

REPUBLIC OF KENYA



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**REPORT**

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DEPUTY LEADER OF THE  
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**THE AUDITOR-GENERAL**

**NATIONAL GOVERNMENT CONSTITUENCIES  
DEVELOPMENT FUND – MATUGA  
CONSTITUENCY**

**FOR THE YEAR ENDED  
30 JUNE, 2023**

OFFICE OF THE AUDITOR GENERAL  
P.O.Box 95262 ,MOMBASA  
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**MATUGA CONSTITUENCY**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**30<sup>th</sup> JUNE 2023**

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

**Matuga Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

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**Matuga Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Reports and Financial Statements for The Year Ended 30 June 2023**

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**I. Acronyms and Abbreviations**

<b>AGPO</b>	Access to Government Procurement Opportunities
<b>AIA</b>	Appropriation In Aid
<b>AIDS</b>	Acquired Immune Deficiency Syndrome
<b>AIE</b>	Authority to Incur Expenditure
<b>AMRC</b>	Audit Management & Risk Committee
<b>BoD</b>	Board of Directors
<b>BoQ</b>	Bill of Quantities
<b>CEO</b>	Chief Executive Officer
<b>COC</b>	Constituency Oversight Committee
<b>CSR</b>	Corporate Social Responsibility
<b>DCC</b>	Deputy County Commissioner
<b>FAM</b>	Fund Account Manager
<b>FBO</b>	Faith Based Organization
<b>FY</b>	Financial Year
<b>HIV</b>	Human Immunodeficiency Virus
<b>HQ</b>	Headquarters
<b>ICT</b>	Information and Communication Technology
<b>IPSAS</b>	International Public Sector Accounting Standards
<b>M&amp;E</b>	Monitoring and Evaluation
<b>MDA</b>	Ministries, Departments and Agencies
<b>MIS</b>	Management Information System
<b>MTP</b>	Medium Term Plan
<b>NGCDF</b>	National Government Constituencies Development Fund
<b>NGCDFB</b>	National Government Constituencies Development Fund Board
<b>NGCDFC</b>	National Government Constituency Development Fund Committee
<b>NASC</b>	National Assembly Select Committee on NG-CDF
<b>NGO</b>	Non-Governmental Organization
<b>OAG</b>	Office of Auditor General
<b>OSHA</b>	Occupation Safety & Health Act
<b>PAS</b>	Performance Appraisal System
<b>PC</b>	Performance Contract
<b>PFMA</b>	Public Finance Management Act
<b>PESTEL</b>	Political, Economic, Social, Technological, Environmental and Legal
<b>PMC</b>	Projects Management Committee
<b>PLWD</b>	Person with Disability
<b>QMS</b>	Quality Management System
<b>RC</b>	Regional Coordinator
<b>SDG</b>	Sustainable Development Goals
<b>SCA</b>	Sub County Accountant
<b>SCIA</b>	Sub County Internal Auditor
<b>SDE</b>	Sub-county Director of Education
<b>SCSCMO</b>	Sub-County Supply Chain Management Officer
<b>SDG</b>	Sustainable Development Goals
<b>SP</b>	Strategic Plan
<b>SWOT</b>	Strengths, Weaknesses, Opportunities and Threats

## II. Key Constituency Information and Management

### (a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/revisions of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

### Mandate

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

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

### Vision

Equitable Socio-economic development countrywide

### Mission

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

### Core Values

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

### Functions of NGCDF Committee

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

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**(b) Key Management**

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

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

**Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Josef Kumbatha
2.	Sub-County Accountant	Ismael Mbuvi
3.	Chairman NGCDFC	Omar Ndaro Mwangaga
4.	Member NGCDFC	Miriam Ndunge

**(c) Fiduciary Oversight Arrangements**

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

**(d) Matuga Constituency NGCDF Headquarters**

P.O. Box 65 - 80403  
Matuga NGCDF Office Building  
Kwale High School - Culture Road  
Kwale, KENYA

**(e) Matuga Constituency NGCDF Contacts**

Telephone: (254) 768 219281/ 788 686769  
E-mail: [cdfmatuga@ngcdf.go.ke](mailto:cdfmatuga@ngcdf.go.ke)  
Website: [www.cdf.go.ke](http://www.cdf.go.ke)

**(f) Matuga Constituency NGCDF Bankers**

Equity Bank (K) Ltd (specify the constituency account banker details)  
Kwale Branch  
P.O.Box 167 - 80403  
KWALE

**(g) Independent Auditors**

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

**(h) Principal Legal Adviser**

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

**III. Matuga NGCDF Committee Chairman's Report**



**OMAR NDARO MWAGAGA  
CHAIRMAN - MATUGA NGCDF COMMITTEE**

I am pleased to forward the Financial Statements and Reports for NGCDF Matuga Constituency for the period ended 30<sup>th</sup> June 2023 as the expended Budget for the Financial Year 2022/2023. The actual receipts from the NGCDF Board for the referred period was kshs.97,000,000 which represents 67% of the total annual Project Proposal Budget for the FY 2022/2023 of kshs.145,667,603.

Outstanding Disbursements held pending at the NGCDF Board is kshs.48,667,603 representing 33% of the Annual Budget Allocation.

The total final budget for the referred period was kshs.174,642,478 backed up by an adjustment (cashbook opening balances) of kshs.28,974,875.

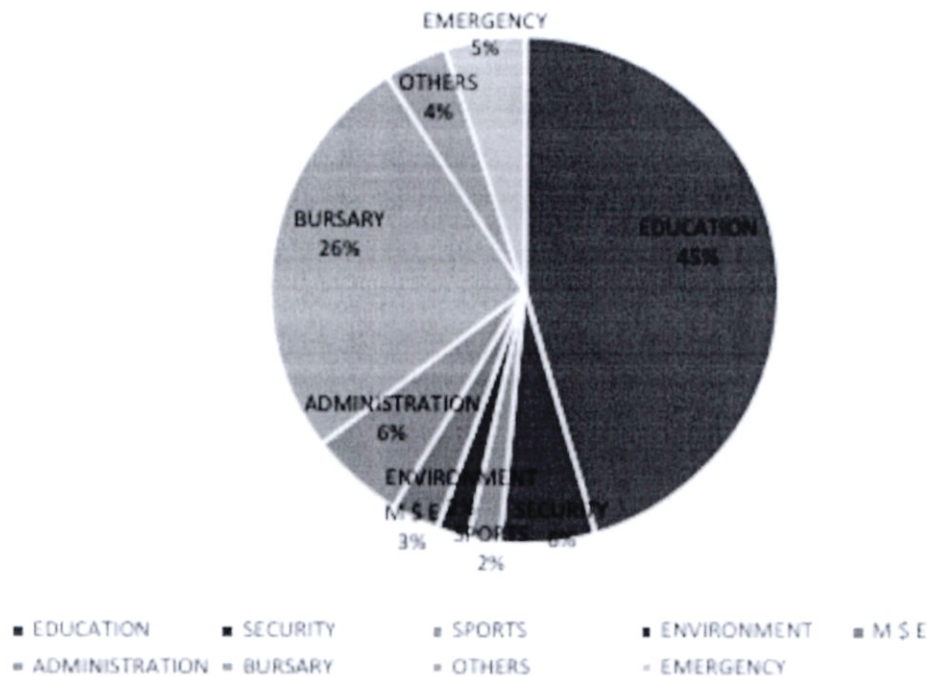
Actual receipts totaled kshs.125,974,875 out of the total final budget of kshs.174,642,478 which is equivalent to 72% of total budget.

Actual expenditure for the period was kshs.87,677,259 which is equivalent to 50.2% of the total final budget closing with a cashbook balance of kshs.37,649,433 and outstanding pending disbursements from the NGCDF Board of kshs.48,667,603 totaling to unutilized budget balance of kshs.86,965,259 being 49.8% of the final total budget for the referred period

Budget allocations for the period have been summarized in pie-charts as captured below;

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**1. SECTOR ALLOCATION OF FINAL BUDGET FOR FY 2022-2023**



As depicted in the pie-chart, education has remained a major priority as it takes a lion’s share of the entire budget totaling 71% comprising of 45% being for education infrastructure projects such as construction of classrooms, dormitories, libraries, laboratories, administration blocks, ablution blocks among others and 26% being bursaries for needy and bright students both in secondary and tertiary institutions of learning and provision of social security programs through NHIF universal healthcare cover for vulnerable families within the constituency.

Security projects include construction of chief offices and police posts that have gone along way in improving security in the constituency, enforcement of law and order and harmonious peace that has resulted into a conducive working and habitable environment for economic prosperity.

Environment allocation has gone along way to conserve the environment through implementation of projects such as construction of VIP toilets to improve waste disposal, provision of rain water harvesting equipment and planting of trees in schools and public compounds.

Sports allocation has awoken talents harnessing for the youths as they engage in various sporting activities and competitions.

Emergency allocation has come in hand to arrest life threatening calamities mostly caused by mother nature that may not have been prior planned for as they are unforeseen in nature

Administration, Monitoring and Capacity building allocations capacitates the committee to manage the fund efficiently and effectively

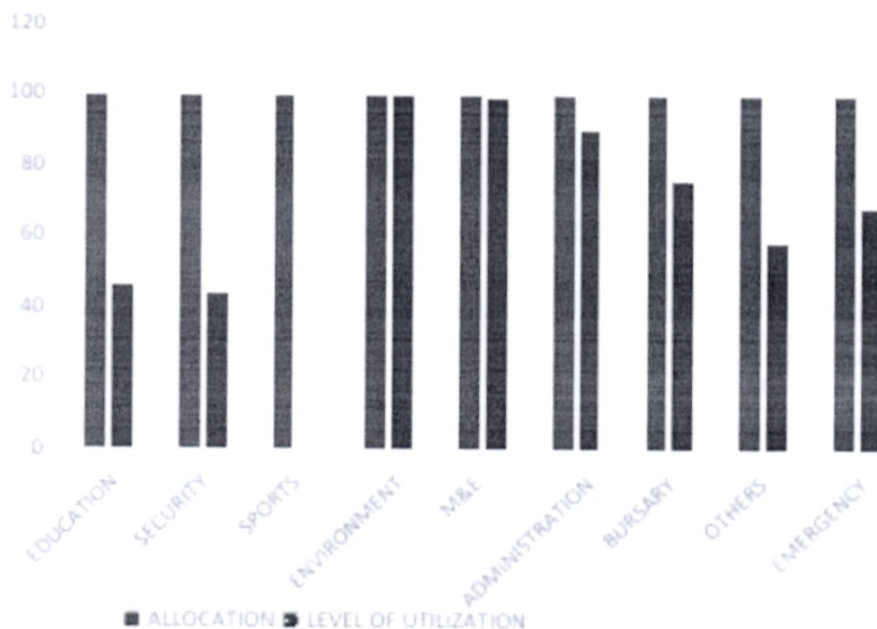
Other projects include administration office refurbishments and preparation of the constituency strategic plan which provides the road map for the next five years

**2. PROJECTS OUT PUT AND LEVEL OF FUND UTILIZATION**

The low level of project implementation was due to delays occasioned by late disbursements of funds by the NGCDF Board as by closure of the FY 2022-2023 on 30 June 2023, a whopping kshs.48,667,603 of the year’s proposed and approved budget of kshs.145,667,603 was still pending at the NGCDF Board Head Quarters. The untimely and inconsistent trickling of funds from the NGCDF Board coupled with the bureaucracies in the procurement laws, posed a challenge in expending the annual budget within the required time frame Hence the less than 100% utilization as shown in the bar-graph below



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**3. PERENIAL ISSUES**

Matuga Constituency suffers from pre-independence challenges of;

- i) Diseases, illiteracy and poverty
- ii) Rampant drug abuse by the youth
- iii) Transport is hampered by poor roads infrastructure for the constituency has less than 100km of tarmacked roads.
- iv) Lack of reliable and adequate clean water for domestic use
- v) Invasion of farms by wild animals namely elephants that break away from the Shimba hills game reserve and destroy crops.

As a result, the fund has continuously endeavored to lead in the fight against illiteracy by supporting education 100% through infrastructure development and students sponsorship, construction of security facilities notable chief's offices and police posts in every village of the constituency and more so engagement of youths in sporting activities so as to sway them away from indulging in drug abuse activities.

**4. EMERGING ISSUES**

- i. Economic collapse caused by covid-19 pandemic
- ii. Climatic changes causing droughts, unpredictable rainfall and unusual rough seas
- iii. Ban on dawn to dusk fishing
- iv. Ban on mangrove harvesting
- v. High rural-urban migration by youth due to joblessness thus stripping the constituency of much needed man-power for development

Despite a few challenges here and there, NGCDF continues to be one of the most preferred devolved funds at the grassroots by the society due to its broadened and inclusive management style and the visible tangible results that have brought hope to many villages that not so long ago were leaving in despair and ravaging poverty.

The success story of NGCDF in changing lives could be illustrated in many ways and following below are a few captions of education projects implemented in FY 2022/2023

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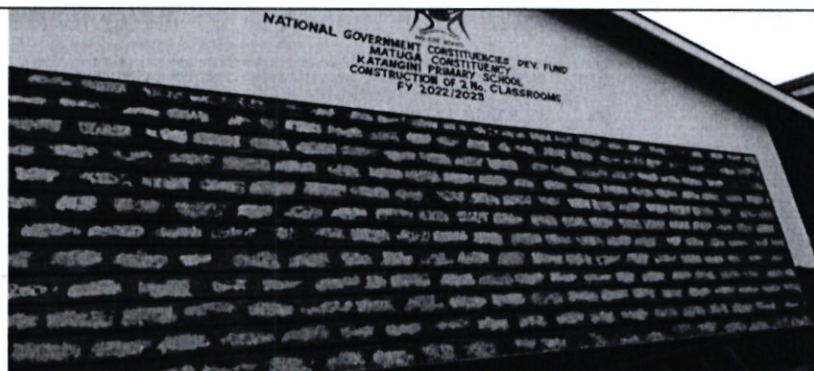
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**Project name:** Tangini Primary School.  
**Activity:** Construction of 1no Classrooms      **Amount allocated:** Ksh 1,100,000  
**Financial Year:** 2022/2023



**Project name:** Mbararani Primary School.  
**Activity:** Construction of 2no Classrooms.      **Amount allocated:** Ksh 2,200,000  
**Financial Year:** 2022/2023



**Project name:** Katangini Primary School.  
**Activity:** Construction of 2no Classrooms      **Amount allocated:** Ksh 2,200,000  
**Financial Year:** 2022/2023

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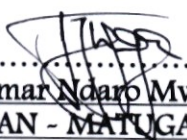


**Project name:** Kichakasimba/ Manyatta Sub-location Chief Office.  
**Activity:** Rehabilitation of Chief Office Building. **Amount allocated:** Ksh 1,500,000  
**Financial Year:** 2022/2023



**Project name:** Mwaluvanga Chief Office.  
**Activity:** Construction of Chief Office **Amount allocated:** Ksh 1,500,000  
**Financial Year:** 2022/2023

Forward by:

.....  
  
Name: Omar Ndaro Mwangaga  
CHAIRMAN - MATUGA NGCDF COMMITTEE

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**IV. Statement Of Performance Against Predetermined Objectives for FY2022/2023**

**Introduction**

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

The key development objectives of *Matuga Constituency 2022-2027 Strategic plan* are to:

- a) To help mobilize constituency resources to tap and maximize the available opportunities for improved living standards.
- b) To capture and ensure representation of all the stakeholders interests in the constituency
- c) To improve the institutional capacity and visibility of the NGCDF Committee in order to deliver on its mandate.

**Progress on attainment of Strategic development objectives**

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

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To increase institutional capacity by increasing construction of more secondary and primary schools.	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Number of classes built in primary, secondary, and tertiary institutions  Number of bursary beneficiaries at all levels	In FY 2022/2023 we increased number of classrooms, dormitories, laboratories from 67 to 82 in the learning institutions.  - Bursary beneficiaries at all levels were as per the attached schedules
Security	To construct and equip more provincial administration and security organs.	Develop and enhance all security organs infrastructure to enhance service delivery.	Increased number of police posts, chiefs and assistant chief's offices.	No of chief's offices to increase from 17 to 20 No of assistant chief's office to increase from 25 to 30
Environment	To improve and have sustainable clean environment through natural resources conservation initiatives.	Planting more tree to increase forest cover.  Harvesting rain water to access clean water.  Allocating more funds to the school for the purchase of water tanks.	No of tree seedlings planted.  Water tanks purchased.  More water pans and bore holes constructed.	No of institutions to be supplied with trees seedling to increase from 72 to 92 Allocation for Water tanks to be increased from 40 to 55
Sports	Empower and develop growing talents of youths through sporting activities.	Reduce drug abuse by youths through sports activities.	Purchase of footballs, jerseys and trophies.	Number of youth groups benefiting from sports to increase from 32 to 50
Emergency	To cater for emergencies that may occur within the constituency.	Construction of toilets, renovation of classrooms and police posts.	No of offices and toilets constructed.	To reduce emergency needs from 20 to 10 units.

**V. Governance Statement**



Matuga constituency sits on an area of 1031.20 square kms with an estimated population of 152,000 residents majority of whom live below the poverty line.

It is one of the four constituencies of Kwale county with an electoral boundary of 5 Wards, namely; Kubo South, Mkongani, Tiwi, Tsimba/Golini and Waa/Ng'ombeni

Poverty remains one of Kenya's major development challenges, which puts pressure on the limited resources leading to environmental degradation, insecurity, low economic activities, illiteracy and poor health. All these tend to slow down the economic growth culminating into high poverty levels.

While this is the situation nationally, there is much more disparities between and within the constituencies. Distribution of poverty profiles indicates that most of the poor people in the country live in rural areas compared with those in urban centres and therefore the need for a more focused approach towards poverty reduction at the grassroots. This forms the basis for NGCDF interventions.

The National Government Constituencies Development Fund (NGCDF), 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 later was subsequently succeeded by the current NGCDF Act, 2015 (as amended in June 2022). The Fund is domiciled within the ministry in charge of national treasury, economic policy and planning, currently the Ministry of National Treasury and Planning. The main purpose of the Fund is to enhance infrastructural and socio-economic development at the constituency level in order to reduce poverty by dedicating a minimum of two and half per cent (2.5%) of the National Government's share of annual revenue towards projects identified at constituency level by the communities.

**Governance Structures of the National Government Constituencies Development Fund**

**National Assembly Select Committee (Section 50)**

The functions of the National Assembly Committee shall be to oversee the policy framework and legislative matters that may arise in relation to the Fund, to continually review the framework set out for the efficient delivery of development programmes financed through the Fund, to consider and report to the National Assembly, with recommendations, names of persons required to be approved by the National Assembly under the Act and carry out any other functions relevant to the work of the Fund

**National Government Constituencies Development Fund (NGCDF) Board**

The Fund is managed by the National Government Constituencies Development Fund Board, which is a body corporate with perpetual succession and common seal. The Board operates at national comprises of the Board of Directors and a Secretariat.

**National Government Constituency Development Fund Committee (Section 43)**

**Composition**

Each Constituency Committee shall comprise of:

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- a) the national government official responsible for co-ordination of national government functions;
- b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment;
- c) two women nominated in accordance with subsection (3). one of whom shall be a youth at the date of appointment;
- d) one persons with disability nominated by a registered group representing persons with disabilities in the constituency in accordance with subsection (3);
- e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act;
- f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex-officio member without
- g) one member co-opted by the Board in accordance with Regulations made by the Board.

**Process of Nominating NGCDF Committee**

- i. The term of office of the committee shall be two years renewable but shall expire upon appointment of a new committee in a manner provided for in the Act (Section 43 (8))
- ii. Whenever a vacancy occurs in the constituency Committee by reason of resignation, incapacitation or demise of a member the vacancy shall be filled from the same category of persons where the vacancy has occurred within a period of thirty days Section 43 (10)
- iii. The Committee shall meet at least six (6) times in a year but shall not hold more than twenty four (24) meetings in the same financial year section 43 (11)
- iv. The quorum of the Committee shall be one half of the total membership (Section 43 (7))

A member of the Constituency Committee may be removed from office on any one or more of the following ground;

1. Lack of integrity;
  2. Gross misconduct;
  3. Embezzlement of public funds;
  4. Bringing the committee into disrepute through unbecoming personal public conduct;
  5. Promoting unethical practices; Causing disharmony within the committee;
  6. Physical or mental infirmity. Section 43 (13)
- a. Decision to remove a member shall be made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made
  - b. A vacancy arising as a result of the removal of a member shall be filled in the manner set out in section 43 (1) and the minutes of the meeting shall indicate the fact of the removal or appointment of a member

**Qualification for membership into the NGCDF Committees Section 43 (14,15) Reg 6**

A person shall qualify to be appointed to NGCDF Committee if that person:

- a) is a citizen of Kenya; is ordinarily a resident and a voter within the Constituency; is able to read and write and to communicate in English and Kiswahili; meets the requirements of Chapter Six of the Constitution; is available to participate in the activities of a Constituency Committee
- b) A person who has previously served in a Constituency Committees constituted under the Fund or served in a leadership position in the Community may be appointed to NGCDFC

**Functions of the NGCDF Committee Regu11 (1)**

- i. build the capacity of project management committees and sensitize the Community on the operations of the Fund;
- ii. consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;

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### **National Government Constituencies Development Fund (NGCDF)**

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- iii. ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act; 13
- iv. ensure that project proposals submitted to the Board include detailed budget proposals , procurement plans and work plans;
- v. in approving a project and before submitting the to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution
- vi. consult with relevant government departments to ensure that cost estimates for projects are realistic;
- vii. in considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects;
- viii. subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- ix. rank projects proposals in order of priority while ensuring that ongoing projects take precedence;
- x. ensure that all projects receive adequate funding and are completed within three years;
- xi. where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- xii. subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- xiii. rank projects proposals in order of priority while ensuring that ongoing projects take precedence;
- xiv. ensure that all projects receive adequate funding and are completed within three years;
- xv. where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- xvi. ensure that the principles of public finance as provided for under Chapter twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund
- xvii. submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;
- xviii. collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- xix. recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act;
- xx. submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain:
  - xxi. a list of all the new projects commenced during the financial year and their completion status; and
  - xxii. a list of all projects approved, funded and commenced during previous financial years, and their completion status;
  - xxiii. enter into performance contracting with the Board on an annual basis;
  - xxiv. in exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution;
  - xxv. receive returns from project management committees in accordance with regulation
  - xxvi. maintain a database of project management committees and reports from the respective committees;
  - xxvii. ensure that the reports referred to in paragraph
  - xxviii. are received before funding is released for each phase of the project being implemented;

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- xxix. record the names of all the signatories of the accounts of a project
- xxx. management committee as communicated to a Constituency
- xxxi. Committee by the project management committee upon assumption of office;
- xxxii. receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- xxxiii. ensure that the committee does not enter into commitments for which funding has not been allocated;
- xxxiv. ensure projects are labeled in accordance with the guidelines issued by the Board;
- xxxv. perform any other function assigned to it by the Board

**Functions of the Oversight Committee Section 53 and 34 of Regulation**

The Constituency Oversight Committee shall be comprised of the Constituency member of the National Assembly and not more than four other members, appointed by the Member of National Assembly for the constituency in consultation with other stakeholders. The member of National Assembly shall in consultation with the Oversight Committee

- 1) mobilizing and sensitizing the respective target groups on any matter related to the Fund;
- 2) Soliciting views, opinions and proposals from the public in regard to the Fund

**Functions of the Oversight Committee Section 53**

In the above forums, the public may make recommendations to the Constituency Committee for the better implementation of projects undertaken under the Act;

witness the commissioning of projects and issuance of cheques and other disbursements by the NGCDF Committee;

Express their views on the implementation of the Fund

*NB/ A member of the Constituency Oversight Committee may attend meetings of the Constituency Committee or its sub-committees, to ensure fair distribution of the fund*

The Constituency Oversight Committee may request for information from a Constituency Committee in writing, specifying the reasons for which such information is sought

**Project Management Committee (PMC) Reg 15 (5,6,7,8)**

A project management committee shall account to a Constituency Committee for funds allocated to it.

A Constituency Committee shall not convert itself into a project management committee.

Despite paragraph (6), a Constituency Committee may implement a project where the project involves:

- construction of a Constituency office; or
- procurement of equipment, including motor vehicles, for the exclusive use of a Constituency Committee

**Functions of the Project Management Committee (PMC)**

- a. Prepare returns and file them with a Constituency Committee on a timely basis
- b. Account for funds to a Constituency Committee;
- c. Undertake project closure, labeling and handover upon completion
- d. Prepare and submit handover report to the NGCDFC
- e. Prepare the requisite budgets and bills of quantities, assisted by relevant government officers; and work plans showing how it intends to utilize the funds given to it for implementing the project,

**Roles of FAM, NGCDF Chairperson and NGCDF Secretary**

- 1) Guiding the PMCs in the sourcing of goods and services;
- 2) Oversees Project Management, Monitoring, Evaluation and Reporting at the Constituency level on behalf of the NGCDFC



## **Matuga Constituency**

### **National Government Constituencies Development Fund (NGCDF)**

#### **Annual Reports and Financial Statements for The Year Ended 30 June 2023**

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- 3) Provides technical advice to the NGCDF Committees on CDF matters;
- 4) Maintain files and all minutes of NGCDFC meetings.
- 5) Maintains books of Accounts and other operational and financial records and ensures their safety.
- 6) Prepares monthly returns and submits to the NGCDFC for discussion before submission to the NGCDF Board.
- 7) Handles correspondence between the NGCDF Board Secretariat and the Constituency.
- 8) Ensures safe custody of the NGCDFC assets at the constituency level and coordinates their prudent use.
- 9) Custodian of all records and equipment of the constituency during the term of Parliament and during transitions occasioned by general elections or a by-election.
- 10) Liaises with Government Departmental heads to obtain technical inputs for the implementation of projects within the constituency.
- 11) Maintains records of project proposals, reallocation, re-submission and requests for funds approved by the NGCDFC and the NGCDF Board.
- 12) Supervises the NGCDFC staff, undertakes their appraisals and submits returns to the relevant institutions.
- 13) Prepares annual work plans and budgets for NGCDFC and submits the same to the committee for approval.
- 14) Disseminates information to internal users viz. NGCDFC and the NGCDF Board through the Regional Coordinators.
- 15) Guides NGCDFC in preparation of strategic plans.
- 16) Prepares appropriate financial and projects documents for operational and audit purposes.
- 17) Monitors projects implementation and prepares status or progress reports.
- 18) Disseminates information to external users such as Sub - county Department heads, Non - Governmental Organizations and other Stakeholders so as to enhance proper coordination and avoid duplication of efforts and funding.
- 19) Facilitates capacity building of the local community to take up their roles in project identification, prioritization, planning, implementation and sustenance.
- 20) Networking and collaboration with the County government during project identification and implementation

Matuga NGCDF Committee performs its functions with the help of a well established staff base that is composed of a clerk of works, accounts assistant, ICT clerk among others.

The committee discharges its duties through sub-committees amongst them the bursary sub-committee, monitoring and evaluation, Complaints Ethics and Anti-corruption sub-committee, Sports sub-committee and Social security programs sub-committee.

In the financial year 2022-2023, the committee had six main committee sittings, three bursary sub-committee meetings, three social security program sub-committee meetings and two sports sub-committee meetings, four monitoring sub-committee meetings and two complaints Ethics and Anti-corruptions sub-committee meetings.

Matuga NGCDF Committee enjoys a good working relationship with other government agencies namely the county works officer's office, the sub-county treasury, the sub-county supply chain management officer and other development partners

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**VI. Environmental and Sustainability Reporting**

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

**1. Sustainability strategy and profile -**

To ensure sustainability of Matuga NGCDF, the committee funds the following key sectors with the following sustainable priorities.

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

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To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid-19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

**2. Environmental performance**

**Environment Policy and Action Plan**

Protection of the environment in which we live and operate is part of Matuga NGCDF initiatives

Care for the environment is one of our key responsibilities and an important aspect in the way in which we carry out our operations.

**Our Environmental Policy**

In this policy statement Matuga NGCDF commits to:

- ✓ Comply with all relevant environmental legislation, regulations and approved codes of practice
- ✓ Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water
- ✓ Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources
- ✓ Managing and disposing of all wastage in a responsible manner;
- ✓ Providing training for our NGCDFC and staff so that we all work in accordance with this and within an environmentally aware culture
- ✓ Regularly communicating our environmental performance to our employees and other significant stakeholders
- ✓ Developing our management processes to ensure that environmental factors are considered during planning and implementation
- ✓ Monitoring and continuously improving our environmental performance.
- ✓ Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

**Our Environmental Action Plan**

Matuga NGCDF has identified four areas in which we as an office have direct or indirect environmental impact, and where we can implement initiatives to manage and reduce these impacts. These four areas together with our approach and targets for each are shown below:

Impact Area	Approach
Capacity Building	<ul style="list-style-type: none"> <li>• Promote environmental awareness by sensitizing the Matuga NGCDFC, NGCDFC staff and PMCs on good conservation practices</li> <li>• To encourage, through regular communication to Matuga NGCDFC, staff, and other stakeholders changes in individual behaviour to reduce usage</li> </ul>
Conservation of Energy and Resources	<ul style="list-style-type: none"> <li>• To maximize use of available technologies to remove the need to use paper</li> <li>• To encourage our clients to engage with us using electronic means where possible</li> <li>• To maximize on rain water harvesting</li> <li>• To make energy efficiency a key factor in the selection of any new energy devise being purchased</li> <li>• To invest in available energy saving technologies and devices within our existing premises</li> </ul>

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Environmental Protection and Conservation	<ul style="list-style-type: none"> <li>• To promote use of volt guards to control power surges</li> <li>• We have constructed culverts and gabions to prevent soil erosion</li> <li>• To encourage tree planting in the constituency to improve the forest cover.</li> <li>• To promote purchase and installation of fire extinguishers to aid in extinguishing and controlling fires</li> </ul>
Pollution Control and Waste Management	<ul style="list-style-type: none"> <li>• To ensure that all paper waste is recycled</li> <li>• To ensure segregation of waste</li> <li>• To ensure proper human waste disposal through construction of pit latrines, septic and soak pit tanks</li> </ul>

**3. Employee welfare**

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

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

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

**4. Market place practices-**

Matuga NGCDF Constituency is committed to fair and ethical market practices.

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

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

NGCDF has put in efforts to ensure:

- a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption
- b) Good business practice including cordial Supply chain and supplier relations by honoring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interest

**5. Community Engagements-**

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

**Public Participation in Project Identification and Implementation and Monitoring**

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

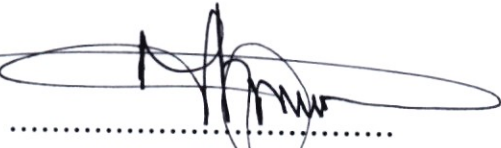
**Public participation** is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

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

**Public Awareness**

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

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

  
.....  
**Name: CPA Kumbatha Wasi**  
**Fund Account Manager.**

**Matuga Constituency  
National Government Constituencies Development Fund (NGCDF)  
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**VII. Statement Of Management Responsibilities**

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

The Accounting Officer in charge of the NGCDF Matuga 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, 2023. 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 Matuga Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF Matuga Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

**Approval of the financial statements**

The NGCDF Matuga Constituency financial statements were approved and signed by the Accounting Officer on

8/11/2024



**Fund Account Manager**  
Name: CPA Kumbatha Wasi  
ICPAK Member No: 24271



**National Sub-County Accountant**  
Name: Ismael Mbuvi  
ICPAK Member No:



**Chairman NG-CDF Committee**  
Name: Omar Mwangaga  
ICPAK Member No:

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## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MATUGA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023**

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### **PREAMBLE**

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

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

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

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

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

#### **Qualified Opinion**

I have audited the accompanying financial statements of the National Government Constituencies Development Fund – Matuga Constituency set out on pages 1 to 38, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and summary statement of

appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund- Matuga Constituency as at 30 June, 2023 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

## **Basis for Qualified Opinion**

### **1 Inaccuracies in the Financial Statements**

The statement of receipts and payments reflects other grants and transfers balance of Kshs.41,807,220 as disclosed in Note 8 to the financial statements which was revised from Kshs.41,156,220 without supporting documents.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

### **2 Unsupported Transfers to Other Government Units**

The statement of receipt and payments reflects transfers to other Government units of Kshs.30,300,000 as disclosed in Note 7 to the financial statements. The amounts relate to transfers to primary and secondary schools of Kshs18,800,000 and Kshs.11,500,000 respectively. However, four (4) projects, three (3) under primary and one (1) under secondary schools, worth Kshs.12,560,000 were not supported with certificates of practical completion and handing over reports, whereas, the project implementation status report and physical inspection of the projects indicated that the projects have been completed.

in the circumstances, the accuracy and completeness of transfer to other government units of Kshs.18,800,000 could not be confirmed.

### **3 Misclassified and Unsupported Expenditures**

The statement of receipts and payments reflects use of goods and services Kshs.7,188,236 as disclosed in Note 6 to the financial statements. Included in the amounts are transactions amounting to Kshs.3,182,276 that were not dated to indicate the date of payment and posting and transactions amounting to Kshs.495,680 and Kshs.4,063,520 were wrongly classified under specialized materials and services.



Further, the statement of receipts and payments reflects Constituency oversight committee expenses amounting to Kshs.1,000,000 as disclosed in Note 10 to the financial statements. Review of the payment's vouchers revealed expenditure amounting to Kshs.300,000 relating to Project Management Committee training was wrongly classified under Constituency oversight committee expenses thereby overstating the expenditure by Kshs.300,000.

In the circumstances, the accuracy and completeness of use of goods and services amounting to Kshs.7,188,236 could not be confirmed.

#### **4. Doubtful Payments on Social Security Programmes**

The statements of receipts and payments reflects other grants and transfers of Kshs.41,807,220 as disclosed in Note 8 to the financial statements. Included in the amount are payments to social security programmes and National Hospital Insurance Fund amounting to Kshs.3,474,000 incurred on medical health insurance cover for vulnerable families and people living with disabilities. The documents attached in support the payment were only a list of the intended beneficiaries and the minutes of the National Government Constituencies Development Fund committee which deliberated on the issue and approved the payment. However, there was no evidence to show the selection criteria applied and how the beneficiaries were identified.

In the circumstances, the accuracy, completeness and regularity of the expenditure on social security programmes amounting to Kshs.3,474,000 could not be confirmed.

#### **5. Variances in Values of Assets**

The fixed asset register provided for audit indicates the value of the assets as Kshs.18,561,246 whereas Annex 4 to the financial statements reflects asset valued at Kshs.23,175,623, resulting to an unexplained variance of Kshs.4,614,377. Further, the register included an amount of Kshs.2,962,125 on an unserviceable motor vehicle.

Further, the register of buildings and structures provided for audit did not contain comprehensive details of the assets such as building details on ownership, registration number, size, ownership status, designated use, number of floors and location as per the template provided by The National Treasury.

In the circumstances, the accuracy, completeness and ownership of the Fund's assets could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund – Matuga Constituency Management in accordance with ISSAI 130 on the 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.

## **Emphasis of Matter**

### **Budgetary Control and Performance**

The summary statement of appropriation reflects final receipts budget and actual amounts on comparable basis of Kshs.174,645,295 and actual receipts of Kshs.125,977,692 resulting to an under-funding of Kshs.48,667,603, or 28% of the budget. However, the Fund spent an amount of Kshs.88,328,259 against actual receipts of Kshs.125,977,692, resulting to an under-utilization of Kshs.37,649,433, or 30% of the actual receipts.

The under-funding and under- utilization affected the planned activities of the Fund and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgement, 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**

#### **Unresolved Prior Year Matters**

In the audit of the previous year, several issues were raised in respect of the financial statements and report on Lawfulness and Effectiveness in Use of Public Resources and Effectiveness of Internal Control and Governance. However, Management has not resolved the issues or given reasons on the failure to adhere to the Public Sector Accounting Standards Board templates.

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

### **Conclusion**

As required by Article 229(6) of the Constitution and based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

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 comply, 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 THE EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

## **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015 and 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 governance were not effective.

## **Basis for Conclusion**

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

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

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

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

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

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

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

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

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and 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 Fund's policies and procedures may deteriorate.


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

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

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of 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 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 communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.

  
FCPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

21 May, 2024


**Matuga Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Reports and Financial Statements for The Year Ended 30 June 2023**

**IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023**

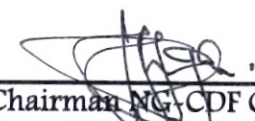
	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts</b>			
Transfers From NGCDF Board	1	97,000,000	186,277,758
Proceeds From Sale of Assets	2	0	0
Other Receipts	3	2,817	0
<b>Total Receipts</b>		<b>97,002,817</b>	<b>186,277,758</b>
<b>Payments</b>			
Compensation Of Employees	4	3,703,951	3,145,196
Committee expenses	5	1,234,228	0
Use Of Goods and Services	6	7,188,236	13,357,421
Transfers To Other Government Units	7	30,300,000	111,962,530
Other Grants and Transfers	8	41,807,220	57,096,574
Acquisition Of Assets	9	3,094,624	0
Constituency Oversight Committee Expenses	10	1,000,000	0
Other Payments	11	0	1,169,257
<b>Total Payments</b>		<b>88,328,259</b>	<b>186,730,978</b>
<b>Surplus/ (Deficit)</b>		<b>8,674,558</b>	<b>(453,220)</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on 8/14/2024 and signed by:

  
Fund Account Manager  
Name: CPA Kumbatha Wasi  
ICPAK Member No: 24271

  
National Sub-County Accountant  
Name: Ismael Mbuvi  
ICPAK Member No:

  
Chairman NGCDF Committee  
Name: Omar Mwangaga  
ICPAK Member No:

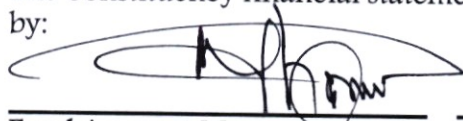
**Matuga Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Reports and Financial Statements for The Year Ended 30 June 2023**

**X. Statement Of Assets and Liabilities As At 30th June, 2023**

	Note	2022-2023	2021-2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalents</b>			
Bank Balances (As Per the Cash Book)	12A	37,649,433	28,974,875
Cash Balances (Cash at Hand)	12B	0	0
<b>Total Cash and Cash Equivalents</b>		<b>37,649,433</b>	<b>28,974,875</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	13	0	0
<b>Total Financial Assets</b>		<b>37,649,433</b>	<b>28,974,875</b>
<b>Financial Liabilities</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	14A	0	0
Gratuity	14B	0	0
<b>Total Financial Liabilities</b>		<b>(0)</b>	<b>(0)</b>
<b>Net Financial Assets</b>		<b>37,649,433</b>	<b>28,974,875</b>
<b>Represented By</b>			
Fund Balance B/Fwd	15	28,974,875	29,428,095
Prior Year Adjustments	16	0	0
Surplus/Deficit for The Year		8,674,558	(453,220)
<b>Net Financial Position</b>		<b>37,649,433</b>	<b>28,974,875</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NGCDFC on 8/12 2024 and signed by:



**Fund Account Manager**  
Name: CPA Kumbatha Wasi  
ICPAK Member No: 24271



**National Sub-County Accountant**  
Name: Ismael Mbuvi  
ICPAK Member No:



**Chairman NG-CDF Committee**  
Name: Omar Mwangaga  
ICPAK Member No:

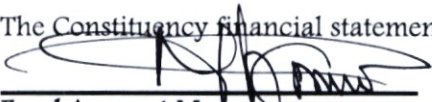
**Matuga Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

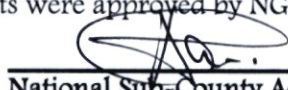
**XI. Statement Of Cash Flows for The Year Ended 30th June 2023**

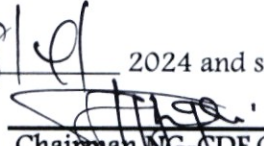
	Notes	2022-2023	2021-2022
		Kshs	Kshs
<b>Receipts From Operating Activities</b>			
Transfers From NGCDF Board	1	97,000,000	186,277,758
Other Receipts	3	2,817	0
<b>Total Receipts</b>		<b>97,002,817</b>	<b>186,277,758</b>
<b>Payments</b>			
Compensation Of Employees	4	3,703,951	3,145,196
Committee Expenses	5	1,234,228	0
Use Of Goods and Services	6	7,188,236	13,357,421
Transfers To Other Government Units	7	30,300,000	111,962,530
Other Grants and Transfers	8	41,807,220	57,096,574
Constituency Oversight Committee Expenses	10	1,000,000	0
Other Payments	11	0	1,169,257
<b>Total Payments</b>		<b>85,233,635</b>	<b>186,730,978</b>
<b>Total Receipts Less Total Payments</b>		<b>11,769,182</b>	<b>(453,220)</b>
Adjusted For:			
Prior Year Adjustments	16	0	0
Decrease/(Increase) In Accounts Receivable	17	0	0
Increase/(Decrease) In Accounts Payable	18	0	0
<b>Net Cash Flow from Operating Activities</b>		<b>11,769,182</b>	<b>(453,220)</b>
<b>Cash-flow From Investing Activities</b>			
Proceeds From Sale of Assets	2	0	0
Acquisition Of Assets	9	(3,094,624)	0
<b>Net Cash Flows from Investing Activities</b>		<b>(3,094,624)</b>	<b>0</b>
Net Increase In Cash And Cash Equivalent		8,674,558	(453,220)
<b>Cash &amp; Cash Equivalent At Start Of The Year</b>	12A	<b>28,974,875</b>	<b>29,428,095</b>
<b>Cash &amp; Cash Equivalent At End Of The Year</b>		<b>37,649,433</b>	<b>28,974,875</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NGCDFC on 8/9 2024 and signed by:

  
Fund Account Manager  
Name: CPA Kumbatha Wasi  
ICPAK Member No: 24271

  
National Sub-County Accountant  
Name: Ismael Mbuvi  
ICPAK Member No:

  
Chairman NG-CDF Committee  
Name: Omar Mwangaga  
ICPAK Member No:



**Matuga Constituency**

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

**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

**XII. Summary Statement of Appropriation for The Year Ended 30<sup>th</sup> June 2023**

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2022-2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Receipts							
Transfers From NGCDF Board	145,667,603	28,974,875	0	174,642,478	125,974,875	48,667,603	72.1%
Proceeds From Sale of Assets	0	0	0	0	0	0	0.0%
Other Receipts	2,817	0	0	2,817	2,817	0	100.0%
<b>Totals</b>	<b>145,670,420</b>	<b>28,974,875</b>	<b>0</b>	<b>174,645,295</b>	<b>125,977,692</b>	<b>48,667,603</b>	<b>72.1%</b>
Payments							
Compensation Of Employees	4,112,976	1,366,950	0	5,479,926	3,703,951	1,775,975	67.6%
Committee Expenses	1,430,000	0	0	1,430,000	1,234,228	195,772	86.3%
Use Of Goods and Services	7,567,108	991	0	7,568,099	7,188,236	379,863	95%
Transfers To Other Government Units	60,800,000	19,635,241	0	80,435,241	30,300,000	50,135,241	37.7%
Other Grants and Transfers	59,882,894	7,893,693	0	67,776,587	41,807,220	25,969,367	61.7%
Acquisition Of Assets	3,094,625	0	0	3,094,625	3,094,624	1	100.0%
COC Expenses	1,000,000	0	0	1,000,000	1,000,000	0	100.0%
Other Payments	2,200,000	0	0	2,200,000	0	2,200,000	0.0%
Funds Pending Approval**	5,580,000	78,000	0	5,658,000	0	5,658,000	0.0%
<b>Totals</b>	<b>145,667,603</b>	<b>28,974,875</b>	<b>0</b>	<b>174,642,478</b>	<b>88,328,259</b>	<b>86,314,219</b>	<b>50.6%</b>

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

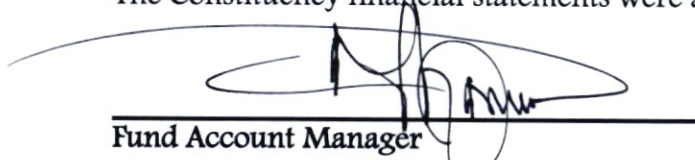
**Explanatory Notes.**

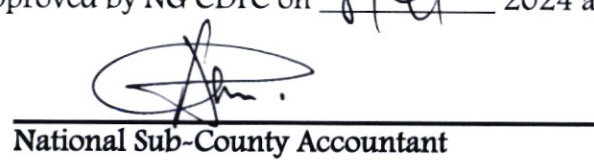
Budget was funded with disbursements for the financial year from the NGCDF Board and Cashbook balances brought forward from previous financial years. Approved budget for the financial year 2022/2023 was kshs.145,667,603. Cashbook opening balances brought forward from previous financial year was kshs.28,974,875. Thus the total financial budget available for expending during the year under review was kshs.174,642,478. Actual on comparable basis is (Receipts) kshs.125,974,875 which is equivalent to 72% of total financing budget. Total expenditure for the period (Payments) was kshs.88,328,259 being 50% of the total financing budget leaving a closing Cashbook balance of kshs.37,649,433 and pending disbursements from the NGCDF Board of kshs.48,667,603 totaling to kshs.86,314,219 of unutilized funds equivalent to 50% of the total financing budget for the financial year under review. Funds utilization in all sectors was below 100% because of delayed disbursements from the NGCDF Board as funds were received at the closure of the financial year.


**Matuga Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilization difference totals	86,314,219
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2023	(48,667,603)
	37,646,616
Increase/(decrease) Accounts payable	2,817
(Decrease)/Increase Accounts Receivable	(0)
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2023	<b>37,649,433</b>

The Constituency financial statements were approved by NG CDFC on 8<sup>th</sup> 2024 and signed by:

  
 Fund Account Manager  
 Name: CPA Kumbatha Wasi  
 ICPAK Member No: 24271

  
 National Sub-County Accountant  
 Name: Ismael Mbuvi  
 ICPAK Member No:

  
 Chairman NG-CDF Committee  
 Name: Omar Mwangaga  
 ICPAK Member No:

**Matuga Constituency**

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

**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

**XIII. Budget Execution By Sectors And Projects For The Year Ended 30<sup>th</sup> June 2023**

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference (e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Blk) and AIA	Previous years Outstanding Disbursements				
	FY 2022/2023			FY 2022/2023	30/06/2023		
	Kshs			Kshs	Kshs	Kshs	
<b>1.0 Compensation of Employees</b>							
1.1 Salary	4,112,976	1,366,950.00	-	5,479,926	3,703,951	1,775,975	
1.2 NHIF	-	-	-	-	-	-	
1.3 NSSF	-	-	-	-	-	-	
<b>Total</b>	<b>4,112,976</b>	<b>1,366,950</b>	<b>-</b>	<b>5,479,926</b>	<b>3,703,951</b>	<b>1,775,975</b>	<b>68</b>
<b>2.0 Committee Expenses</b>							
2.1 Committee Sitting Allowances	1,430,000	135.00	-	1,430,135	1,234,228	195,907	
2.2 Other Committee Expenses	-	-	-	-	-	-	
<b>Total</b>	<b>1,430,000</b>	<b>135</b>	<b>-</b>	<b>1,430,135</b>	<b>1,234,228</b>	<b>195,907</b>	<b>86</b>
<b>3.0 Use of Goods and Services</b>							
3.1 Administration	7,567,108	750.00	-	7,567,858	7,188,236	379,622	-
3.2 Monitoring & Evaluation		100.00		100		100	
<b>Total</b>	<b>7,567,108</b>	<b>850</b>	<b>-</b>	<b>7,567,958</b>	<b>7,188,236</b>	<b>379,722</b>	<b>95</b>
<b>4.0 Transfers to Other Government Entities</b>							
<b>4.1 Primary Schools</b>							
Kilindini Primary School	1,200,000	160,000	-	1,360,000	160,000	1,200,000	
Voya Mlungu Primary School		160,000		160,000	160,000	-	
Mwele Primary School		1,180,000		1,180,000	1,180,000	-	

**Matuga Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

Mwamtobo Primary School	500,000	1,180,000		1,680,000	1,680,000	-	
Chirimani Primary School	2,400,000.00	80,000	-	2,480,000	80,000.00	2,400,000	
Ganze Primary School		80,000		80,000	80,000	-	
Miamba Primary School		160,000		160,000	160,000	-	
Nyando Primary School		3,660,000		3,660,000	3,660,000.00	-	
Boyani West Primary School		80,000		80,000	80,000	-	
Muyugutu Primary School		1,180,000		1,180,000		1,180,000	
Bang'a Primary School		80,000		80,000	80,000	-	
Mtsarani Primary School		1,180,000		1,180,000		1,180,000	
Jaramogi Odinga Primary School	1,200,000	80,000		1,280,000	80,000	1,200,000	
Mwananyahi Primary School		80,000		80,000	80,000	-	
Mwachome Primary School		80,000		80,000	80,000	-	
Mwanamkuu Primary School		160,000		160,000	160,000	-	
Bowa Primary School		500,000		500,000	500,000.00	-	
Bilashaka Primary School		80,000		80,000	80,000	-	
Mwadinda Primary School		40,000		40,000	40,000	-	
Mwaryarya Primary School.		80,000		80,000	80,000	-	
Nyando Primary School		160,000		160,000	160,000	-	
Mkunguni pri school		80,000		80,000	80,000	-	

**Matuga Constituency****National Government Constituencies Development Fund (NGCDF)****Annual Reports and Financial Statements for The Year Ended 30 June 2023**

Mbadzi pri school		80,000		80,000	80,000	-	
Mkanda primary school		80,000		80,000	80,000.00	-	
Kwale pri school		3,000,000		3,000,000	3,000,000.00	-	
Pumwani pri school		180,000		180,000	180,000	-	
Kitulu pri school.		80,000		80,000	80,000.00	-	
Zunguluka Pri school		80,000		80,000		80,000	
Mwanzwani pri school		80,000		80,000	80,000	-	
Mwabuga pri school		80,000		80,000	80,000	-	
Mkwajuni pri school		160,000		160,000	160,000	-	
Gopha primary school	400,000			400,000		400,000	
Katangini primary school	2,400,000			2,400,000		2,400,000	
Kizimbani primary school	2,400,000			2,400,000		2,400,000	
Makobe Special Unit primary school	1,200,000			1,200,000		1,200,000	
Mangawani primary school	4,300,000			4,300,000		4,300,000	
Mbararani primary school	2,400,000			2,400,000	2,400,000	-	
Magwasheni primary school	3,000,000			3,000,000		3,000,000	
Mbuguni primary school	1,200,000			1,200,000		1,200,000	
Mwagodzo primary school	2,400,000			2,400,000		2,400,000	
Mirihini primary school	2,000,000			2,000,000	2,000,000	-	
Mtsangatamu primary school	2,000,000			2,000,000		2,000,000	
Mwamivi primary school	2,000,000			2,000,000	2,000,000	-	
Myugutu primary school	1,200,000			1,200,000		1,200,000	
Tangini primary school	1,600,000			1,600,000		1,600,000	

**Matuga Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

Vinuni primary school	2,000,000			2,000,000		2,000,000	
Yeje primary school	2,000,000			2,000,000		2,000,000	
Vuga primary school	1,000,000			1,000,000		1,000,000	
Waa primary school	4,300,000			4,300,000		4,300,000	
Zibani primary school	750,000			750,000		750,000	
<b>Sub-total</b>	<b>43,850,000</b>	<b>14,340,000</b>	<b>-</b>	<b>58,190,000</b>	<b>18,800,000</b>	<b>39,390,000</b>	
<b>4.2 Secondary schools</b>							
Ng'ombeni Secondary School.		1,000,000		1,000,000	1,000,000.00	0	-
Balozi M Jorori Secondary School		1,500,000		1,500,000	1,500,000.00	0	
Mkongani sec ondary school		1,000,000		1,000,000	1,000,000.00	0	-
Mkongani sec ondary school		3,507,771		3,507,771	3,500,000.00	7,771	-
Mkongani sec ondary school		300,000		300,000		300,000	-
Burani Girls Secondary School		1,500,000		1,500,000	1,500,000	0	
Stephen kanja sec school	150,000	350,000		500,000		500,000	-
Kibuyuni Secondary School.	3,000,000			3,000,000		3,000,000	
Mwaluphamba sec school	1,500,000			1,500,000		1,500,000	
Mtsamviani secondary school	3,000,000			3,000,000		3,000,000	
Tandaza model secondary school	7,300,000			7,300,000	3,000,000	4,300,000	
Tsimba Secondary School.	1,500,000			1,500,000		1,500,000	
Tserezani Secondary School	500,000			500,000		500,000	
<b>Sub-total</b>	<b>16,950,000</b>	<b>9,157,771</b>	<b>-</b>	<b>26,107,771</b>	<b>11,500,000</b>	<b>14,607,771</b>	
<b>Total</b>	<b>60,800,000</b>	<b>23,497,771</b>	<b>-</b>	<b>84,297,771</b>	<b>30,300,000</b>	<b>53,997,771</b>	<b>36</b>
<b>5.0 Other Grants and Transfers</b>							
<b>5.1 Bursary Secondary</b>	20,000,000	662,007.00		20,662,007	17,845,000	2,817,007	
<b>5.2 Bursary Tertiary</b>	10,000,000	79,180		10,079,180	7,857,000	2,222,180	
<b>5.3 Bursary Special Schools</b>	4,420,000			4,420,000	518,000	3,902,000	
<b>5.4 Social Security Programs</b>	3,000,000	2,046,000		5,046,000	3,474,000	1,572,000	

**Matuga Constituency****National Government Constituencies Development Fund (NGCDF)****Annual Reports and Financial Statements for The Year Ended 30 June 2023**

Sub-total	37,420,000	2,787,187	-	40,207,187	29,694,000	10,513,187	
<b>5.5 Emergency</b>	<b>7,636,190</b>	<b>821,882</b>		<b>8,458,072</b>			
Mwamgunga Primary School					2,500,000.00		
Mwambuga primary school					500,000.00		
Ziwani Primary School					300,000.00		
Kombani Sec School					200,000.00		
Kombani Sec School					100,000.00		
Nyando Primary School					1,613,220.00		
<b>Sub-total</b>	<b>7,636,190</b>	<b>821,882</b>	<b>-</b>	<b>8,458,072</b>	<b>5,213,220</b>	<b>3,244,852</b>	
<b>5.6 Security Projects</b>							
Kwale GK Prisons Gate		100		100		100	
Ngomb'eni Police post		500,000		500,000		500,000	
Kichaka Simba Chief Office	1,500,000			1,500,000	1,500,000	0	
kipambani Police Station	1,500,000			1,500,000		1,500,000	
Kombani Police Station	3,500,000			3,500,000		3,500,000	
Lukore Police post	500,000			500,000	500,000	0	
Mangawani police post	500,000			500,000	500,000	0	
Mwaluvanga Chief Office	1,500,000			1,500,000	1,500,000	0	
<b>Sub-total</b>	<b>9,000,000</b>	<b>500,100</b>	<b>-</b>	<b>9,500,100</b>	<b>4,000,000</b>	<b>5,500,100</b>	
<b>5.7 Sports</b>							
Constituency Sports Tournament	2,501,506	-	-	2,501,506		2,501,506	
Regional Sports Tournament	411,846	-	-	411,846		411,846	
<b>Sub-total</b>	<b>2,913,352</b>	<b>-</b>	<b>-</b>	<b>2,913,352</b>		<b>2,913,352</b>	
<b>5.8 Environment Projects</b>							
Vuga primary school	145,667.60			145,668	145,668	-	
Myalatsoni primary school.	145,667.60			145,668	145,668	-	
Chirimani Primary School	145,667.60			145,668	145,668	-	

**Matuga Constituency  
National Government Constituencies Development Fund (NGCDF)  
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Gopha Primary school	145,667.60			145,668	145,668	-	
Mbuguni Primary School	145,667.60			145,668	145,668	-	
Jaramogi Oginga Odinga Memorial Primary School	145,667.60			145,668	145,668	-	
Waa Primary School	145,667.60			145,668	145,668	-	
Yeje Primary School	145,667.60			145,668	145,668	-	
Zibani Primary School	145,667.60			145,668	145,668	-	
Mwamivi Primary School	145,667.60			145,668	145,668	-	
Vinuni Primary School	145,667.60			145,668	145,668	-	
Sabrina Primary School	145,667.60			145,668	145,668	-	
Mtsangatamu Primary School	145,667.60			145,668	145,668	-	
Mirihini Primary School	145,667.60			145,668	145,668	-	
Myugutu Primary School	145,667.60			145,668	145,668	-	
Mbararani Primary Schools	145,667.60			145,668	145,668	-	
Kizimbani Primary School	145,667.60			145,668	145,668	-	
Kilindini Primary School	145,667.60			145,668	145,668	-	
Mwagodzo Primary school	145,667.60			145,668	145,668	-	
Makobe Special Unit primary School	145,667.60			145,668	132,316	13,352	
<b>Sub-total</b>	<b>2,913,352</b>	-	-	<b>2,913,352</b>	<b>2,900,000</b>	<b>13,352</b>	
<b>Total</b>	<b>59,882,894</b>	<b>4,109,169</b>	-	<b>63,992,063</b>	<b>41,807,220</b>	<b>22,184,843</b>	<b>65</b>
<b>6.0 Acquisition of Assets</b>				-		-	
Matuga NGCDF Office Renovation	3,094,625	-		3,094,625	3,094,624.00	0	
<b>Total</b>	<b>3,094,625</b>	-	<b>0</b>	<b>3,094,625</b>	<b>3,094,624</b>	<b>1</b>	<b>100</b>
<b>7.0 Other payments</b>							
Strategic Plan (2023-2028)	2,200,000			2,200,000		2,200,000	
<b>Total</b>	<b>2,200,000</b>	<b>0</b>	<b>0</b>	<b>2,200,000</b>	<b>0</b>	<b>2,200,000</b>	<b>0</b>
<b>8.0 Oversight Committee Expenses</b>							
Committee Allowances	300,000	0		300,000	300,000.00	0	
Other Committee Expenses	700,000	0		700,000	700,000		
<b>Total</b>	<b>1,000,000</b>	<b>0</b>	<b>0</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>0</b>	<b>0</b>



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<b>9.0 unallocated fund</b>							
<b>Unapproved projects</b>						-	
Balozi M Jorori Secondary School	1,000,000	0		1,000,000	-	1,000,000	-
Mwaleni primary school	500,000			500,000		500,000	
Myalatsoni Primary school	1,500,000			1,500,000		1,500,000	
Sabrina primary school	2,000,000			2,000,000		2,000,000	
Bursary Special Schools	580,000	0		580,000		580,000	
AIA				-		-	
PMC savings	0	0		-	0	-	
<b>Total</b>	<b>5,580,000</b>	<b>0</b>	<b>0</b>	<b>5,580,000</b>	<b>0</b>	<b>5,580,000</b>	
<b>TOTAL</b>	<b>145,667,603</b>	<b>28,974,875</b>	<b>0</b>	<b>174,642,478</b>	<b>88,328,259</b>	<b>86,314,219</b>	<b>51</b>

0 0 0 0 0 0

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

**XIV. 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) payable that include deposits (gratuity and retention).

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

**Transfers from the National Government Constituency Development Fund (NGCDF)**

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

**Proceeds from Sale of Assets**

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

**Other receipts**

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

**Unutilized Funds from PMCs.**

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

**External Assistance**

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

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*Significant Accounting Policies (continued)*

**b) Recognition of payments**

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

**Compensation of Employees**

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

**Use of Goods and Services**

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

**Acquisition of Fixed Assets**

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

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

**5. In-kind contributions**

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

**6. Cash and Cash Equivalent.**

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

*Significant Accounting Policies continued*

**7. Accounts Receivable**

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

**8. Accounts Payable**

For the purposes of these financial statements, Deposits (gratuity and retention) held on behalf of third parties have been recognized on an accrual basis (as accounts payable). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfillment

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*Significant Accounting Policies (continued)*

of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

**9. Pending Bills**

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

**10. Unutilized Fund**

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

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30 June 2022 for the period 1<sup>st</sup> July 2022 to 30<sup>th</sup> June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

**12. Comparative Figures**

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

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2023.

**14. Errors**

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

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

**15. Related Party Transactions**

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

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V. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
NGCDF Board	Kshs	Kshs
AIE NO B 105209		34,188,879
AIE NO B 105511		68,000,000
AIE NO B 105981		10,000,000
AIE NO B 128620		16,000,000
AIE NO B 128933		26,000,000
AIE NO B 140657		15,000,000
AIE NO B 154130		17,088,879
AIE NO B 185176	7,000,000	
AIE NO B 185713	15,000,000	
AIE NO B 185457	6,000,000	
AIE NO B 206028	5,000,000	
AIE NO B 206476	12,000,000	
AIE NO B 205821	12,000,000	
AIE NO B 207583	20,000,000	
AIE NO B 207748	20,000,000	
<b>TOTAL</b>	<b>97,000,000</b>	<b>186,277,758</b>

2. Proceeds From Sale of Assets

	2022-2023	2021-2022
	Kshs	Kshs
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
Others (specify)	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

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*Notes To the Financial Statements (Continued)*

**3. Other Receipts**

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from sale of tender documents	0	0
Hire of plant/equipment/facilities	0	0
Other Receipts Not Classified Elsewhere	2,817	0
<b>Total</b>	<b>2,817</b>	<b>0</b>

**4. Compensation Of Employees**

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Basic staff salaries	2,053,020	2,523,644
Personal allowances paid as part of salary	0	0
House Allowance	406,660	0
Transport Allowance	0	0
Leave allowance	35,300	0
Gratuity to contractual employees	826,071	371,640
Employer Contributions Compulsory national social security schemes	382,900	249,912
<b>Total</b>	<b>3,703,951</b>	<b>3,145,196</b>

**5. Committee Expenses**

	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	1,056,920	0
Other committee expenses	177,308	0
<b>Total</b>	<b>1,234,228</b>	<b>00</b>

**6. Use of Goods and services**

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	508,316	115,862
Communication, supplies and services	390,050	185,310
Domestic travel and subsistence	2,092,039	3,603,384
Printing, advertising and information supplies & services		229,040
Training expenses	2,467,000	150,000
Sitting allowance		2,816,080
Other committee expenses		1,330,780

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Hospitality supplies and services	159,551	1,484,346
Specialized materials and services	495,680	0
Office and general supplies and services	404,000	1,145,538
Fuel, oil & lubricants	200,000	373,000
Other operating expenses	0	1,671,000
Routine maintenance – vehicles and other transport equipment	317,400	75,289
Routine maintenance – other assets	104,200	152,472
Bank charges	50,000	25,320
<b>Total</b>	<b>7,188,236</b>	<b>13,357,421</b>

**7. Transfer To Other Government Units**

Description	2022-2023	2021-2023
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	18,800,000	81,000,000
Transfers To Secondary Schools (See Attached List)	11,500,000	30,962,530
Transfers To Tertiary Institutions (See Attached List)	0	0
<b>Total</b>	<b>30,300,000</b>	<b>111,962,530</b>

**8. Other Grants and Other transfers**

	2022-2023	2021-2023
	Kshs	Kshs
Bursary – secondary schools (see attached list)	17,845,000	29,408,500
Bursary – tertiary institutions (see attached list)	7,857,000	9,223,500
Bursary – special schools (see attached list)	518,000	0
Social Security programmes (NHIF)	3,474,000	2,526,000
Security projects (see attached list)	4,000,000	5,299,900
Sports projects (see attached list)	0	2,700,000
Environment projects (see attached list)	2,900,000	2,738,674
Emergency projects (see attached list)	5,213,220	5,200,000
<b>Total</b>	<b>41,807,220</b>	<b>57,096,574</b>

**9. Acquisition Of Assets**

	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	0	0
Refurbishment of Buildings	3,094,624	0
Purchase of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0

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Purchase of Office Furniture and General Equipment	0	0
Purchase of ICT Equipment, Software and Other ICT Assets	0	0
Purchase of Specialized Plant, Equipment and Machinery	0	0
Rehabilitation and renovation of plant, machinery and equipment	0	0
Acquisition of Land	0	0
Acquisition Intangible Assets	0	0
<b>Total</b>	<b>3,094,624</b>	<b>0</b>

**10. Constituency Oversight Committee Expenses**

	2022-2023	2021-2022
COC Allowances	300,000	0
Other COC Expenses	700,000	0
<b>Total</b>	<b>1,000,000</b>	<b>0</b>

**11. Other Payments**

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	0	0
ICT Hub	0	1,169,257
<b>Total</b>	<b>0</b>	<b>1,169,257</b>

**12. Cash Book Bank Balance**

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
<b>12A: Bank Accounts (Cash Book Bank Balance)</b>		
Equity Bank (K) Limited Matuga National Government Constituency Development Fund Account no: 0440262171080	37,649,433.41	28,974,875
<i>Name of Bank, account No. (Deposits account)</i>	0	0
<b>Total</b>	<b>37,649,433.41</b>	<b>28,974,875</b>
<b>12B: Cash on Hand</b>		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations ( <i>Specify</i> )	0	0
<b>Total</b>	<b>37,649,433.41</b>	<b>28,974,875</b>
<i>[Provide Cash Count Certificates for Each]</i>		



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*Notes To the Financial Statements (Continued)*

13. Outstanding Imprests

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer</i>	dd/mm/yy			
<i>Name of Officer</i>	dd/mm/yy			
<b>Total</b>		00	00	00

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

14. Other Disclosures

14A Retention

	2022-2023	2021-2022
	KShs	KShs
Retention as at 1 <sup>st</sup> July (A)		
Retention held during the year (B)		
Retention paid during the Year (C)		
Closing Retention as at 30 <sup>th</sup> June D= A+B-C	00	00

14B Gratuity

	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 <sup>st</sup> July (A)	826,071	371,640
Gratuity held during the year (B)		
Gratuity paid during the Year (C)	826,071	371,640
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	00	00

15. Fund Balance B/F

	(1 <sup>st</sup> July 2022)	(1 <sup>st</sup> July 2021)
	Kshs	Kshs
Bank accounts	28,974,875.41	29,350,095
Cash in hand	0	
Imprest	0	
<b>Total</b>	<b>28,974,875.41</b>	<b>29,350,095</b>
<b>Less:</b>		
Payables: - Retention	0	
Payables - Gratuity	0	
<b>Fund Balance Brought Forward</b>	<b>28,974,875.41</b>	<b>29,350,095</b>

*[Provide short appropriate explanations as necessary]*

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*Notes To the Financial Statements (Continued)*

16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	0	0	0
Cash in hand	0	0	0
Accounts Payables	0	0	0
Receivables	0	0	0
Others ( <i>specify</i> )	0	0	0
<b>Total</b>	<b>00</b>	<b>00</b>	<b>00</b>

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

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July (A)	0	0
Imprest issued during the year (B)	0	0
Imprest surrendered during the Year (C)	0	0
closing accounts in account receivables D= A+B-C	0	0
Net changes in accounts Receivables D - A	00	00

18. Changes In Accounts Payable – Deposits and Retention

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 <sup>st</sup> July (A)	0	0
Deposit and Retentions held during the year (B)	0	0
Deposit and Retentions paid during the Year (C)	0	0
closing account payables D= A+B-C	0	0
Net changes in accounts payables D-A	00	00

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*Notes To the Financial Statements (Continued)*

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
<b>Total</b>	<b>00</b>	<b>00</b>

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	0	0
Others ( <i>specify</i> )	0	0
<b>Total</b>	<b>00</b>	<b>00</b>

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	1,775,975	1,366,950
Committee expense	195,772	0
Use of goods and services	379,863	991
Amounts due to other Government entities (see attached list)	50135,241	19,635,241
Amounts due to other grants and other transfers (see attached list)	25,969,367	7,893,693
Acquisition of Assets	1	0
Other Payments ( <i>specify</i> ) - Constituency Strategic Plan	2,200,000	0
Funds pending approval	5,658,000	78,000
<b>Total</b>	<b>86,314,219</b>	<b>28,974,875</b>

18.4: PMC account balances (See Annex 5)

	2022-2023	2021-2022
	Kshs	Kshs
PMC account balances (see attached list)	3,760,560	37,488,507
<b>Total</b>	<b>3,760,560</b>	<b>37,488,507</b>

**Matuga Constituency**  
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XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Comments
	a	b	c	d=a-c	
<b>Construction of buildings</b>					
1.	0			0	
2.	0			0	
<b>Sub-Total</b>	<b>00</b>			<b>00</b>	
<b>Construction of civil works</b>					
3.	0			0	
4.	0			0	
<b>Sub-Total</b>	<b>00</b>			<b>00</b>	
<b>Supply of goods</b>					
5.	0			0	
6.	0			0	
<b>Sub-Total</b>	<b>00</b>			<b>00</b>	
<b>Supply of services</b>					
7.	0			0	
<b>Sub-Total</b>	<b>00</b>			<b>00</b>	
<b>Grand Total</b>	<b>00</b>			<b>00</b>	

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 20xx	Comments
NG-CDFC Staff	0		0	
1.	0		0	
2.	0		0	
3.	0		0	
Sub-Total	0		0	
Grand Total	00		00	

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**Annex 3 – Unutilized Funds**

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees		1,775,975	1,366,950	
Committee Expenses		195,907	0	
Use of goods & services		379,722	9,900	
<b>Amounts due to other Government entities</b>		<b>2,351,604</b>	<b>1,376,940</b>	
Primary Schools		39,390,000	11,900,000	
Secondary Schools		14,607,771	9,157,771	
Tertiary		-		
<b>Sub-Total</b>		<b>53,997,771</b>	<b>21,057,771</b>	
<b>Amounts due to other grants and other transfers</b>				
Environment Projects		13,352	1	
Sports Projects		2,913,352	0	
Security Projects		5,500,100	500,100	
Emergency Projects		3,244,850	1,000,000	
Bursary Secondary Schools		2,817,007	1,221,500	
Bursary Tertiary Institutions		2,222,180	2,615,563	
Bursary Special Schools		3,902,000	0	
Bursary and Social programs		1,572,000	474,000	
<b>Sub-Total</b>		<b>22,184,843</b>	<b>5,811,164</b>	
Acquisition of assets		1		
<b>Others (specify)</b>				
Strategic Plan		2,200,000		
<b>Sub-Total</b>		<b>2,200,000</b>	<b>-</b>	
<b>Funds pending approval</b>				
Primary Schools		4,000,000		
Secondary Schools		1,000,000		
Bursary Special Schools		580,000		

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AIA (Sale of Tender)			78,000	
Reversed Stale Cheques			651,000	
Sub-Total		5,580,000	729,000	
Grand Total		86,314,219	28,974,875	

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**Annex 4 – Summary of Fixed Asset Register**

<b>Asset class</b>	<b>Historical Cost b/f (Kshs)</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) At Year End</b>
Land	805,951	0	0	805,951
Buildings and structures	10,279,638	2,957,394	0	13,237,032
Transport equipment	5,500,000	0	0	5,500,000
Office equipment, furniture and fittings	2,934,650	0	0	2,934,650
ICT Equipment, Software and Other ICT Assets	560,760	137,230	0	697,990
Other Machinery and Equipment	0	0	0	0
Heritage and cultural assets	0	0	0	0
Intangible assets	0	0	0	0
<b>Total</b>	<b>20,080,999</b>	<b>3,094,624</b>	<b>0</b>	<b>23,175,623</b>



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**Annex 5 –PMC Bank Balances As At 30<sup>th</sup> June 2023**

	PMC	Bank	Account number	Bank Balance 2022/2023	Bank Balance 2021/2022
1	YEJE PRI SCHOOL	Equity Bank - Kwale Branch	1580281232828	0	99,072
2	MKOKONI PRI SCHOOL	Equity Bank - Kwale Branch	1580282437897	0	722,431
3	VUGA PRIMARY SCHOOL	Equity Bank - Kwale Branch	1580281776918	0	250,974
4	NYANDO PRIMARY SCHOOL	Equity Bank - Kwale Branch	1580279091412	0	207,343
5	MWABUGA PRIMARY SCHOOL	Equity Bank - Kwale Branch	1580281082895	0	56,011
6	MWANZWANI PRI SCHOOL	Equity Bank - Kwale Branch	1580280797610	0	13,663
7	CHANYIRO PRI SCHOOL	Equity Bank - Kwale Branch	1580281137373	0	136,532
8	CHAI PRI SCHOOL	Equity Bank - Kwale Branch	1580280777463	0	177
9	MANGAWANI PRI SCHOOL	Equity Bank - Kwale Branch	1580281258723	0	26,020
10	MKANDA PRI SCHOOL	Equity Bank - Kwale Branch	1580280798090	0	356,609
11	MKUNGUNI PRI SCHOOL	Equity Bank - Kwale Branch	1580281065218	0	53,082
12	MIATSANI PRI SCHOOL	Equity Bank - Kwale Branch	1580281334542	0	208,123
13	KIZIMBANI PRI SCHOOL	Equity Bank - Kwale Branch	1580281769751	0	184,674
14	MKWAJUNI PRI SCHOOL	Equity Bank - Kwale Branch	1580282349407	0	157,671
15	PUMWANI PRI SCHOOL	Equity Bank - Kwale Branch	1580281079075	0	657,241
16	MBADZI PRI SCHOOL	Equity Bank - Kwale Branch	1580281125103	0	103,685
17	ZUNGULUKA PRI SCHOOL	Equity Bank - Kwale Branch	1580281091290	0	508,663
18	KITULU PRI SCHOOL	Equity Bank - Kwale Branch	1580281079191	0	2,001
19	MAJI MOTO PRI SCHOOL	Equity Bank - Kwale Branch	1580281086473	0	80,493

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20	MAGWASHENI PRI SCHOOL	Equity Bank - Kwale Branch	1580280810627	0	186,211
21	TANGINI PRI SCHOOL	Equity Bank - Kwale Branch	1580281162799	0	132,637
22	SHIMBA HILLS PRI SCHOOL	Equity Bank - Kwale Branch	1580281015291	0	120
23	KILINDINI PRI SCHOOL	Equity Bank - Kwale Branch	1580282494482	0	842,693
24	CHITENGERWA PRI SCHOOL	Equity Bank - Kwale Branch	1580282578237	0	184,177
25	UMOJA PRI SCHOOL	Equity Bank - Kwale Branch	1580282529765	0	135,905
26	BANGA PRI SCHOOL	Equity Bank - Kwale Branch	1580282167242	0	107,479
27	JARAMOGI ODINGA PRI SCH	Equity Bank - Kwale Branch	1580282034802	0	138,745
28	MWANANYAHI PRI SCHOOL	Equity Bank - Kwale Branch	1580282559912	0	907,133
29	MWACHOME PRI SCHOOL	Equity Bank - Kwale Branch	1580282100962	0	55,520
30	KITEJE PRI SCHOOL	Equity Bank - Kwale Branch	1580282651190	0	18,100
31	VOYA MLUNGU PRI SCH	Equity Bank - Kwale Branch	1580282017863	0	111,115
32	MASHAMBINI PRI SCHOOL	Equity Bank - Kwale Branch	1580282210269	0	118,378
33	MATUGA PRI SCHOOL	Equity Bank - Kwale Branch	1580282599774	0	500,000
34	MANGAWANI PRI SCHOOL	Equity Bank - Kwale Branch	1580282085095	0	500,000
35	MYALATSONI PRI SCHOOL	Equity Bank - Kwale Branch	1580282079716	0	2,000,000
36	NINGAWA PRI SCHOOL	Equity Bank - Kwale Branch	1580280640973	0	14,988.00
37	BILASHAKA PRI SCHOOL	Equity Bank - Kwale Branch	1580279588549	0	112,250
38	MILALANI PRI SCHOOL	Equity Bank - Kwale Branch	1580280189398	0	36,048
39	LUNGUMA PRIMARY SCHOOL	Equity Bank - Kwale Branch	1580278680313	0	78,609
40	MBWEKA PRI SCHOOL	Equity Bank - Kwale Branch	1580278648053	0	28,074

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41	VORONI PRI SCHOOL	Equity Bank - Kwale Branch	1580282162040	0	185,963
42	VINUNI PRI SCHOOL	Equity Bank - Kwale Branch	1580282464152	0	186,857
43	MKUNDI PRI SCHOOL	Equity Bank - Kwale Branch	1580282083109	0	186,878
44	VUMIRIRA PRI SCHOOL	Equity Bank - Kwale Branch	1580282648373	0	387,345
45	MWAGODZO PRI SCHOOL	Equity Bank - Kwale Branch	1580282083701	0	101,761
46	MWAMIVI PRI SCHOOL	Equity Bank - Kwale Branch	1580282093603	0	93,697
47	LUKORE PRI SCHOOL	Equity Bank - Kwale Branch	1580282726931	0	1,000,000
48	NG'OMBENI PRI SCHOOL	Equity Bank - Kwale Branch	1580282627918	0	94,101
49	MAPONDA PRI SCHOOL	Equity Bank - Kwale Branch	1580282446404	0	100,647
50	MIRIHINI PRI SCHOOL.	Equity Bank - Kwale Branch	1580282527303	0	51,977
51	ZIWANI PRI SCHOOL	Equity Bank - Kwale Branch	1580280550825	0	42,465
52	MWADINDA PRI SCHOOL	Equity Bank - Kwale Branch	1580282128420	0	94,097
53	VYONGWANI PRI SCHOOL	Equity Bank - Kwale Branch	1580282090983	0	50,899
54	MWAPALA PRI SCHOOL	Equity Bank - Kwale Branch	1580282573234	0	93,491
55	MWAMGUNGA PRI SCHOOL	Equity Bank - Kwale Branch	1580282508198	0	1,000,000
56	MWARYARYA PRI SCHOOL	Equity Bank - Kwale Branch	1580282527712	0	102,758
57	CHIRIMANI PRI SCHOOL	Equity Bank - Kwale Branch	1580282093352	0	85,420
58	MIAMBA PRI SCHOOL	Equity Bank - Kwale Branch	1580282208920	0	317,578
59	BOYANI WEST PRI SCHOOL	Equity Bank - Kwale Branch	1580282616944	0	847,428
60	BALOZI M JORORI SEC SCH	Equity Bank - Kwale Branch	1580282265059	0	2,000,000
61	MWAMGUNGA GIRLS SEC SCH	Equity Bank - Kwale Branch	1580279989812	0	149,896

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62	BURANI GIRLS SEC SCHOOL	Equity Bank - Kwale Branch	1580278582262	0	417,563
63	LUKORE SEC SCHOOL	Equity Bank - Kwale Branch	440279492413	0	130,221
64	MWALUPHAMBA SEC SCHOOL	Equity Bank - Kwale Branch	1580281069144	0	120
66	GOLINI SEC SCHOOL	Equity Bank - Kwale Branch	1580282042996	0	412,862
67	AMBASSADOR MAKWERE SEC SCH	Equity Bank - Kwale Branch	1580282560010	0	103,483
68	MKOMBA SEC SCHOOL	Equity Bank - Kwale Branch	1580282181052	0	55,844
69	TSEREZANI SEC SCHOOL	Equity Bank - Kwale Branch	1580282094678	0	3,000,000
70	TSIMBA SEC SCHOOL	Equity Bank - Kwale Branch	1580282091695	0	2,000,000
71	KIBUYUNI SEC SCHOOL	Equity Bank - Kwale Branch	1580282508563	0	56,395
72	WAA GIRLS SEC SCHOOL	Equity Bank - Kwale Branch	1580282335686	0	953,044
73	KWALE GIRLS SEC SCHOOL	Equity Bank - Kwale Branch	1580282720590	0	2,200,000
74	MWALUVANGA SEC SCHOL	Equity Bank - Kwale Branch	1580280554205	0	11,390
75	VINUNI PRI SCHOOL	Equity Bank - Kwale Branch	1580281403904	0	47,499
76	CHIRIMANI PRI SCHOOL	Equity Bank - Kwale Branch	1580279784344	0	79,378
77	MWANANYAHI PRI SCHOOL	Equity Bank - Kwale Branch	1580282559912	0	907,133
78	MBUGUNI SEC SCHOOL- ROAD	Equity Bank - Kwale Branch	1580282360157	0	1,479,390
79	BURANI GIRLS HIGH SCHOOL	Equity Bank - Kwale Branch	1580282285420	0	2,389,140
80	MANGAWANI POLICE PATROL BASE	Equity Bank - Kwale Branch	1580282085095	0	500,000
81	BURANI GIRLS HIGH SCHOOL-ROAD	Equity Bank - Kwale Branch	1580282285420	0	2,389,140
82	LUKORE PPOLICE POST	Equity Bank - Kwale Branch	1580281435639	0	3,000,000
83	MAKOBÉ ASST CHIEFS OFFICE	Equity Bank - Kwale Branch	1580281380908	0	150,000

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84	Nyando Primary School	Equity Bank - Kwale Branch	1580282810838	390,842	0
85	Mkunguni Primary School	Equity Bank - Kwale Branch	1580281065218	1,125.00	0
86	Ganze Primary School	Equity Bank - Kwale Branch	1580282170724	592.00	0
87	Mwananyahi Primary School	Equity Bank - Kwale Branch	1580282559912	165,516	0
88	Mwele Primary School	Equity Bank - Kwale Branch	1580282980026	104,750.80	0
89	Mwabuga Primary School	Equity Bank - Kwale Branch	1580281082895	57,219.50	0
90	Bowa Primary School	Equity Bank - Kwale Branch	1580283095369	22,792	0
91	Mwanzwani primary school	Equity Bank - Kwale Branch	1580281204151	50,191.00	0
92	Bilashaka Primary School	Equity Bank - Kwale Branch	1580279588549	32,691.50	0
93	Mkwajuni Primary School	Equity Bank - Kwale Branch	1580282349407	2,701.00	0
94	Kwale Primary School	Equity Bank - Kwale Branch	158028338639	148,907.35	0
95	Mwaryarya Primary School	Equity Bank - Kwale Branch	1580282527712	1,442	0
96	Bang'a Primary School	Equity Bank - Kwale Branch	1580282167242	107,179	0
97	Jaramogi Oginga Odinga Primary School	Equity Bank - Kwale Branch	1580282034802	15,099	0
98	Mwele Primary School	Equity Bank - Kwale Branch	1580282980026	104,751	0
99	Mwadinda Primary School	Equity Bank - Kwale Branch	1580282128420	497	0
100	Kitulu Primary School	Equity Bank - Kwale Branch	1580281079191	3,763	0
101	Mwamtobo Primary School	Equity Bank - Kwale Branch	1580284013922	46,315	0
102	Mirihini Primary School	Equity Bank - Kwale Branch	1580284022181	186,661	0
103	Mbararani Primary Schools	Equity Bank - Kwale Branch	1580284022205	310,632	0
104	Mkongani Secondary School	Equity Bank - Kwale Branch	1580282743364	55	0

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<b>105</b>	Ng'ombeni Secondary School	Equity Bank - Kwale Branch	1580283001891	72,849	0
<b>106</b>	Burani Girls Sec Sch	Equity Bank - Kwale Branch	1580278582262	5,962.50	0
<b>107</b>	Tandaza Model School	Equity Bank - Kwale Branch	1580284312546	10,000	0
<b>108</b>	Kombani Sec School	Equity Bank - Kwale Branch	1580283567141	14,342	0
<b>109</b>	Lukore Police Post	Equity Bank - Kwale Branch	1580281435639	305,544	0
<b>110</b>	Mwaluvanga Chief Office	Equity Bank - Kwale Branch	1580284136153	77,111	0
<b>111</b>	Kichaka Simba Chief Office	Equity Bank - Kwale Branch	1580284204259	142,326	0
<b>112</b>	Matuga NGCDF Renovation PMC	Equity Bank - Kwale Branch	1580284324397	1,524,104	0
	<b>Total</b>			<b>3,905,960.45</b>	<b>37,488,507.00</b>

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**ASSET REGISTER**

REGION	COUNTY	CONSTITUENCY NAME	CATEGORY NAME	BARCODE NUMBER	PURCHASE DATE	COST	GENERAL DESCRIPTION	PURCHASE YEAR	
<b>Office Equipment, Furniture &amp; Fittings</b>									
COAST	KWALE	MATUGA	<b>ASSET NAME</b>	Furniture and fittings.	MTG/CDFC/014/001	02/03/2007	12,800	GOOD	2007
COAST	KWALE	MATUGA	1 no Executive high back arm chair	Furniture and fittings.	MTG/CDFC/014/002	02/03/2007	19,720	GOOD	2007
COAST	KWALE	MATUGA	1NO executive high leather chair with plastic arms	Furniture and fittings.	MTG/CDFC/003-004	02/03/2007	30,200	GOOD	2007
COAST	KWALE	MATUGA	2NO executive visitors leather chairs with plastic arms on custors	Furniture and fittings.	MTG/CDFC/014/005	02/03/2007	11,100	GOOD	2007
COAST	KWALE	MATUGA	1NO low highback arm chair	Furniture and fittings.	MTG/CDFC/014/006-007	02/03/2007	22,200	GOOD	2007
COAST	KWALE	MATUGA	2no low back arm chairs	Furniture and fittings.	MTG/CDFC/014/008	02/03/2007	11,100	GOOD	2007
COAST	KWALE	MATUGA	1no fabric chair with arm	Furniture and fittings.	MTG/CDFC/014/009-004 2	02/03/2007	190,400	GOOD	2007
COAST	KWALE	MATUGA	34 no visitors conference fabric armless chairs	Furniture and fittings.	MTG/CDFC/02/09/011	10/08/2014	49,000	GOOD	2014
COAST	KWALE	MATUGA	3 no metallic executive chairs with arms	Furniture and fittings.	MTG/CDFC/	19/06/2018	50,291	In use	2018
COAST	KWALE	MATUGA	one Executive high back office chair.	Furniture and fittings.		19/06/2018	63,782	In use	2018
COAST	KWALE	MATUGA	Two Executive medium back leather office chair.	Furniture and fittings.		19/06/2018	63,773	In use	2018
COAST	KWALE	MATUGA	Three Executive visitors chair with leather.	Furniture and fittings.		19/06/2018	20,591	In use	2018
COAST	KWALE	MATUGA	One secretarial chair with mesh finish	Furniture and fittings.		19/06/2018	45,891	In use	2018
COAST	KWALE	MATUGA	Four pax link chairwith pedded form and steel frame.	Furniture and fittings.		19/06/2018	107,320	In use	2018
			120 visitors chair with steel frame			19/06/2018	1,409,049	In use	2018
COAST	KWALE	MATUGA		Furniture and fittings.	MTG/CDFC/014/055	12/05/2007	10,000	In use	2007
COAST	KWALE	MATUGA	1 no cap board	Furniture and fittings.	MTG/CDFC/014/043-045	02/03/2007	148,430	GOOD	2007
COAST	KWALE	MATUGA	3 no L-shaped tables	Furniture and fittings.	MTG/CDFC/014/047	02/03/2007	136,000	GOOD	2007
COAST	KWALE	MATUGA	1 NO 18 seater conference table	Furniture and fittings.	MTG/CDFC/014/048	02/03/2007	10,440	GOOD	2007
COAST	KWALE	MATUGA	1no computer table	Furniture and fittings.	MTG/CDFC/014/050	02/03/2007	193,550	GOOD	2007
COAST	KWALE	MATUGA	1 no 2.1m table with side return with 3 mobile drawer pedestal mahogany	Furniture and fittings.	MTG/CDFC/014/051	02/03/2007	117,240	GOOD	2007
COAST	KWALE	MATUGA	1 no u-shaped reception table with 2 sets of drawers of 3 drawers on each set.	Furniture and fittings.	MTG/CDFC/014/051	02/03/2007	41,000	GOOD	2007

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COAST	KWALE	MATUGA	1 no senior official L-shaped desk	Furniture and fittings.	MTG/CDFC/02/09/010	10/08/2014	36,000	GOOD	2014	
COAST	KWALE	MATUGA	1 no L-shaped table with side drawers	Furniture and fittings.		19/06/2018	53,991	In use	2018	
COAST	KWALE	MATUGA	Executive table with mobile drawers.	Furniture and fittings.		19/06/2018	93,582	In use	2018	
COAST	KWALE	MATUGA	2 medium Medium level executive table mahogany with side drawers.	Television	MTG/CDFC/02/09/015	14/07/2015	175,000	GOOD	2015	
<b>Total</b>							<b>2,957,394</b>			
<b>ICT Equipment, Software and Other ICT Assets</b>										
COAST	KWALE	MATUGA	54"TV set LG	Decoder	MTG/CDFC/02/09/16	14/07/2015	19,500	GOOD	2015	
COAST	KWALE	MATUGA	DVD & Decoder	Computer	MTG/CDFC/014/090	09/08/2006	31,500	GOOD	2006	
COAST	KWALE	MATUGA	P4 computer 128 MB (CPU)	Computer	MTG/CDFC/014/091	09/08/2006	3,000	GOOD	2006	
COAST	KWALE	MATUGA	Multi media 15" monitor	Computer	MTG/CDFC/014/092	09/08/2006	300	GOOD	2006	
COAST	KWALE	MATUGA	Desk top Computer ( acer)	Computer	MTG/CDFC/014/105	25/04/2023	68,615	GOOD	2023	
COAST	KWALE	MATUGA	Desk top Computer ( acer)	Computer	MTG/CDFC/02/09/012	25/04/2023	68,615	GOOD	2023	
COAST	KWALE	MATUGA	HP Compaq desk top computer	Filing cabinet	MTG/CDFC/014/052	02/03/2007	15,100	In use	2007	
COAST	KWALE	MATUGA	1no medium level filling cabinet	Filing cabinet	MTG/CDFC/014/053	02/03/2007	15,100	In use	2007	
COAST	KWALE	MATUGA	1 no medium level filling cabinet.	Filing cabinet	MTG/CDFC/014/054	02/03/2007	14,830	In use	2007	
COAST	KWALE	MATUGA	1 no low level cabinet	Filing cabinet	MTG/CDFC/02/09/005-008	08/10/2014	200,000	In use	2014	
COAST	KWALE	MATUGA	4NO metallic filling cabinets	Filing cabinet	MTG/CDFC/02/09/009-021	13/01/2017	338,520	In use	2017	
COAST	KWALE	MATUGA	Steel filling cabinets	Printer	MTG/CDFC/014/093	09/08/2006	6,960	Not in use.	2006	
COAST	KWALE	MATUGA	Printer HP 34 series	Printer	MTG/CDFC/014/109	08/06/2012	32,000	In use	2012	
COAST	KWALE	MATUGA	Printer ;HP laser jet	Printer	MTG/CDFC/02/09/005-004	08/10/2014	30,000	In use	2014	
COAST	KWALE	MATUGA	HP laser jet	Photocopier	MTG/CDFC/014/096	22/07/2009	155,000	Not in use.	2009	
<b>Total</b>							<b>697,990</b>			
<b>Land, Buildings and Structures</b>										
COAST	KWALE	MATUGA	Land	Land and Buildings	MTG/CDFC/014/093	01/04/2007	805,951	GOOD	2007	
			NGCDF Office Building	Land and Buildings	MTG/CDFC/014/094	01/04/2007	10,279,638	GOOD		
			NGCDF Office Building Renovation	Land and Buildings	MTG/CDFC/014/094	25/04/2023	2,957,394	NEW	2023	
<b>Total</b>							<b>14,022,983</b>			
<b>Transport Equipment</b>										
COAST	KWALE	MATUGA	Office Motor vehicle	motor vehicle	GKB 261W	26/11/2020	5,500,000	Serviceable	2020	
<b>Total</b>							<b>5,500,000</b>			



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**Annex 6: Progress On Follow Up of Auditor Recommendations**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor and subsequent progress made on the resolution of the issues.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Time-frame: (Put a date when you expect the issue to be resolved)
<b>Basis for Qualified Opinion</b>				
1) <b>Inaccurate Cash and Cash Equivalents Balance</b>	The statement of assets and liabilities and as disclosed in note 10 to the financial statements reflects cash and cash equivalents balance of kshs.28,974,875. Review of the bank reconciliation statement as at 30 June 2022 revealed nineteen cheques amounting to kshs.153,000 which had gone stale but not reversed in cash book. In the circumstances, the accuracy and completeness of cash and cash equivalents balance of kshs.28,974,875 as at 30 June 2023 could not be confirmed.	Cheques have since been reversed in the cash book and balances adjusted to reflect accurate position of the fund	Resolved	June 2023
2) <b>Unsupported Projects Management Committee (PMC) Account Balances</b>	Annex 5 to the financial statements reflects PMC account balance of kshs.37,488,507 of which certificates of bank balances were not provided for audit. In the circumstances, the accuracy and completeness of the PMC account balances of kshs.37,488,507 for the year ended 30 June 2022 could not be confirmed.	PMC Bank Accounts certificates have since been obtained from the bank and availed to auditor for verification	Resolved	June 2023
<b>Other Matter</b>				
1) <b>Budgetary Control and Performance</b>	The summary statement of appropriation reflects final receipts budget and actual on comparable basis of kshs.215,705,853 or 100%. Similarly, the fund expended kshs.186,730,978 against a budget of kshs.215,705,853, resulting in under expenditure of kshs.28,974,875 or 13% of the budget. The under expenditure affected the planned activities and may have impacted negatively on service delivery to the public.	The under utilization was caused by delayed disbursements from the NGCDF Board secretariat that release final AIE in the last week of the financial year	Resolved	June 2023

**Mátuga Constituency**  
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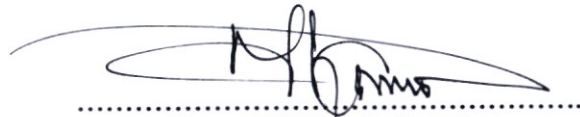
Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Time-frame: (Put a date when you expect the issue to be resolved)
2) Project Implementation Status	During the year under review, the NGCDF Board approved a budget of kshs.183,333,293 to implement a total of one hundred and seventeen (117) projects. However, analysis of the projects implementation status report as at 30 June 2022 revealed that seventy eight (78) projects with an allocation of kshs.133,122,963 were implemented, sixteen (16) projects with an allocation of kshs.32,845,916 were ongoing while twenty three (23) projects with an allocation of kshs.17,364,414 had not started. The under-performance in projects implementation affected the planned activities of the constituency	Delayed project implementation was caused by delayed disbursements from the NGCDF Board secretariat Projects that had been delayed have since been implemented to completion	Resolved	June 2023
<b>REPORT ON LAWFULNESS AND EFFECTIVENESS USE OF PUBLIC RESOURCES</b>				
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 effective way			
<u>Basis for Conclusion</u> <u>Projects Verification</u>	Physical inspection of two projects costing kshs.6,000,000 carried out on 23 March 2022 revealed the following anomalies: <ul style="list-style-type: none"> <li>✓ projects were complete but not in use</li> <li>✓ projects were not handed over by the PMC</li> <li>✓ Emergency projects were not in use thus the community was not deriving the intended value for the money spent on the project</li> </ul> In the circumstances, the Constituency may not have achieved value for money on the projects.	Projects had just been completed and were awaiting official opening and onwards handing over to users	Resolved	June 2023
<b>REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE</b>				

**Matuga Constituency**

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

**Annual Reports and Financial Statements for The Year Ended 30 June 2023**

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Time-frame: (Put a date when you expect the issue to be resolved)
Conclusion	As required by Sec 7(1)(a) of the Public Audit Act, 2015, based on the audit procedure 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			



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 Fund Account Manager.



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