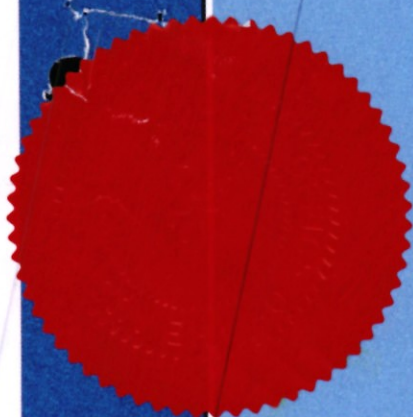



REPUBLIC OF KENYA



Enhancing Accountability



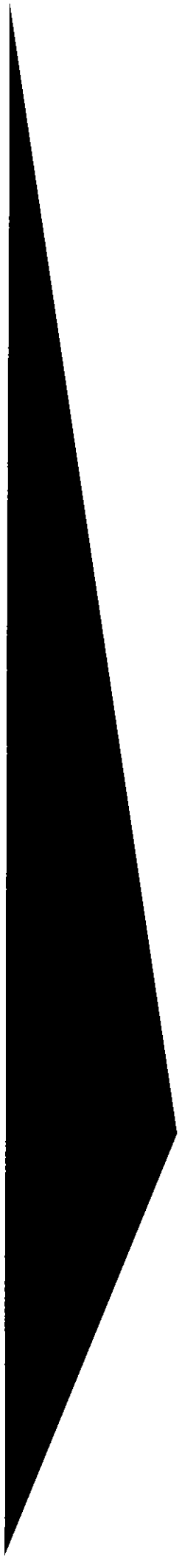
 REPORT	
THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 08 AUG 2024	DAY OF TUE 6/8/2024
TABLED BY: Deputy Majority Whip	THE AUDITOR-GENERAL
CLERK-AT THE-TABLE: Benson Inzofu	



ON

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

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





OFFICE OF THE AUDITOR GENERAL
P. O. Box 30054 - 00100, NAIROBI
REGISTRY
16 APR 2024
RECEIVED



**KAMUKUNJI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023**

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

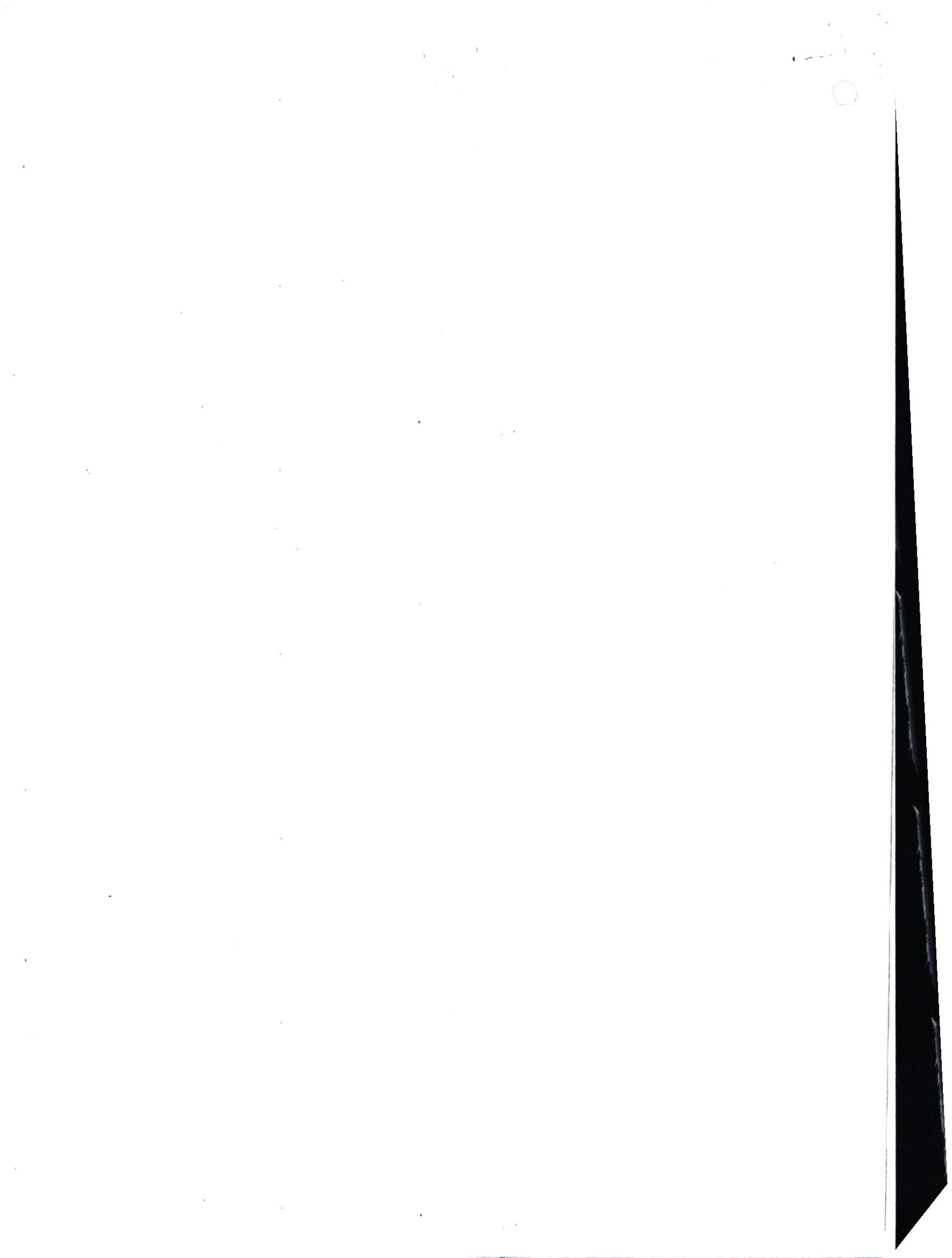


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1. Acronyms and Glossary of Terms

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-

FY-Financial Year

GDP - Gross Domestic Product

HIV - Human Immunodeficiency Virus

ICT - Information Communication Technology

M&E - Monitoring and Evaluation

MP - Member of Parliament

MoDP - Ministry of Devolution and Planning

MTP - Medium Term Plan

PESTEL - Political, Economic, Social, Technological, Environmental and Legal

PMC - Projects Management Committee

SWOT - 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/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The KAMUKUNJI 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 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Farah G,Keinan
2.	Sub-County Accountant	Cornelius K. Omony
3.	Chairman NGCDFC	Dickens Okode
4.	Member NGCDFC	Esther Wairimu Kinyua

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Kamukunji 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) Kamukunji Constituency NGCDF Headquarters

P.O. Box 6403-00300 Nairobi
Kamukunji Sub-County HQ Offices
Along Digo Road
Nairobi, KENYA

(e) Kamukunji Constituency NGCDF Contacts

Telephone: 020-2616403
E-mail: cdfkamukunji@ngcdf.go.ke
Website: www.ngcdf.go.ke/Kamukunji

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

(f) Kamukunji Constituency NGCDF Bankers

Equity Bank A/C No 0430262662557

Gikomba Branch

P.O Box 5328-20100

Nairobi Kenya

(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. NG-CDFC Chairman's Report



Dickens Okode –Chairperson, Kamukunji
NG-CDFC

Kamukunji Constituency consists of four wards namely Pumwani, California, Eastleigh South, Eastleigh North and Airbase ward. The people of Kamukunji Constituency are determined to participate effectively in objectives mission and vision of the Kamukunji NG-CDF in the development plan. The constituent now has power to implement the formulation and implementation of development programme in the constituency for the works within the aspiration of the constitution of Kenya which makes public participation mandatory. The utilization of the NG-CDF has always been carried out with fairness transparency, openness and accountability.

I am pleased to present Kamukunji –NG-CDF annual report and financial statements for the financial year 2022/23. The people of Kamukunji constituency are determined to participate effectively in domesticating objectives of government in our development planning. The constituents now have power to implement the formulation and implementation of development programmes in the constituency for the works within the aspiration of the constitution of Kenya which makes public participation mandatory. The utilization of the NG-CDF has always been carried out with fairness, transparency, openness and accountability.

Financial year budget

In the financial year 2022/23 the NG-CDF Kamukunji Constituency was allocated Kshs 145,087,603 and we have received Kshs 95,000,0000 of the allocation for the financial year 2022/2023 and the utilization was 59%. The challenges were brought in by the change of office of the president and hence the government requested for a time to look for avenues to fund the ministries.

Table 1.0 summary of budget performance

Key achievements

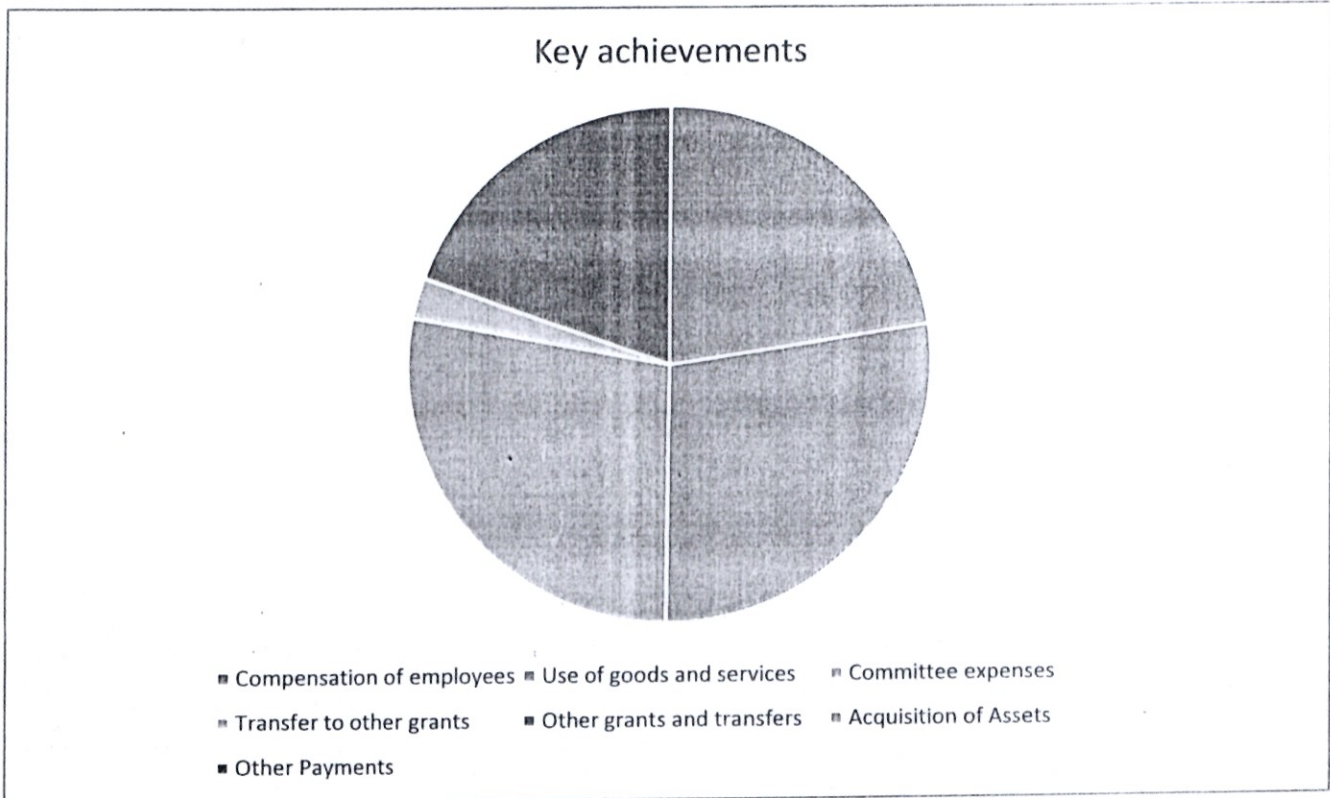
We have therefore completed our allocations in time, and achieved the results as shown in the summary graph below:

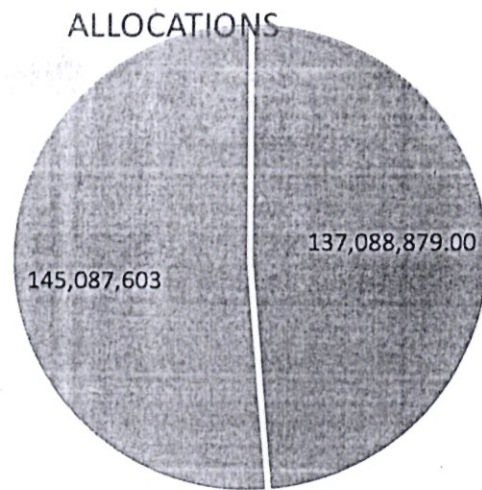
Compensation of Employees	
Committee expenses	
Use of goods and services	
Transfers to Other Government Units	

*Kamukunji Constituency
National Government Constituencies Development Fund (NGCDF)
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Other grants and transfers	70 %
Acquisition of Assets	0%
Other Payments	0%



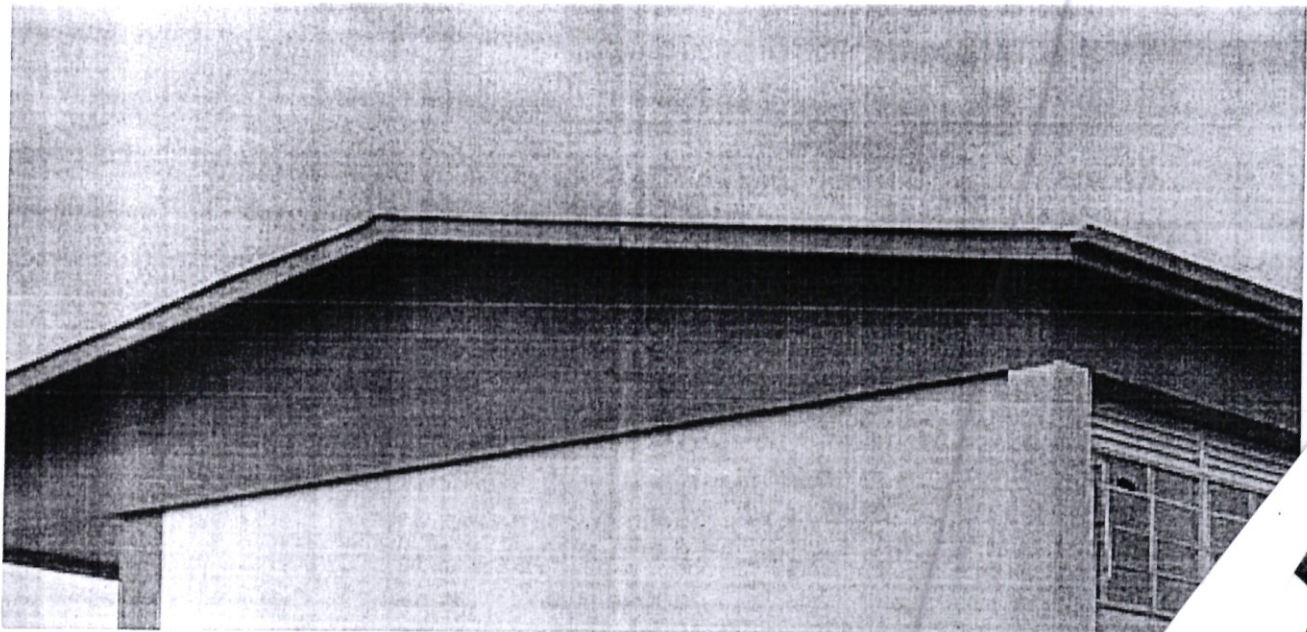


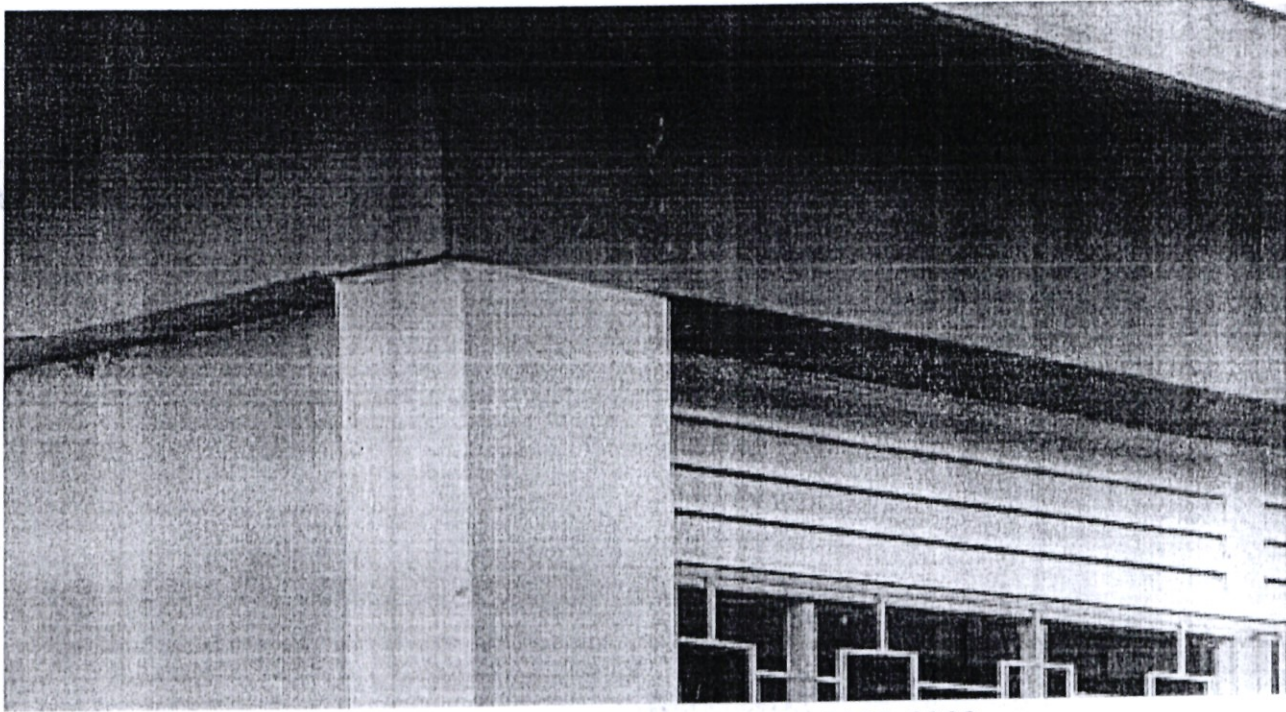
■ 2022/2023

KEY ACHIEVEMENTS

During the Financial year 2022/2023 the constituency was able to fund one mega project. Construction of 20 classrooms, Laboratories and Toilets at Zawadi Mixed Secondary School.

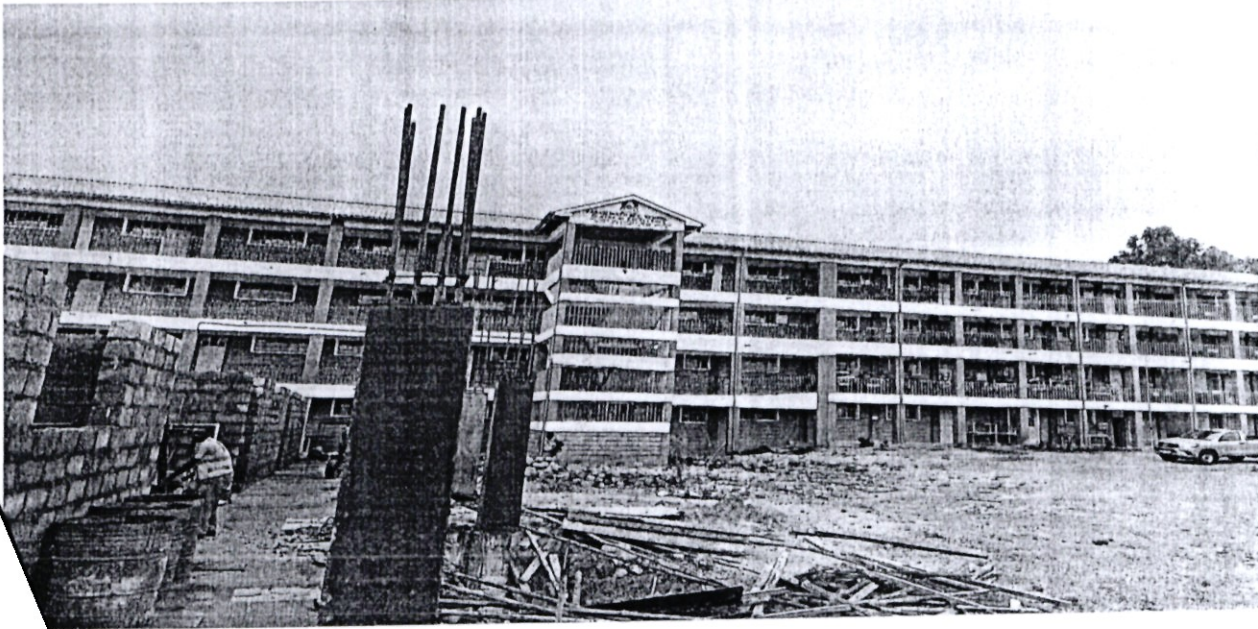
Additionally, the committee was able to buy desks and chairs for the 17 schools both primary and secondary schools and hence creating a conducive environment for learners

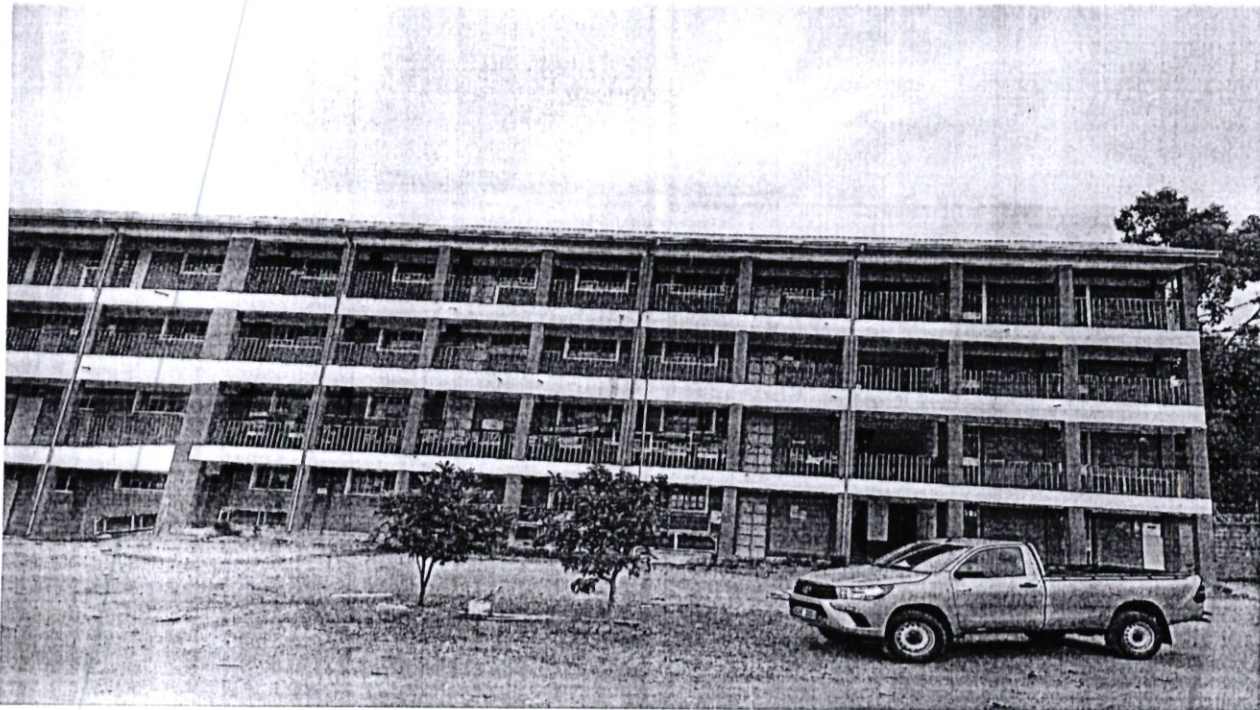




EE

EASTLEIGH AIRPORT PRY SCHOOL 2022-2023.





Zawadi Mixed Secondary School-

The impact of this projects is that it has increased the number of intake of students from 500 students to 800 students since it was in a bad state there before. The school has helped the community since there was no public school nearby and the parents can enroll their pupils there.

Emerging issues

Introduction of Junior Secondary School under CBC Curriculum has led to more demands in terms of classrooms and other school infrastructure.

New Government directives on Higher Education Loan has brought high demands when it comes to Bursaries for tertiary institutions.

Challenges

Late disbursement of funds by the board

Poor infrastructure in most of the primary schools

Solutions

NG-CDFC has initiated a program to renovate more classrooms as it is cost effective.

NG-CDFC has also initiated a better way of identifying needy student in bursary allocations. Those left out in selections are given a second chance of appealing at the office.

I wish to urge NG-CDF BOARD to continually increase funding to enable more projects uptake and to disburse funds on timely basis to avoid delay in fund disbursement.

Name: Dickens Okode
CHAIRPERSON- NGCDF COMMITTEE

KAMUKUNJI NATIONAL GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND
P.O. BOX 6403 - 00300, NAIROBI - KENYA
TEL: 020 - 261 6403

*Kamukunji Constituency
National Government Constituencies Development Fund (NGCDF)
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IV. Statement of Performance against Predetermined Objectives for FY2022/23

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 *Kamukunji Constituency 2023-2027* plan are to:

The strategic objectives and the strategies to be pursued will be at the core of the constituency's functions over the next 5 years. The strategic matrix is presented in the table below.

Key Result Area	Strategic Objective	Strategies
Improved Access to education services	1.1 To improve education/school infrastructure and facilities	Put up school infrastructures; Equipping of schools; Rehabilitation of school infrastructure
	1.2 To Increase support of the needy students	Financial support to bright and the needy students; Support schools activities
Youth Skills development	2.1 To enhance youth skill development	Support youth empowerment centers; Fund youth initiatives;
	2.2 To equip youth with working skills	Train youth on life support skills;
Peaceful and secure constituency	3.1 To enhance area security	Put up new security infrastructure; refurbish and equip chiefs' administration offices
Improved environment	4.1 To enhance environmental protection	Collaboration with environmental conservation stakeholders; Increase number of trees in the constituency
Accessible roads	5.1 To improve the condition of roads in the constituency	Roads upgrading through KURRA and county government
Institutional strengthening	7.1 To improve human working capacity	Staff and CDFCs training; Project management
Key Result Area	Strategic Objective	Strategies
		committees (PMCs) training; Provision of adequate office equipment and working tools
	To improve resource mobilization	Efficient and effective utilization of resources; Collaboration with other development partners; and creating other financial sources

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified

for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

s	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursa ry's benefici ari es at all levels	In FY 2022/23 -we increased number of new schools-Zawadi Mixed sec school (Construction 20 classrooms, Labs, Toilets and Admin Block) - Bursary beneficiaries at all levels were as per the attached schedules. Kshs 18,000,000 was awarded to 4100 students in secondary Schools and Kshs.14,200,000 awarded to students at Tertiary institutions during the financial year 2022/2023.
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	Kamukunji NG-CDF was able to construct Boundary wall at Kiambu Chief Camp in the financial year 2022-2023
Environment	Improve access to clean water and a more sustainable and conserved environment through natural resources conservation initiatives	No allocation was done	No allocation was done	No allocation was done
Sports	Empower and develop youth and special groups	Reduced dependence and spur economic growth through sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting from the sports programme is 40 teams around the constituency- this helped the youths to be active. Annual tournament done
Emergency	Improve the mechanism used in handling disasters	Reduce loss of live and properties	No emergency occurrence in the constituency	There was no emergency occurrence in Kamukunji in the financial year 2022/2023

V. Statement of Governance

Appointment of National Government Constituency Development Fund Committee

- (1) There is established a National Government Constituency Development Fund Committee for every constituency.
- (2) Each Constituency Committee shall comprise of—
 - (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 a vote.
 - (g) One member co-opted by the Board in accordance with Regulations made by the Board.
- (3) The seven persons referred to in subsection (2)(b), (c), (d) and (e) shall be selected in such manner and shall have such qualifications as the Board may, by Regulations, prescribe.
- (4) The names of the persons selected under subsection (3) shall be submitted by the Board to the National Assembly for approval before appointment and gazettment by the Board.
- (5) The Regulations made under subsection (3) shall be submitted to the National Assembly for approval before publication by the Board.
- (6) The first meeting of the Constituency Committee shall be convened within one hundred and twenty days of the commencement of a new term of Parliament or the date of the holding of a by-election, by the national government official at the constituency or in his or her absence, by an officer of the Board seconded to the constituency.
- (7) The quorum of the Constituency Committee shall be one half of the total membership.
- (8) The term of office of the members of the Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.
- (9) The Fund account manager seconded by the Board to the constituency shall be the 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) 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 one hundred and twenty days.
- (11) The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

Appointment of NG-CDFC

In accordance with section 43 sub sections (1), (2) of the National Government Constituencies Development Fund act, 2015 Kamukunji NG-CDF advertised for the post of NGCDFC detailing the necessary requirements where several applicants showed interest for the same by forwarding their applications.

Vetting of the submitted application letters was done critically by a select committee which was created for the purpose. Successful applicants were thereafter contacted for an interview session which was scheduled at a later date.

The interviews were conducted and in accordance with section 43(3) of the NGCDF Act, 2015 the names of the successfully selected individuals were forwarded to the board together with the names forwarded by the DCC and the constituency manager.

The selected members were gazetted on 16th December 2022 in gazette notice number Vol. CXXIV—No. 276. Handing over from the previous committee was then smoothly done between the outgoing committee and the newly gazetted committee overseen by the Fund Account Manager and the Deputy County Commissioner. A comprehensive hand over report was then prepared by the Fund Account Manager on behalf of the outgoing committee.

The first meeting was held on 29th December, 2022 which was chaired by the DCC and the members were able to choose their office bearers.

Removal of a committee member

(1) A member of the Constituency Committee may be removed from office on any one or more of the following grounds—

- (a) lack of integrity;
- (b) gross misconduct;
- (c) embezzlement of public funds;
- (d) bringing the committee into disrepute through unbecoming personal public conduct;
- (e) Promoting unethical practices;
- (f) Causing disharmony within the committee.
- (g) Physical or mental infirmity.

(2) A decision to remove a member under subsection (13) 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.

(3) A vacancy arising as a result of the removal of a member under subsection (13) shall be filled in the manner set out in subsection (10) and minutes of the meeting shall indicate the fact of the removal or appointment of a member. In Kamukunji NG-CDF, There was no committee who was removed under the above reasons.

The NG-CDF Committee roles are as follows;

1. Participate in ward meetings, collect data on projects and Consider projects submitted from various wards in accordance with the Act, approve for funding those projects, make the project proposal to be submitted to the NG-CDF Board
2. Ensure timely and efficient disbursement of funds to projects.
3. Ensure efficient management of the Fund.
4. Co-ordinate the implementation of projects
5. Receive and address complaints that may arise within the constituency
6. Encourage best practices in the implementation of projects.
7. Employ NG-CDF Staff

8. Perform such other duties as the Board may deem necessary from time to time for the proper management of the Fund.

Induction, and training of NG-CDFC Members

The training of the New NG-CDFC members is coordinated by the region office through the regional coordinator and the fund's manager. The facilitators are from different departments of the NG-CDF Board and other experts from other ministries.

The objectives of training NG-CDF Committee are ;

1. To carry out training of all the NG-CDF committee members
2. To impart knowledge to the participants who in turn will execute the NG-CDF mandate on behalf of the board.
3. To ensure smooth running of the NG-CDF offices across the Nairobi Region.

Expectations from NG-CDF Committee

- To see changes in the constituencies i.e. transformation of operations at the constituencies.
- To exchange ideas with members from other constituencies.
- To understand the roles of the NG-CDF Committee.
- To learn and understand the procurement process.
- To get a clarification on the legal status of NG-CDF.
- To find out how people living with Disability helped.
- Share best practices for bench-marking purposes.

NUMBER OF MEETINGS HELD

The Constituency Committee shall meet at least six times in a year but the committee shall not hold more than twenty-four meetings in the same financial year, including sub-committee meetings.

In the financial year, Kamukunji NGCDFC meetings held were 24 in number as per the regulations on the National Government Constituencies Development Fund Act, 2015.

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

Committee meetings attendance register 2022/2023

No	Committee Member	6 th & 28 th July 2022	4 th & 29 th Aug 2022	7 th & 27 th Sept 2022	7 th & 28 th Oct 2022	4 th & 25 th Nov 2022	1 st & 28 th Dec 2022	3 rd & 27 th Jan 2023	1 st & 18 th Feb 2023	15 th & 29 th Mar 2023	5 th & 28 th Apr 2023	10 th & 30 th May 2023	1 st & 29 th Jun 2023
1	Dickens Ofieno Okode	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
2	Esther Wairimu Kinyua	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
3	Brian Makuba Ingalula	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
4	Ali Joram Juma	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
5	Elsie Adhiambo Ounga	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
6	Farah Gabane Keinan	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
7	Rapheal Maini Kimilu	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
8	Ann Muthoni Kurua	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
9	Zeitun Mohamed Essman	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓
10	James G.Kamau	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓	✓ ✓

Note

- ✓ Means one meeting in a month.

Ethics & Conduct

Members of NGCDFC are required to observe the following ethical issues

- i. Confidentiality - the NGCDFC members have a responsibility to ensure confidentiality unless in situations required by law.
 - ii. Honesty and integrity - NGCDFC members have a duty to declare any private interest relating to their public duties and to take steps to resolve any conflict arising in a way that protects the public interest.
 - iii. Leadership - NGCDFC members should promote leadership in the constituency.
- During the financial year 2022/2023 members of NGCDFC Kamukunji adhered to the stipulated ethical issues.

Members' remuneration

NG-CDFC members are not entitled to payment of salary. However, the chairperson of NGCDFC is entitled to an allowance seven thousand per meeting and all other members an allowance of five thousand per sitting. All NGCDFC members should adhere to general ethics and code of conduct as stipulated in the NGCDF Act.

In this financial year the NGCDFC members adhered to the cabinet secretary's circular on members sitting and field allowances.

Disclose policy on conflict of interest

A member who has an interest in any contract, or other matter present at a meeting shall at the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter. A disclosure of interest made shall be recorded in the minutes of the meeting at which it is made. In the financial year 2022/2023 no member of NGCDFC Kamukunji contravened conflict of interest policy.

Risk Management

Risk management has been integrated in the constituency operations through the following; training of the NGCDF staff in their respective technical areas of service to ensure they carry out their roles efficiently, training of the NGCDFCs and the PMCs to equip them with additional knowledge to carry out their duties efficiently within their mandates and regulations, the Fund account manager avails himself with all the support and required resources to ensure that the identified risk does not hamper with the delivery of service.

Some of the risk mitigation strategies that NGCDFC Kamukunji has implemented include the following: Implementing audit findings and recommendations, adherence and compliance with NGCDF act 2015 and other laws and regulations to ensure an effective and efficient control system, ensuring that NGCDFC members are actively engaged in the projects implementations and overall fund utilization in the constituency, ensuring that the staff responsible for statutory deductions are well aware of the due dates of remittance, allocating insurance fund in the constituency budget, preparation of procurement plan, budget and Monitoring & evaluation plan for the financial year. Conducting public participation within the prescribed time lines to ensure the constituents are involved in project identification.

VI. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

d. Sports: The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels 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

Kamukunji Environment Sustainability guidelines have been developed to; Ensure that the Kamukunji NGCDF establishes systems of environmental impact assessment, environmental audit, monitoring and reporting of the environmental activities undertaken at the Constituency levels.

Ensure that the Constituencies continue to priorities and improve environmental sustainability projects.

Encourage Community participation in identification, protection and conservation of environment.

Improve on planning and utilisation of allocation for environmental sustainability funds in all constituencies

Ensure proper mechanisms of monitoring and reporting of the environmental activities

In this, Kamukunji NG-CDF has prioritized in supplying of water tanks and water harvesting in the constituency i.e. Schools, chief's offices, youth groups of which there is conservation of clean water and the youth around the constituency can benefit through car wash and other activities.

In Kamukunji, we have undertaken in construction of boundary wall at Kiambiu chiefs offices, e.g. Kiambiu Chief Offices, and Shairi Moyo police station- with these security projects, there is enough security in the constituency which helps in the control of drug use and abuse.

Kamukunji has more than 30 sports teams which are supported by the constituency through tournaments, this helps the youth to be active and is so doing, and they are sensitized on environment conservation.

3. Employee welfare

We invest in providing the best working environment for our employees. Kamukunji 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 are 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. Kamukunji 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

Kamukunji NGCDF Constituency is committed to fair and ethical market practises.

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

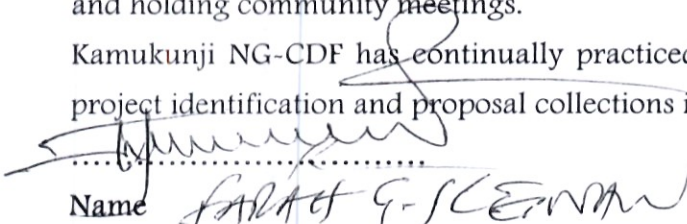
The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

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

Name



SARAH G. KEMWA

Fund Account Manager

KAMUKUNJI NATIONAL GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND
P.O. BOX 6403 - 00300, NAIROBI - KENYA
TEL: 020 - 261 6403

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- Kamukunji 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- Kamukunji 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- Kamukunji 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.

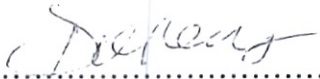
The Accounting Officer in charge of the NGCDF Kamukunji Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used 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

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

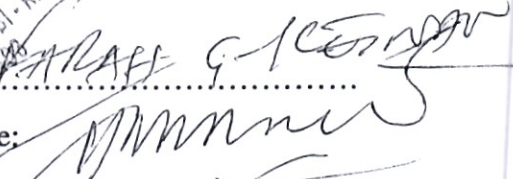
prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Kamukunji Constituency financial statements were approved and signed by the Accounting Officer on 15/9/2023 2023.


.....
Name: DICKENS OLOSU
Chairman – NGCDF Committee

KAMUKUNJI NATIONAL GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND
P.O. BOX 6493-00100 NAIROBI - KENYA
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.....
Name: [Signature]
Fund Account Manager

REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kamukunji Constituency set out on pages 1 to 34, which comprise of the statement of assets and liabilities as at 30 June, 2023, and the

Report of the Auditor-General on National Government Constituencies Development Fund - Kamukunji Constituency
for the year ended 30 June, 2023

statement of receipts and payments, statement of cash flows and the 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 the National Government Constituencies Development Fund - Kamukunji 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 National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Unsupported Other Grants and Transfers

The statement of receipts and payments and Note 8 to the financial statements reflects other grants and transfers expenditure of Kshs.35,460,998 which includes bursary to Secondary Schools amounting to Kshs.18,000,000. However, the bursary listing provided for audit reflects an amount of Kshs.29,162,000 resulting to an unreconciled variance of Kshs.11,162,000. Further, Note 8 to the financial statements reflects other grants and transfers expenditure of Kshs.35,460,998 which includes bursary to tertiary institutions amounting to Kshs.14,802,418. However, the bursary listing provided for audit reflects an amount of Kshs.3,215,000 resulting to an unreconciled variance of Kshs.11,587,418.

In the circumstances, the accuracy and completeness of the other grants and transfers balance of Kshs.35,460,998 could not be confirmed.

2. Unsupported Committee Expenses

The statement of receipts and payments and Note 5 to the financial statements reflects committee expenses amounting to Kshs.2,054,000 which includes sitting allowance and other committee expenses of Kshs.1,404,000 and Kshs.650,000 respectively. However, review of the primary expenditure records revealed that total payments of Kshs.884,000 related to committee expenses while payments amounting to Kshs.1,170,000 related to use of goods and services but were incorrectly classified under committee expenses.

Further, review of the payments posted in the cashbook revealed committee expenses totalling to Kshs.1,923,200 which were not included in the financial statements. In addition, review of the payment vouchers provided for audit revealed that two committee expenses payments amounting to Kshs.312,000 and Kshs.267,000 paid on 19 June, 2023 and 28 February, 2023 were not included in the committee expenses ledger. In

addition, committee expenses payment of Kshs.390,000 was not supported by payment vouchers and other related documentation.

In the circumstances, the accuracy and completeness of the other grants and transfers balance of Kshs.2,054,000 could not be confirmed.

3. Inaccuracies of Use of Goods and Services

The statement of receipts and payments and Note 6 to the financial statements reflects use of goods and services expenditure amounting to Kshs.775,413. Review of the expenditure records revealed that payments of Kshs.412,000 and Kshs.312,000 totalling to Kshs.724,000 relating to committee allowances were wrongly classified under use of goods and services instead of other committee expenses. In addition, review of use of goods and services payments revealed that two payments relating to purchase of office equipment and imprest for training in Mombasa of Kshs.390,000 and Kshs.527,000 respectively were not included in the financial statements.

In the circumstances, the accuracy and completeness of the use of goods and services balance of Kshs.775,413 could not be confirmed.

4. Failure to Return Unutilized Project Management Committee Balances

Annex 5 to the financial statements reflects Project Management Committee unutilized fund balances totalling Kshs.7,435,882 which were not returned to the Constituency Fund account. This was contrary to Section 12(8) of the National Government Constituencies Development Fund Act, 2015 which requires that all unutilized funds of the Project Management Committees shall be returned to the Constituency Fund account.

In the circumstances, the accuracy and existence of the Project Management Committee account balances of Kshs.7,435,882 could not be confirmed.

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

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.147,461,214 and Kshs.95,346,559 respectively resulting to an under-funding of Kshs.52,114,655 or 35% of the budget. Similarly, the Fund spent a balance

of Kshs.51,517,848 against actual receipts budget of Kshs.95,346,559 resulting to an under-utilization of Kshs.43,828,711 or 46%.

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

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

The audit report for the previous year highlighted several issues in respect of the financial statements, lawfulness and effectiveness of public resources, and effectiveness of internal controls and governance. Management's report on progress made in resolving the issues, indicates that issues relating to the financial statements had not been resolved as at 30 June, 2023.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

Incomplete Construction of Storeyed Classrooms

During the year under review, a contract for construction of classrooms at St. Teresa's Boys Primary School under tender No. NGCDF/KAMUKUNJI/DESKS/004/2022-2023 was awarded to a local construction company on 22 October, 2022 at a contract price of Kshs.13,230,000. However, appointment letters for tender opening, tender evaluation and inspection and acceptance committees were not provided for review contrary to Sections 46(1), 48(1) and 78(1) of the Public Procurement and Asset Disposal Act, 2015, which states that the Accounting Officer shall appoint the adhoc committees specifically

for the procurement in accordance with requirements of the law. Further, the evaluation report was not signed by all members of the committee page by page.

Audit inspection carried out in the month of March, 2024 for the construction of classrooms at St. Teresas Boys Primary School revealed that the slab was not done and the contractor had abandoned the site. In addition, works had stalled, metal rods had been vandalised and the contractor had been paid an amount of Kshs.2,529,574 on 21 June, 2023 for the works done. Further, there was no signage erected for the project.

In the circumstances, Management was in breach of the law and value for money may not have been achieved from the incomplete project.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 is responsible for assessing the Fund's ability to continue to sustain services, disclosing and 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 governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that

might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

16, May, 2024

Kamukunji Constituency

National Government Constituencies Development Fund (NGCDF)

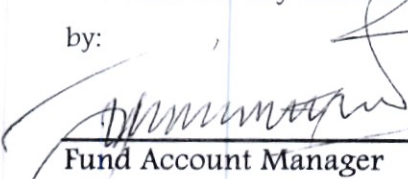
Annual Report and Financial Statements for The Year Ended June 30, 2023

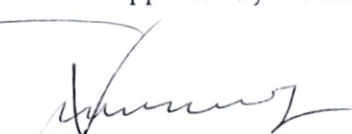
IX. Statement of Receipts and Payments for the Year Ended 30th June 2023

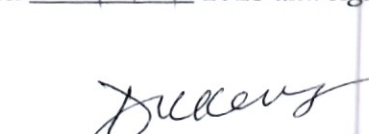
	Note	2022-2023	2021-2022
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	95,000,000	181,777,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		95,000,000	181,777,758
PAYMENTS			
Compensation of employees	4	842,090	770,220
Committee expenses	5	2,054,000	2,000,000
Use of goods and services	6	775,413	3,202,649
Transfers to Other Government Units	7	56,810,866	121,445,990
Other grants and transfers	8	35,460,998	56,494,603
Acquisition of Assets	9	-	-
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
TOTAL PAYMENTS		95,943,366	183,913,462
SURPLUS/DEFICIT		(943,366)	(2,135,704)

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 15/9/2023 and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: Farah G. Keinan

Name: Cornelius K. Omony
ICPAK M/No: 17636

Name: Dickens Okode

1
KAMUKUNJI NATIONAL GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND
P.O. BOX 6403 - 00300, NAIROBI - KENYA
TEL: 020 - 261 6403


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

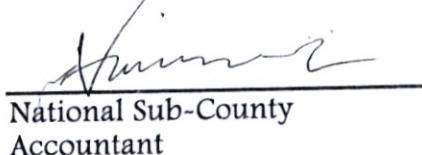
X. Statement of Assets and Liabilities as At 30th June, 2023

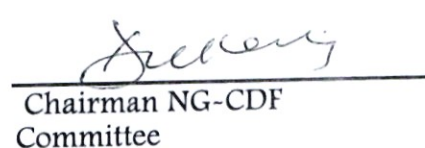
	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	1,430,245	346,559
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		1,430,245	346,559
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		1,430,245	346,559
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		1,430,245	346,559
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	346,559	2,482,263
Prior year adjustments	16	2,027,052	-
Surplus/Defict for the year		(943,366)	(2,135,704)
NET FINANCIAL POSITION		1,430,245	346,559

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 NG CDFC on 15/9 2023 and signed by:


Fund Account Manager


National Sub-County
Accountant


Chairman NG-CDF
Committee

Name: Farah G. Keinan

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Kamukunji Constituency

National Government Constituencies Development Fund (NGCDF)

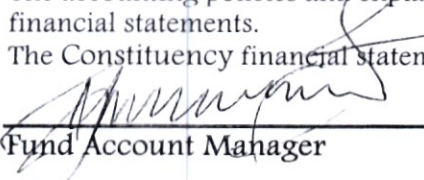
Annual Report and Financial Statements for The Year Ended June 30, 2023

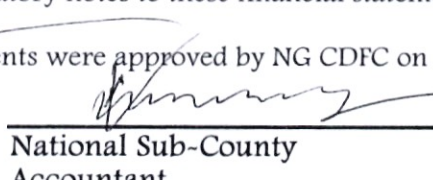
Statement of Cash Flows for the Year Ended 30th June 2023

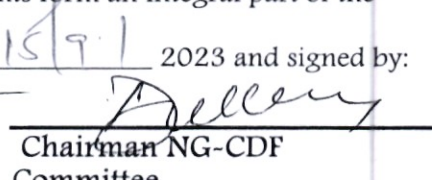
		2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	95,000,000	181,777,758
Other Receipts	3	-	-
		95,000,000	181,777,758
Payments for operating activities			
Compensation of Employees	4	842,090	770,220
Committee expenses	5	2,054,000	2,000,000
Use of goods and services	6	775,413	3,202,649
Transfers to Other Government Units	7	56,810,866	121,445,990
Other grants and transfers	8	35,460,998	56,494,603
Oversight Committee Expenses	10	-	-
Other Payments	11	-	-
		95,943,366	183,913,462
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	2,027,052	-
Net Adjustments		2,027,052	-
Net cash flow from operating activities		1,083,686	(2,135,704)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		1,083,686	(2,135,704)
Cash and cash equivalent at BEGINNING of the year	12	346,559	2,482,263
Cash and cash equivalent at END of the year		1,430,245	346,559

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 NG CDFC on 15/7/2023 and signed by:


Fund Account Manager


National Sub-County Accountant


Chairman NG-CDF Committee

Name: Farah G.Keinan

Name: Cornelius K. Omony
ICPAK M/No: 17636

Name: Dickens Okode

KAMUKUNJI NATIONAL GOVERNMENT
CONSTITUENCY DEVELOPMENT FUND
P. O. BOX 6403 - 00300, NAIROBI - KENYA
TEL: 020 - 261 6403

Kamukunji Constituency
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XI. Summary Statement of Appropriation for the Year Ended 30th 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	145,087,603	2,373,611	-	147,461,214	95,346,559	52,114,655	64.7%
Proceeds from Sale of Assets	-			-	-	-	0.0%
Other Receipts	-			-	-	-	0.0%
Totals	145,087,603	2,373,611	-	147,461,214	95,346,559	52,114,655	64.7%
Payments							
Compensation of Employees	3,001,233	840	-	3,002,073	842,090	2,159,983	28.1%
Committee Expenses	2,200,000	-	-	2,200,000	2,054,000	146,000	93.4%
Use of Goods and Services	2,015,950	-	-	2,015,950	775,413	1,240,537	38.5%
Transfers to Other Government Units	96,826,614	-		96,826,614	56,810,866	40,015,748	58.7%
Other Grants and Transfers	39,743,806	2,372,771	-	42,116,577	35,460,998	6,655,579	84.2%
Acquisition of Assets	-			-	-	-	0.0%
Oversight Committee Expenses	1,300,000			1,300,000		1,300,000	0.0%
Other Payments	-			-	-	-	0.0%
Totals	145,087,603	2,373,611	-	147,461,214	95,943,366	51,517,848	65.1%

***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.*

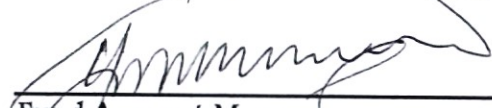
Kamukunji Constituency
National Government Constituencies Development Fund (NGCDF)
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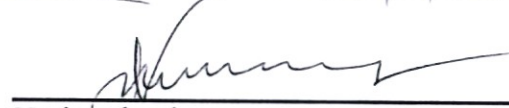
Explanatory Notes.

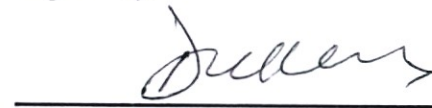
- (a) Opening Balance (C/Bk) and AIA- Kshs.2,373,611 was for sale of tenders
 (b) Transfers to Other Government Units had underutilization of 41.3 %- this was caused by late disbursement of funds as the country was recovering from the effects of change of government due to elections.
- Other grants and transfers- had underutilization of 15.8%- this was caused by late disbursement of funds as the country was recovering from the effects of change of government due to elections.
 - There was no over expenditure during the financial year 2022/2023.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	51,517,848
Less undisbursed funds receivable from the Board as at 30 th June 2023	52,114,655
	(596,807)
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	2,027,052.00
Cash and Cash Equivalents at the end of the 30 th June 2023	1,430,245

The Constituency financial statements were approved by NG CDFC on 15/9/2023 and signed by:


 Fund Account Manager
 Name: Farah G.Keinan


 National Sub-County Accountant
 Name: Cornelius K. Omony
 ICPAK M/No: 17636


 Chairman NG-CDF Committee
 Name: Dickens Okode

Kamukunji Constituency
National Government Constituencies Development Fund (NGCDF)
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XII. Budget Execution by Sectors and Projects for the Year Ended 30th 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(%)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023			
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,001,233	840	-	3,002,073	842,090	2,159,983	28
1.2 Committee allowances	1,500,000	-	-	1,500,000	1,404,000	96,000	94
1.3 Use of goods and services	459,950	-	-	459,950	412,000	47,950	90
Total	4,961,183	840	-	4,962,023	2,658,090	2,303,933	54
2.0 Monitoring and evaluation							
2.1 Capacity building	1,000,000	-	-	1,000,000	-	1,000,000	-
2.2 Committee allowances	700,000	-	-	700,000	650,000	50,000	93
2.3 Use of goods and services	556,000	-	-	556,000	363,413	192,587	65
Total	2,256,000	-	-	2,256,000	1,013,413	1,242,587	45
3.0 Emergency							
3.1 Primary Schools					-	-	-
3.2 Secondary schools					-	-	-
3.3 Tertiary institutions					-	-	-
3.4 Security projects					-	-	-
3.5 Unutilized	443,983	232,538		676,521	-	676,521	-
Total	443,983	232,538		676,521	-	676,521	-
4.0 Bursary and Social Security							

Kamukunji Constituency
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4.1 Secondary Schools	18,629,823	2,027,052.00		20,656,875	18,000,000	2,656,875	87
4.2 Tertiary Institutions	15,000,000	112,681		15,112,681	14,802,418	310,263	98
4.3 Social Security	3,000,000			3,000,000	-	3,000,000	-
4.4 Special Needs				-	-		-
Total	36,629,823	2,139,733	-	38,769,556	32,802,418	5,967,138	85
5.0 Sports				-			-
5.1	2,670,000	500		2,670,500	2,658,580	11,920	100
Total	2,670,000	500		2,670,500	2,658,580	11,920	100
							-
6.0 Environment							-
	-			-			-
	-			-			-
Total	-	-	-	-	-	-	-
7.0 Primary Schools Projects							-
7.1 ST. Teresas Boys Primary School	1,400,000			1,400,000	1,400,000	-	100
7.2 Eastleigh Airport Primary School	1,400,000			1,400,000	1,400,000	-	100
7.3 Our lady of Mercy Primary School	1,400,000			1,400,000	1,400,000	-	100
7.4 Zawadi Primary School	1,400,000			1,400,000	1,400,000	-	100
7.5 Moi Airbase Primary School	1,400,000			1,400,000	1,400,000	-	100
7.6 Moi Forces Academy Primary	1,400,000			1,400,000	1,400,000	-	100
7.7 Muthurwa Primary School	1,400,000			1,400,000	1,400,000	-	100
7.8 New Pumwani Primary School	2,100,000			2,100,000	2,100,000	-	100
7.9 New Eastleigh Primary School	2,100,000			2,100,000	2,100,000	-	100
7.91 Heshima Road Primary School	2,100,000			2,100,000	2,100,000	-	100
7.92 Eastleigh Airport Primary School	14,822,865			14,822,865	14,822,865	-	100
Total	30,922,865	-	-	30,922,865	30,922,865	-	100
8.0 Secondary Schools Projects							-

Kamukunji Constituency
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Annual Report and Financial Statements for The Year Ended June 30, 2023

Moi Forces Academy-Secondary	2,100,000			2,100,000	2,100,000	-	100
Eastleigh High School	1,400,000			1,400,000	1,288,000	112,000	92
Zawadi Mixed Secondary School	2,100,000			2,100,000		2,100,000	-
St Teresas Boys Sec School	4,200,000			4,200,000	2,500,000	1,700,000	60
Kamukunji Secondary School	1,400,000			1,400,000		1,400,000	-
OLM Girls Secondary School	2,100,000			2,100,000		2,100,000	-
Maina Wanjigi Secondary School	2,100,000			2,100,000		2,100,000	-
OLM Girls Secondary School	8,500,000			8,500,000	8,500,001	(1)	100
Zawadi Mixed Secondary School	42,003,749			42,003,749	11,500,000	30,503,749	27
Total	65,903,749	-	-	65,903,749	25,888,001	40,015,748	39
9.0 Tertiary institutions Projects				-		-	-
						-	-
Total	-	-	-	-	-	-	-
10.0 Security Projects				-		-	-
				-		-	-
				-		-	-
				-		-	-
Total	-	-	-	-	-	-	-
11.0 Acquisition of assets				-		-	-
				-		-	-
				-		-	-
				-		-	-
				-		-	-
Total	-	-	-	-	-	-	-
12.0 Oversight Committee Expenses (itemize)				-		-	-

12.1 Daily Subsistence Allowance	650,000			650,000		650,000	-
12.2 Transport allowance	350,000		-	350,000	-	350,000	-
12.3 Other committee expenses	300,000		-	300,000	-	300,000	-
	-		-	-			-
Total	1,300,000		-	1,300,000		1,300,000	-
13.0 Other payments				-		-	-
							-
Total		-	-	-	-	-	-
14.0 unallocated fund							-
Unapproved projects	-			-		-	-
AIA						-	-
PMC savings							-
Total	-		-	-	-	-	-
	145,087,603.00	2,373,611.34	-	147,461,214.34	95,943,366.46	51,517,847.88	65

(NB: This statement is a disclosure statement indicating the utilisation in the same format as the entity's budgets which are programme based)

XIII. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

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.

Significant Accounting Policies continued

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2022 for the period 1st July 2022 to 30th 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.

Significant Accounting Policies Continued

13. Subsequent Events

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

*Kamukunji Constituency
National Government Constituencies Development Fund (NGCDF)
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XIV. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
	Kshs	Kshs
NGCDF Board		
B105337	-	33,000,000.00
B105388	-	34,000,000.00
B105603	-	10,000,000.00
B105789	-	24,000,000.00
B128525	-	5,000,000.00
B128837	-	12,000,000.00
B154034	-	15,000,000.00
B164477	-	20,000,000.00
B23257		17,088,879.00
B256432		11,688,879.30
	7,000,000	
AIE NO. B 185084	14,000,000	
AIE NO. B 185622	7,000,000	
AIE NO. B 185383	5,000,000	
AIE NO. B 206118	12,000,000	
AIE NO. B 206372	12,000,000	
AIE NO. B 205756	2,000,000	
AIE NO. B 049297	20,000,000	
AIE NO. B 104322	16,000,000	
AIE NO. B 096578		
TOTAL	95,000,000	181,777,758

2. Proceeds from Sale of Assets

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

3. Other Receipts

	2022-2023	2021-2022
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-

Kamukunji Constituency

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Other Receipts Not Classified Elsewhere	-	-
Total	-	-

Kamukunji Constituency
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Notes to the Financial Statements (Continued)

4. Compensation of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	794,754	722,700
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees		
Employer Contributions Compulsory national social security schemes	47,336	47,520
Total	842,090	770,220

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	1,404,000	1,212,000
Other committee expenses	650,000	788,000
Total	2,054,000	2,000,000

*Kamukunji Constituency
National Government Constituencies Development Fund (NGCDF)
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6. Use of Goods and services

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Utilities, supplies and services	312,000	350,000
Communication, supplies and services	-	120,000
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	504,898
Office rent	-	-
Rentals of produced assets	-	-
Training expenses	-	1,604,000
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	412,000	494,900
Fuel , oil & lubricants	-	-
Other operating expenses	-	-
Bank Charges	51,413	128,851
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	-	-
	-	-
Total	775,413	3,202,649

*Kamukunji Constituency
National Government Constituencies Development Fund (NGCDF)
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Notes to the Financial Statements (Continued)

7. Transfer to Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to Primary Schools (See Attached List)	30,922,865	31,663,800
Transfers to Secondary Schools (See Attached List)	25,888,001	75,782,190
Transfers to Tertiary Institutions (See Attached List)	-	14,000,000
Total	56,810,866	121,445,990

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	18,000,000	27,038,894
Bursary – tertiary institutions (see attached list)	14,802,418	20,249,002
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	-	-
Sports projects (see attached list)	2,658,580	2,014,500
Environment projects (see attached list)	-	-
Emergency projects (see attached list)	-	7,192,207
Roads projects (see attached list)	-	-
Total	35,460,998	56,494,603

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Notes to the Financial Statements (Continued)

9. Acquisition of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	-	-

10. Oversight Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
COC Members allowance	-	-
Other COC expenses	-	-
	-	-

11. Other Payments

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
	-	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Equity Bank Gikomba -0430262662557</i>	1,430,245	346,559
	-	-
Total	1,430,245	346,559
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
	-	-
Total	1,430,245	346,559

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
Total		-	-	-

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Notes to the Financial Statement Continued

14. Retention and Gratuity

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

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

	(1 st July 2023-1)	(1 st July 2022-2)
	Kshs	Kshs
Bank accounts	346,559	2,482,263
Cash in hand	-	-
Imprest	-	-
Total	-	-
Less		
Payables: - Retention	-	-
Payables - Gratuity	-	-
Fund Balance Brought Forward	346,559	2,482,263

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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	346,559	2,027,052	2,373,611
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	346,559	2,027,052	2,373,611

** The adjusted balances are not carried down on the face of the financial statements.

17. Changes in Accounts Receivable – Outstanding Imprests

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

18. Changes in Accounts Payable – Deposits and Retentions

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

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Notes to the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

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

19.2: Pending Staff Payables (See Annex 2)

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

19.3: Unutilized Fund (See Annex 3)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Compensation of employees	2,159,983	840
Committee expense	146,000	
Use of goods and services	1,240,537	(1,670)
Amounts due to other Government entities (see attached list)	40,015,749	234,208
Amounts due to other grants and other transfers (see attached list)	6,655,579	113,181
Acquisition of assets	-	
Oversight Committee Expenses	1,300,000	
Other Payments (<i>specify</i>)	-	-
Funds pending approval		
Total	51,517,848	346,559

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19.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	7,435,882	612,755
Total	7,435,882	612,755

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XV. 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	
Construction of buildings					
1.	-	-	-	-	No pending payments
2.	-	-	-	-	No pending payments
3.	-	-	-	-	No pending payments
Sub-Total	-	-	-	-	No pending payments
Construction of civil works					No pending payments
4.	-	-	-	-	No pending payments
5.	-	-	-	-	No pending payments
6.	-	-	-	-	No pending payments
Sub-Total	-	-	-	-	No pending payments
Supply of goods					No pending payments
7.	-	-	-	-	No pending payments
8.	-	-	-	-	No pending payments
9.	-	-	-	-	No pending payments
Sub-Total	-	-	-	-	No pending payments
Supply of services					No pending payments
10.	-	-	-	-	No pending payments
Sub-Total	-	-	-	-	No pending payments
Grand Total	-	-	-	-	No pending payments

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2023	Comments
NG-CDFC Staff				
1.	-	-	-	No staff pending payments
2.	-	-	-	No staff pending payments
3.	-	-	-	No staff pending payments
Sub-Total	-	-	-	No staff pending payments
Grand Total	-	-	-	No staff pending payments

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees	staff salaries	2,159,983	840	Awaiting Funding
Use of goods & services	office supplies	1,240,537		Awaiting Funding
Committee expenses	committee allowances	146,000		Awaiting Funding
Amounts due to other Government entities				
Eastleigh High School	supply of desks	112,000.00		Awaiting Funding
Zawadi Mixed Secondary School	supply of desks	2,100,000.00		Awaiting Funding
St Teresas Boys Sec School	supply of desks	1,700,000.00		Awaiting Funding
Kamukunji Secondary School	supply of desks	1,400,000		Awaiting Funding
OLM Girls Secondary School	supply of desks	2,100,000		Awaiting Funding
Maina Wanjigi Secondary School	supply of desks	2,100,000		Awaiting Funding
Zawadi Mixed Secondary School		30,503,749		Awaiting Funding
	Sub-Total	43,562,269	840	Awaiting Funding
Amounts due to other grants and other transfers				
Emergency	Emergency Occurrences	676,521	232,538	
bursary-Secondary Schools		2,656,875		

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Social Security		3,000,000		Awaiting Funding
scholarship-tertiary	bursary to needy students	310,263	112,681	Awaiting Funding
sports		11,920	500	Awaiting Funding
	Sub-Total	50,217,848	346,559	
Acquisition of assets				
Oversight Committee Expenses(itemize)				
Daily Subsistence Allowance	Payment of Daily Subsistence Allowance	650,000		Awaiting
Transport allowance	Payment of Transport allowances to NGCDFC staff	350,000		Awaiting
Other committee expenses	Payment of Other committee expenses	300,000		Awaiting
Others (<i>specify</i>)				
	Sub-Total	51,517,848	346,559	
Funds pending approval				
	Grand Total	51,517,848	346,559	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	-	-	-	-
Buildings and structures	-	-	-	-
Transport equipment	-	-	-	-
Office equipment, furniture and fittings	1,140,841			1,140,841
ICT Equipment, Software and Other ICT Assets	1,723,700			1,723,700
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
Total	2,864,541			2,864,541

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Annex 5 –PMC Bank Balances as at 30th June 2023

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
Eastleigh Airport Primary School	Equity-Gikomba	0430-266420444	1,379	127,194
Zawadi Mixed Sec School	Equity-Gikomba	0430-271555683	7,399,080	8,839
ST Teresas Boys Pry School	Equity-Gikomba	177-0284310516	13,180	0.00
S Teresas Boys Sec School	Equity-Gikomba	177-0284310457	22,243	0.00
Zawadi Primary School	Equity-Gikomba	0430266420617	-	27,334
Heshima Primary School	Equity-Gikomba	0430266420793	-	24,337
Muthurwa Primary School	Equity-Gikomba	0430271260491	-	39,493
OLM Girls Primary	Equity-Gikomba	0430179433396	-	15,527
Kamukunji Secondary School	Equity-Gikomba	0430266419870	-	23,106
Kamukunji Technical College	Equity-Gikomba	0430279814740	-	154,262
Moi Airbase Primary School	Equity-Gikomba	0430271260831	-	192,662
Total			7,435,882	612,755

Annex 6: Progress on Follow Up of Auditor Recommendations

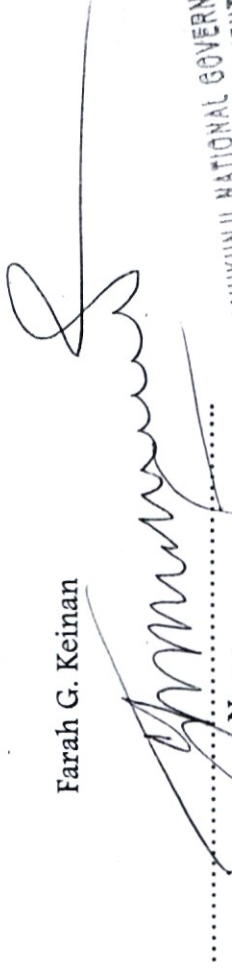
The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor and subsequent progress made on the resolution of the issues.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status:	Timeframe:
OAG/NRO/NGCDF-KAMUKUNJI/2021-2022(2) dated 3 rd Augsut,2023	Inaccuracies in Transfers to Other Government Units	In the financial statement under the statement of receipt and payment it indicates Kshs 121,445,990. Additionally, under the same statement Kshs 56,494,603 was posted under other grants and transfer. To the best of my knowledge, transfers to other government units was Kshs 121,445,990 as indicated by the financial statement and supported by ledgers	<i>Not Resolved</i>	
OAG/NRO/NGCDF-KAMUKUNJI/2021-2022(2) dated 3 rd August,2023	The statement of receipts and payments and Note 5 to the financial statements reflects Kshs.5,202,649 in respect of use of goods and services which includes committee allowances amounting to Kshs.1,212,000 differs with the payment vouchers amount of Kshs.1,497,000 resulting to an unreconciled and unexplained variance of Kshs.285,000	The management has noted the issue raised. This happens when money is drawn from different vote under the same payment voucher. The Approved code list provided by the NG-CDF Board for the constituency has itemized budget line under same vote and therefore this happened due to combined expenditure from different votes in the approved code list	<i>Not Resolved</i>	
OAG/NRO/NGCDF-KAMUKUNJI/2021-2022(2) dated 3 rd August,2023	Sections 7 and 8 of the budget executions by sectors and projects for the year ended 30 June, 2022 were found to be incomplete, lacking	The management will provide complete amended financial statement for review	<i>Not Resolved</i>	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status:	Timeframe:
	essential information and disclosures			

Farah G. Keinan



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Name

Fund Account Manager

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