,989.50
Kalonzo Secondary School - CDF	KCB Bank Kyuso	1258223058	0	0
Kamula bore hole water project -CDF	KCB Bank Kyuso	1170584624	90,214.00	279,270.00
Total			6,869,508.25	21,253,709.30

