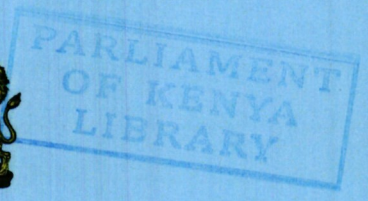



REPUBLIC OF KENYA



*Enhancing Accountability*

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 23 FEB 2022	DAY: WED
TABLED BY:	HON. Jimmy ANGWENYI, MP
CLERK-AT THE TABLE:	perpetual Karanu.

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND -  
YATTA CONSTITUENCY**

**FOR THE YEAR ENDED  
30 JUNE, 2020**



*Revised Template 30<sup>th</sup> June 2020*



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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND -  
YATTA CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2020**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
YATTA CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
YATTA CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2020**

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**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

**Mandate**

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

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

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

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**Core Values**

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

**(b) Key Management**

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

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

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2020 and who had direct fiduciary responsibility were:

<b>N</b>	<b>Designation</b>	<b>Name</b>
o		
1.	A.I.E holder	<b>Lorna Njoroge</b>
2.	Sub-County Accountant	<b>Benjamin Makau</b>
3.	Chairman NGCDFC	<b>Samuel Makasi</b>
4.	Member NGCDFC	<b>Timothy Kivuva</b>

**(d) Fiduciary Oversight Arrangements**

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

**(e) NGCDF YATTA Constituency Headquarters**

P.O. BOX 203-90119  
MATUU-KATANGI ROAD  
MATUU

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
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**Reports and Financial Statements**

**For the year ended June 30, 2020**

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**(f) NGCDF YATTA Constituency Contacts**

Telephone: (254) 716727060

E-mail: [yatta@ngcdf.go.ke](mailto:yatta@ngcdf.go.ke)

Website: [www.cdfyatta.go.ke](http://www.cdfyatta.go.ke)

**(g) NGCDF YATTA Constituency Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya
  
2. Equity Bank (K) Ltd,  
Matuu Branch,  
P.O. Box 34,  
Matuu.

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

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

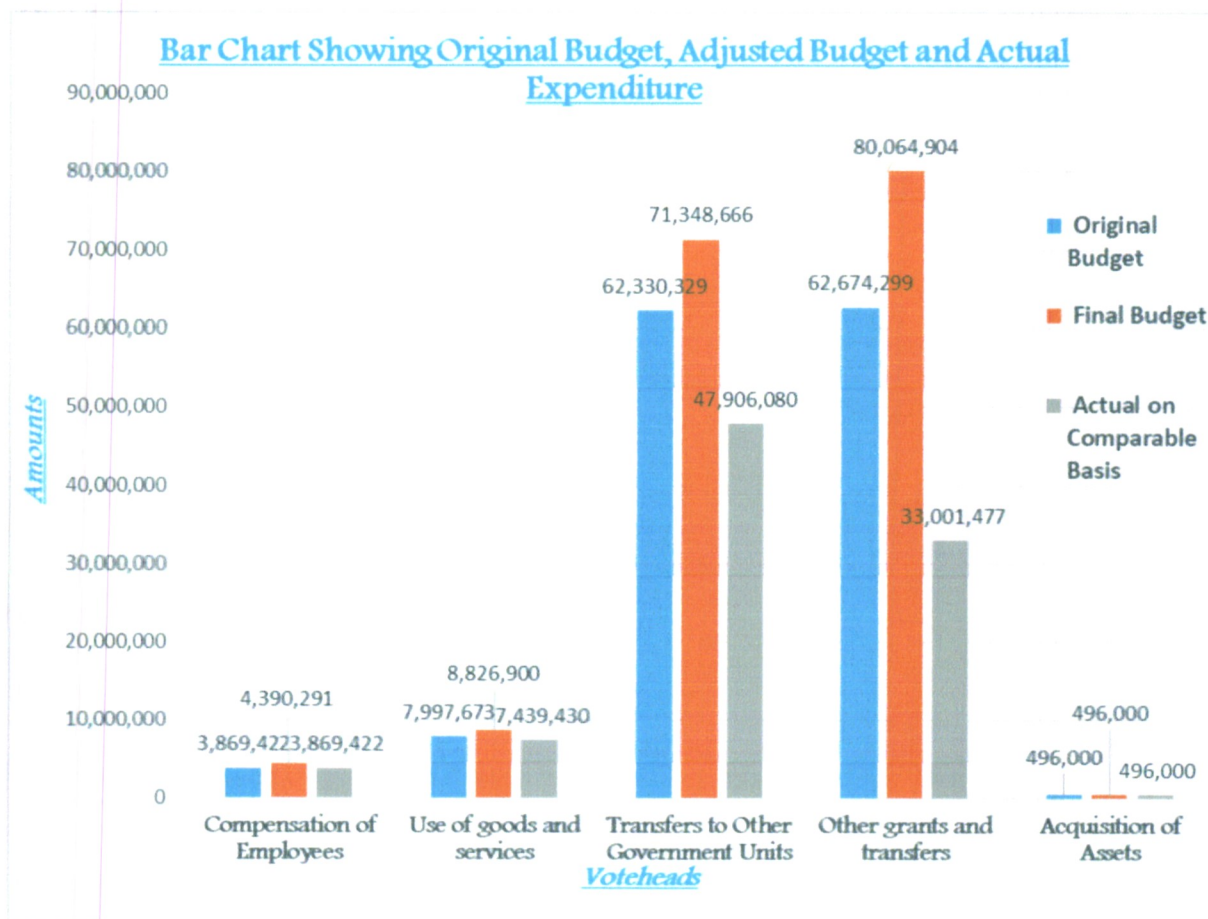
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

**II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE**

Yatta NG-CDF was allocated KShs **137,367,724.14** for Financial Year 2019/2020. Of this amount, the constituency received Kshs. 68,000,000 for financial year 2019-2020, Kshs. 7,000,000 for financial 2018-2019 and Kshs. 1,736,207 for financial year 2017-2018.

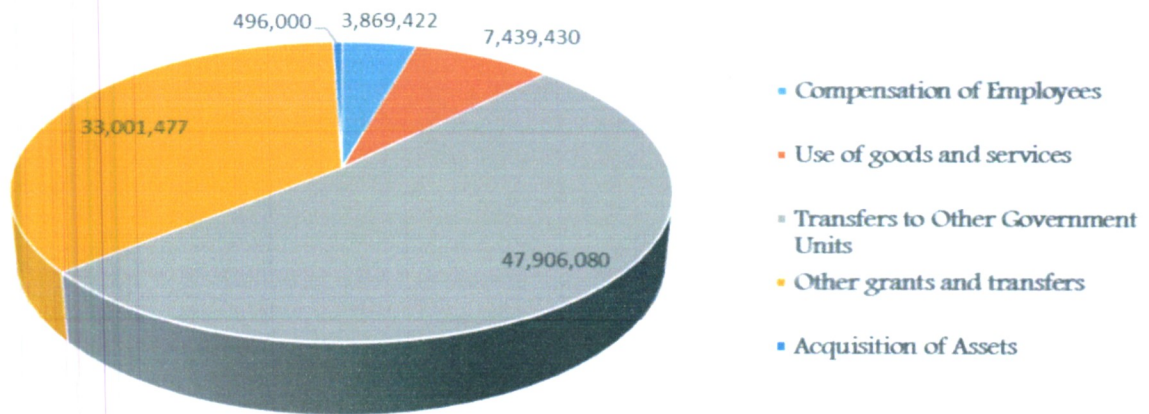
Thus a total of Ksh. 76,736,207 was received from the NG-CDF Board during the financial year 2019-2020. An amount of Ksh. 10,525,382 was also available from reallocations and prior year adjustments, and an amount of Ksh. 8,497,447 being balance brought forward. This made the total available funds during the year being Ksh. 95,759,036. Out of this budget Yatta NG-CDF expended a total of Ksh. 92,712,408.



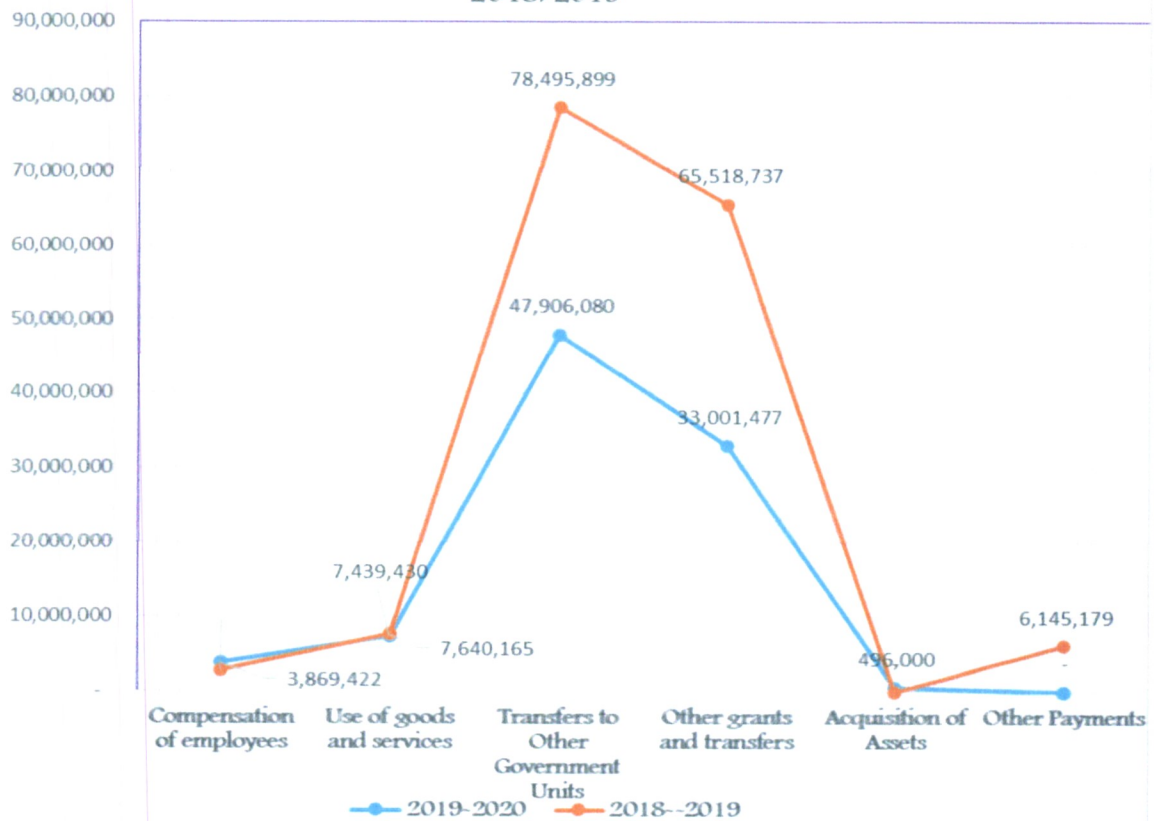
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

**Pie Chart Showing Actual Expenditure Per Votehead**



**A Comparative Bar Chart for Actual Expenditure in FY 2019/2020 and 2018/2019**



## **NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA CONSTITUENCY**

### **Reports and Financial Statements For the year ended June 30, 2020**

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The following projects were funded by Yatta NG-CDF within the Financial Year 2019/2020:

- 23 Primary Schools and 11 Secondary Schools received funding to improve infrastructure in their institutions. 5 security projects were also funded to purchase land and/improve their infrastructure.
- In order to mitigate the spread of COVID-19, Yatta NG-CDF purchased and installed, from the Emergency Kitty, 100 hand washing tanks spread across the Constituency.
- Kenya Medical Training College-Matuu Campus received funding for construction of sewerage system and fencing of its five acres land. Katangi Technical Training Institute was also funded from re-allocated funds to fence its 4.55 hectares compound, drilling and equipping of a productive borehole.
- 230 needy students in Secondary Schools and 1297 needy students in Tertiary institutions benefited from the Bursary Kitty.
- 1008 Bodaboda Operators within the Constituency were funded from bursary kitty, trained and licensed.
- The Yatta Staff and all the Project Management Committees underwent training to perfect their knowledge in NG-CDF operations.

#### **Nguumo Primary School**

The school is located in Kithimani ward of Yatta Constituency, along Thika-Garissa highway. It was started in the year 1987 with 20 pupils. Currently the school has a population 187 pupils; 91 boys and 96 girls, and 10 teachers. The schools has currently performed averagely.

Yatta NG-CDF funded the school with Ksh. 1,600,000 from the emergency kitty for construction of **3NO. Classrooms** after most of the classes were destroyed by rains.



***NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA CONSTITUENCY***

**Reports and Financial Statements**

**For the year ended June 30, 2020**

**Katangi Technical Training Institute**

The institute is located in Katangi Ward of Yatta constituency. It is an upcoming Technical Training Institute being co-funded by Yatta NG-CDF and the Ministry of Education.

A total of Ksh. 8,130,000 was funded to the institute for fencing of the institute land, drilling and equipping of a productive borehole.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

**Kenya Medical Training College-Matuu Campus**

An upcoming campus of the Kenya Medical Training College Located in Matuu town of Yatta constituency. The college was funded with Ksh. 8, 000,000 being amount allocated in financial year 2018-2019 for Completion of admission block, classes and laboratory which had been funded by Yatta NG-CDF in the preceding financial years. An amount of Ksh. 2,500,000 was also expended to the college for fencing, gate installation, construction of ablution blocks and septic tank.

**KMTC Matuu Multipurpose Hall (complete)**



**KMTC Matuu Administration Block (complete)**



**KMTC Matuu Tuition Block (Final touches)**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
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**Reports and Financial Statements**

**For the year ended June 30, 2020**

**Kavingo Primary School**

The school is located in Katangi ward, South East of Yatta Constituency. It was started in 1984 and currently has a population of 256 pupils; 102 boys and 154 girls, and 11 teachers. It performs averagely academically and is excellent in co-curricular activities. The school was funded with Ksh. 1,650,000 for construction of 2NO. Classrooms since most of its structures were in a dilapidated



state.

**Challenges during the Financial**

The major challenges experienced during the financial year 2019-2020 included:

- The effects of COVID-19 which hit not Kenya but the whole world, and particularly Kenya during the last quarter of the financial year 2019-2020. Since the education sector which forms part of most NG-CDF projects was brought to a standstill, most projects for the year had not been implemented.
- A balance of Ksh. 69,367,724 for financial year 2019-2020 had not been forwarded to the Yatta NG-CDF account by the end of financial year.

We look forward to improved efficiency in project implementation.

Sign: \_\_\_\_\_

**CHAIRMAN NG-CDF COMMITTEE  
NAME: SAMUEL MAKASI**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

**III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES**

**Introduction**

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

The key development objectives of NGCDF-YATTA Constituency's 2018-2022 plan are to:

- a) To improve access to education and training
- b) To improve learning environment
- c) To improve the working and living conditions of security personnel
- d) To enhance environmental conservation
- e) To build and enhance youth talents through sports
- f) To improve ICT infrastructure

**Progress on attainment of Strategic development objectives**

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To improve access to education and training and To improve learning environment	Increased number of needy students accessing education, Improved infrastructure and facilities in schools, Improved standards of education and Improved sanitation facilities in schools	<ul style="list-style-type: none"> <li>➤ Number of usable physical infrastructure build in primary, secondary, and tertiary institutions.</li> <li>➤ Number of bursary beneficiaries at all levels</li> </ul>	In FY 19/20 -we increased number of classrooms, dormitories, laboratories by 33 in number. - Bursary beneficiaries at all levels were 2500 in number.
Security	To improve the working and living conditions of security personnel	Increased number of housing units and offices for security personnel	<ul style="list-style-type: none"> <li>➤ Number of housing/office units built/refurbished for security personnel.</li> </ul>	In FY 19/20 -5 security projects were funded to purchase land and/improve their infrastructure.
Environment	To enhance environmental conservation	Increased environmental activities such as	<ul style="list-style-type: none"> <li>➤ Number of trees planted and gabions</li> </ul>	In FY 19/20 4 set ups of Gabions were

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

		control of soil erosion through construction of gabions and planting of trees.	constructed	constructed to control soil erosion
Sports	To build and enhance youth talents through sports	Increased number of youth involved in gainful activities.	➤ Number of clubs that benefited from sports activities	In FY 2019-2020 10 football clubs benefited from the sports kitty by being awarded with uniforms, boots, trophies and certificates.
ICT	To improve ICT infrastructure	Improved access to ICT services.	➤ Number of ICT hubs implemented	In FY 2019-2020 52 laptops were received for the ICT Hubs

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

**IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

NGCDF – YATTA Constituency 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 -**

*Yatta NG-CDF projects funding are guided by the NG-CDF Act and fall under the functions performed by the National Government. We have been capable of successfully undertaking projects in the following sectors.*

- *Education and training-improving learning environment and access to education and training.*
- *Security-Improving working conditions of security personnel*
- *Environment- Enhancing environmental conservation*
- *Sports- building, maturing and enhancing youth talents*
- *ICT- Improving creativity and innovation through access to relevant information*

**2. Environmental performance-**

*Yatta NG-CDF spearheads Environmental Conservation through planting of trees and conservation of water as well as control of soil erosion. In the period ending 30th June 2020, hundreds of trees were planted in 18 primary and secondary schools. Gabions were also constructed in the five wards of Yatta Constituency in order to control soil erosion. All construction of new classrooms for the financial year 2019-2020 are being implemented alongside planting of trees.*

*Yatta NG-CDF has safe means of disposing its wastes with septic tank been constructed in its premises.*

**3. Employee welfare-**

*Yatta NG-CDF uses a competitive approach in recruiting employees. Gender parity is also adhered to and the number of employees per gender complies with the two third gender ruler. Among the 12 employees of Yatta NG-CDF 8 are males while 4 are females.*

*To improve skills and performance the staff are trained at least twice in each financial year as well as constant on job training. Premises are well ventilated and with emergency exits. Gate to the office premises is manned by a trained security guard.*

**4. Market place practices-**

*Yatta NG-CDF competitively selects its suppliers and contractors via the methods stipulated in the Public Procurement and Assets Disposal Act. Quality is highly regarded. Suppliers and contractors must be pre-qualified with the Sub-County Supply chain and management office. Suppliers and contractors are treated with dignity and are paid in time. Defect and complaints are handled in an amicable manner.*

**5. Community Engagements -**

*We engage in sports activities in which talents are natured. All our projects are selected through public participation and hence the community takes ownership and identifies with them.*

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
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**Reports and Financial Statements**

**For the year ended June 30, 2020**

**V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES**

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

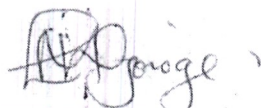
The Accounting Officer in charge of the NGCDF-YATTA Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2020. 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-YATTA Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-YATTA Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

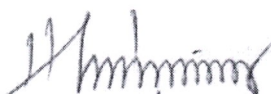
The Accounting Officer in charge of the NGCDF-YATTA Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible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

**Approval of the financial statements**

The NGCDF-YATTA Constituency financial statements were approved and signed by the Accounting Officer on 5/8/2020.



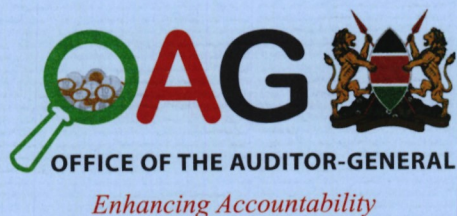
**Fund Account Manager**  
Name: Lorna Njoroge



**Sub-County Accountant**  
Name: Benjamin Makau  
ICPAK Member Number: 22530

# REPUBLIC OF KENYA

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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 - YATTA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020

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### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Yatta Constituency set out on pages 16 to 42, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Yatta Constituency as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

#### Basis for Qualified Opinion

##### 1. Unsupported Expenditure on Gratuity - Contract Employees

Note 4 to the financial statements reflects expenditure of Kshs.3,869,422 in respect of compensation of employees which includes an amount of Kshs.683,661 for gratuity-contractual employees. However, supporting documents were not provided for audit verification. Further, a review of employment records revealed that, none of the Fund's employees qualified for gratuity payment during the year since their employment contracts were still running.

In the circumstances, it was not possible to confirm the accuracy and validity of the expenditure of Kshs.683,661 which was incurred on gratuity for contract employees.

## **2. Errors in Comparative Figures**

The statement of receipts and payments reflects a comparative figure of Kshs.7,640,165 in respect of use of goods and services which differs from the confirmed amount from prior year audited financial statements of Kshs.9,108,317. In addition, the statement reflects a comparative figure of Kshs.6,145,179 for other payments instead of the Kshs.4,677,027 verified from the audited financial statements for 2018/2019 financial year. The statement of cash flows also reflected the same variances in the comparative figures.

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

### **Key Audit Matters**

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

### **Other Matter**

#### **Budgetary Control and Performance**

The summary statement of appropriation: recurrent and development combined reflects the budgeted receipts and actual amount on comparable basis of Kshs.165,126,760 and Kshs.95,759,036 respectively resulting to underfunding of Kshs.69,367,724 or 42% of the approved budget. Further, the actual expenditure amounted to Kshs 92,712,408 resulting into a Kshs.3,046,628 or 3% under absorption of the available funds.

The underfunding and under absorption of the available funds affected the planned activities and projects which may have impacted negatively on service delivery for the residents.

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

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing

else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

## **Basis of Conclusion**

### **1. Project Implementations Status**

#### **1.1 Un-implemented Projects**

Scrutiny of the project implementation status report as at 30 June, 2020 revealed that, a total of one hundred and fifty-seven (157) projects costing Kshs.132,728,831 were budgeted for implementation in the 2018/2019 and 2019/2020 financial years' budgets. However, only seventy-two (72) projects costing Kshs.49,683,763 were completed while four (4) projects costing Kshs.9,726,567 were ongoing. The remaining eighty-one (81) projects with a total allocation of Kshs.73,318,501 had not commenced.

Failure to implement projects to which funds had been allocated implies that, the residents of the Constituency did not get services of equivalent value and may be indicative of weaknesses in project planning and implementation.

#### **1.2 Un-satisfactory Project implementation**

The physical verification of the projects revealed anomalies in the implementation of eight (8) projects with a combined allocation of Kshs.9,350,752 as detailed below:

<b>No.</b>	<b>Project Name</b>	<b>Projects Activity</b>	<b>Amount (Kshs.)</b>	<b>Remarks</b>
1.	Ngumbulu Chief's Office	Construction of Chief's Office with 3 rooms	900,000	The works is about 95% done. However, one inside door was not properly fixed.
2.	Ngumbulu Primary School	Renovation of 2 classrooms	600,000	Renovation of 2 classrooms is complete, project branding is done but the floor of one of the classrooms is chipping off.
3.	Munina Primary School	Construction of one classroom to completion	850,000	Project is complete and in use. However, Poor workmanship was observed since there are big cracks on the floor.
4.	Mukalala Secondary School	Construction of a science laboratory to completion	2,000,000	Poor workmanship was noted. Sections of the wall were done without electrical conduits and had to be redone and wall reconstructed. Project has delayed since 2019 and was yet to be completed.

No.	Project Name	Projects Activity	Amount (Kshs.)	Remarks
5.	Dr. Charles Mulli Secondary School	Completion of laboratory under emergency project.	250,752	Nine gas systems were installed instead of fourteen as specified in the BOQs. Project was not complete but is in use. Benches and chairs have not been purchased to equip the laboratory.
6.	Ndalani Primary School	Renovation of four classrooms – plastering, painting and flooring	1,400,000	Poor workmanship was observed as evidenced by huge cracks on the floor and on the walls.
7.	Kivingoni Primary School	Construction of one classroom to completion	850,000	Poor workmanship was observed as evidenced by cracks on the floor and application of insufficient red oxide on the floor.
8.	Tinga'ng'a Secondary School	Purchase of 5 acres of land	2,500,000	The title deed of the land had not been acquired.
	<b>Total</b>		<b>9,350,752</b>	

In view of the foregoing, value for money may not have been fully realized from the expenditure of Kshs.9,350,752 which was incurred the projects.

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.

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 governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

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

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain services, disclosing as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of intention to abolish 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 the entity 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 noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the Fund's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern 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 cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



**CPA Nancy Gathungu, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

**03 February, 2022**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
CONSTITUENCY**

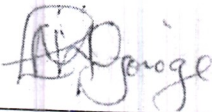
**Reports and Financial Statements**

**For the year ended June 30, 2020**

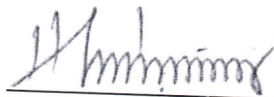
**VII. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	76,736,207	164,088,364
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>76,736,207</b>	<b>164,088,364</b>
<b>PAYMENTS</b>			
Compensation of employees	4	3,869,422	2,880,449
Use of goods and services	5	7,439,430	7,640,165
Transfers to Other Government Units	6	48,516,822	78,495,899
Other grants and transfers	7	32,390,735	65,518,737
Acquisition of Assets	8	496,000	-
Other Payments	9	-	6,145,179
<b>TOTAL PAYMENTS</b>		<b>92,712,408</b>	<b>160,680,429</b>
<b>SURPLUS/DEFICIT</b>		<b>(15,976,201)</b>	<b>3,407,935</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-YATTA Constituency financial statements were approved on 5/8/2020 and signed by:



Fund Account Manager  
Name: Lorna Njoroge



Sub-County Accountant  
Name: Benjamin Makau  
ICPAK Member Number: 22530

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
CONSTITUENCY**

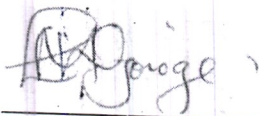
**Reports and Financial Statements**

**For the year ended June 30, 2020**

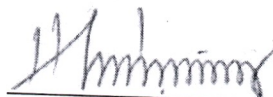
**VIII. STATEMENT OF ASSETS AND LIABILITIES**

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	3,046,628	8,497,447
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>3,046,628</b>	<b>8,497,447</b>
Current Receivables-Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>3,046,628</b>	<b>8,497,447</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable-Retention	12A	-	-
Gratuity	12B	-	-
<b>NET FINANCIAL ASSETS</b>		<b>3,046,628</b>	<b>8,497,447</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	8,497,447	5,087,078
Surplus/Deficit for the year		(15,976,201)	3,407,935
Prior year adjustments	14	10,525,382	2,434
<b>NET FINANCIAL POSITION</b>		<b>3,046,628</b>	<b>8,497,447</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-YATTA Constituency financial statements were approved on 5/8/2020 and signed by:



**Fund Account Manager**  
Name: Lorna Njoroge



**Sub-County Accountant**  
Name: Benjamin Makau  
ICPAK Member Number: 22530

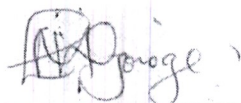
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) YATTA  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

**IX. STATEMENT OF CASHFLOW**

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>Receipts for operating income</b>			
Transfers from NGCDF Board	1	76,736,207	164,088,364
Other Receipts	3	-	-
		<b>76,736,207</b>	<b>164,088,364</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	3,869,422	2,880,449
Use of goods and services	5	7,439,430	7,640,165
Transfers to Other Government Units	6	48,516,822	78,495,899
Other grants and transfers	7	32,390,735	65,518,737
Other Payments	9	-	6,145,179
		<b>92,216,408</b>	<b>160,680,429</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	10,525,382	2,434
<b>Net Adjustments</b>		<b>10,525,382</b>	<b>2,434</b>
<b>Net cash flow from operating activities</b>		<b>(4,954,819)</b>	<b>3,410,369</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	496,000	-
<b>Net cash flows from Investing Activities</b>		<b>496,000</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(5,450,819)</b>	<b>3,410,369</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	13	<b>8,497,447</b>	<b>5,087,078</b>
<b>Cash and cash equivalent at END of the year</b>		<b>3,046,628</b>	<b>8,497,447</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-YATTA Constituency financial statements were approved on 5/8/2020 and signed by:



**Fund Account Manager  
Name: Lorna Njoroge**



**National Sub-County Accountant  
Name: ICPAK Member Number: 22530**

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

**Reports and Financial Statements  
For the year ended June 30, 2020**

**X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED**

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
<b>RECEIPTS</b>						
Transfers from NG-CDF Board	137,367,724	27,759,036	165,126,760	95,759,036	69,367,724	58.0%
Proceeds from Sale of Assets				-	-	
Other Receipts			0	-	-	
<b>TOTAL RECEIPTS</b>	<b>137,367,724</b>	<b>27,759,036</b>	<b>165,126,760</b>	<b>95,759,036</b>	<b>69,367,724</b>	<b>58.0%</b>
<b>PAYMENTS</b>						
Compensation of Employees	3,869,422	520,869	4,390,291	3,869,422	520,869	88.1%
Use of goods and services	7,997,674	829,226	8,826,900	7,439,430	1,387,470	84.3%
Transfers to Other Government Units	62,330,330	9,018,336	71,348,666	48,516,822	22,831,844	68.0%
Other grants and transfers	62,674,299	17,390,605	80,064,904	32,390,735	47,674,169	40.5%
Acquisition of Assets	496,000	-	496,000	496,000	-	100.0%
Other Payments				-	-	-
<b>TOTAL</b>	<b>137,367,724</b>	<b>27,759,036</b>	<b>165,126,760</b>	<b>92,712,408</b>	<b>72,414,352</b>	<b>56.1%</b>


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

- i. Receipts presented 58.0% occasioned by a balance of Ksh. 69,367,724 which had the Constituency had not received from the Board
- ii. Compensation of employees presented at 88.1% occasioned by gratuity balances carried forward from previous year.
- iii. Use of goods and services at 84.3%; Reason; the votehead had a balance brought forward from previous year.
- iv. Transfers to Other Government Units at 67.1% was occasioned by a balance allocated to this votehead not yet received from the Board
- v. Other grants and transfers presented 41.2%. Reason; there was a balance of the votehead not received from the Board.

The NGCDF-YATTA Constituency financial statements were approved on 5/8/2020 and signed by:



Fund Account Manager  
Name: Lorna Njoroge



Sub-County Accountant  
Name: Benjamin Makau  
ICPAK Member Number: 22530

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

**Reports and Financial Statements  
For the year ended June 30, 2020**

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

Programme/Sub-programme	Original Budget		Adjustments		Final Budget		Actual on comparable basis		Budget utilization difference	
	2019/2020	Kshs	2019/2020	Kshs	2019/2020	Kshs	30/06/2020	Kshs	30/06/2020	Kshs
<b>1.0 Administration and Recurrent</b>	<b>7,746,064</b>									
1.1 Compensation of employees	3,869,422		932,805		8,678,869		7,911,689		767,180	
1.2 Committee allowances	1,800,000		520,869		4,390,291		3,869,422		520,869	
1.3 Use of goods and services	2,076,642		106,753		1,906,753		1,822,917		83,836	
			305,183		2,381,825		2,219,350		162,475	
<b>2.0 Monitoring and evaluation</b>	<b>4,121,031</b>									
2.1 Capacity building	2,181,031		417,290		4,538,321		3,397,163		1,141,158	
2.2 Committee allowances	1,040,000		183,379		2,364,410		1,400,000		964,410	
2.3 Use of goods and services	900,000		126,348		1,166,348		989,600		176,748	
			107,563		1,007,563		1,007,563		-	
<b>3.0 Emergency</b>	<b>7,198,241</b>									
3.1 Primary Schools			694,311		7,892,552		3,938,883		3,953,669	
3.2 Secondary schools			-		-		1,851,691		-	
3.3 Tertiary institutions			-		-		610,742		-	
3.4 Security projects			-		-		-		-	
3.5 Others			-		-		111,450		-	
			-		-		1,365,000		-	
<b>4.0 Bursary and Social Security</b>	<b>48,078,703</b>									
4.1 Primary Schools			126,911		48,205,614		17,247,785		30,957,829	
			-		-		-		23,115,521	

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

**Reports and Financial Statements  
For the year ended June 30, 2020**

4.2 Secondary Schools	26,078,703	115,818	26,194,521	3,079,000	7,842,308
4.3 Tertiary Institutions and Universities	22,000,000	11,093	22,011,093	14,168,785	-
4.4 Social Security	-	-	-	-	-
<b>5.0 Sports</b>	<b>2,747,354</b>	<b>2,180,818</b>	<b>4,928,172</b>	<b>3,386,500</b>	<b>1,541,672</b>
<b>6.0 Environment</b>	<b>-</b>	<b>740,818</b>	<b>740,818</b>	<b>380,000</b>	<b>360,818</b>
<b>7.0 Primary Schools Projects</b>	<b>41,300,000</b>	<b>1,700,000</b>	<b>43,000,000</b>	<b>20,019,840</b>	<b>22,980,160</b>
Fund Account Manager	-	-	-	100,000	(100,000)
Fund Account Manager	-	-	-	100,000	(100,000)
Fund Account Manager	-	-	-	1,400,000	(1,400,000)
Fund Account Manager	-	-	-	91,000	(91,000)
Kanguma Primary School	850,000	-	850,000	850,000	-
Mathingau Primary School	900,000	-	900,000	-	900,000
Kathangathini Primary School	600,000	-	600,000	-	600,000
Malivini Primary School	850,000	-	850,000	850,000	-
Tulima Primary School	850,000	-	850,000	850,000	-
Nguumo Primary School	1,100,000	-	1,100,000	-	1,100,000
Kavingoni Primary School	850,000	-	850,000	850,000	-
Ihumanthi Primary School	600,000	-	600,000	-	600,000
Mutyambo primary school	900,000	-	900,000	-	900,000
Kakongo primary school	900,000	-	-	-	-

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

**Reports and Financial Statements  
For the year ended June 30, 2020**

				900,000	900,000	900,000
Kisiiki primary school	900,000	-	-	-	-	900,000
Muusini primary school	850,000	-	-	850,000	850,000	-
Kalimatula primary school	850,000	-	-	850,000	850,000	-
Nthungululu primary school	1,700,000	-	-	1,700,000	1,700,000	-
Kivingoni primary school	850,000	-	-	850,000	850,000	-
Kiwanzani primary school	850,000	-	-	850,000	850,000	-
Kithuani Primary School	850,000	-	-	850,000	850,000	-
Mukalala Primary School	1,800,000	-	-	1,800,000	-	1,800,000
Mbingoni Primary School	900,000	-	-	900,000	-	900,000
Ithekehini Primary School	900,000	-	-	900,000	-	900,000
Kilungu Primary School	900,000	-	-	900,000	-	900,000
Makivenzi Primary School	900,000	-	-	900,000	-	900,000
Munina Primary School	850,000	-	-	850,000	850,000	-
Kakumini Primary School	850,000	-	-	850,000	850,000	-
Kwa Mwatu Primary School	850,000	-	-	850,000	850,000	-
St Stephen Kikule Primary School	850,000	-	-	850,000	850,000	-
Yemwatu Primary School	850,000	-	-	850,000	850,000	-
Kithianioni Primary School	900,000	-	-	900,000	-	900,000
Kalukuni Primary School	1,100,000	-	-	1,100,000	-	1,100,000
Kauukuni Primary School	850,000	-	-	850,000	850,000	-
Kithendu Primary School	600,000	-	-	600,000	-	600,000

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

Ianguni Primary School	1,200,000		1,200,000	28,840	1,171,160
Mamba Primary School	1,200,000	-	1,200,000	-	1,200,000
Makutano ABC Primary School	200,000	-	200,000	-	200,000
Kauthulini Primary School	200,000	-	200,000	-	200,000
Ndiuni Primary School	850,000	-	850,000	850,000	-
Masaani Primary School	900,000	-	900,000	-	900,000
Kakunike Primary School	900,000	-	900,000	-	900,000
Mekilingi Primary School	900,000	-	900,000	-	900,000
Katang Primary School	850,000	-	850,000	850,000	-
Mbuini Primary School	1,200,000	-	1,200,000	-	1,200,000
Kalulini Primary School	900,000	-	900,000	-	900,000
Iani Primary School	600,000	-	600,000	-	600,000
Makila Primary School	900,000	-	900,000	-	900,000
Kavingo Primary School	450,000	-	450,000	450,000	-
Yumbuni Primary School	600,000	-	600,000	-	600,000
Ngumbulu Primary School	600,000	-	600,000	-	600,000
Kalandini Primary School	500,000	-	500,000	-	500,000
Kavingo Primary School	-	1,200,000	1,200,000	1,200,000	-
AIC Kasooni Day & Boarding Primary School	-	500,000	500,000	500,000	-

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

**Reports and Financial Statements  
For the year ended June 30, 2020**

8.0 Secondary Schools Projects	18,130,330	2,836,083	20,966,413	15,927,264	5,039,149
Kikesa Secondary School	850,000	-	850,000	850,000	-
Kyasioni Secondary School	650,000	-	650,000		650,000
Ting'ang'a Secondary School	2,500,000	-	2,500,000	2,500,000	-
St Peters Mbembani Secondary School	600,000	-	600,000		600,000
St Charles Uvouni Secondary School	2,000,000	-	2,000,000	2,000,000	-
Dr Charles Mulli Secondary School- Inyaanzani	600,000	-	600,000		600,000
Kiwanza Secondary School	600,000	-	600,000	600,000	-
Mukalala Secondary School	2,000,000	-	2,000,000	2,000,000	-
SA Mbingoni Secondary School	700,000	-	700,000		700,000
Kithimani HGM Secondary School	850,000	-	850,000	850,000	-
Kambi Ya Ndeke Secondary School	850,000	-	850,000	850,000	-
Kithendu Secondary School	600,000	-	600,000	600,000	-
Kwa Kitema Secondary School	2,000,000	-	2,000,000	2,000,000	-
St Martin Secondary School	1,200,000	-	1,200,000		1,200,000
Kionyweni secondary school	2,130,330	-	2,130,330	2,130,330	-
Fund Account Manager	-	-	-	170,000	(170,000)
Fund Account Manager	-	-	-	200,000	(200,000)
Matuu Day Secondary School	-	1,600,000	1,600,000	-	1,600,000
Kyua Secondary School	-	1,000,000	1,000,000	1,000,000	-
Kyua Secondary School	-	176,934	176,934	176,934	-
Fund Account Manager	-	59,149	59,149	-	59,149

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA CONSTITUENCY**  
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<b>9.0 Tertiary institutions Projects</b>	<b>2,900,000</b>	<b>12,130,000</b>	<b>15,030,000</b>	<b>11,707,284</b>	<b>8,322,716</b>				
Kenya Medical Training College Matuu	2,500,000	4,000,000	6,500,000	6,500,000	-				
Ndalani Education-Curriculum Support Officer's office	400,000	-	400,000	-	400,000				
Katangi TTI	-	8,130,000	8,130,000	5,207,284	2,922,716				
<b>10.0 Security Projects</b>	<b>4,650,000</b>	<b>6,000,000</b>	<b>10,650,000</b>	<b>8,300,000</b>	<b>2,350,000</b>				
Makutano chief's office	900,000	-	900,000	900,000	-				
Assistant County Commissioner's office-Matuu	500,000	-	500,000	500,000	-				
Assistant Chief's office-Kambi Ya Ndeke	300,000	-	300,000	-	300,000				
Chiefs Office-Kimangu	300,000	-	300,000	-	300,000				
Chiefs Office-Ngumbulu	900,000	-	900,000	900,000	-				
Assistant County Commissioner's office-Katangi	250,000	-	250,000	-	250,000				
Deputy County Commissioner's office Kithimani	500,000	-	500,000	-	500,000				
Police station Matuu	500,000	-	500,000	-	500,000				
Police station Kithimani	500,000	-	500,000	-	500,000				
katangi police land		4,000,000	4,000,000	4,000,000	-				
Ikombe police land		2,000,000	2,000,000	2,000,000	-				

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

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<b>11.0 Acquisition of assets</b>	496,000			496,000	
11.1 Motor Vehicles (including motorbikes)	-			-	
11.2 Construction of CDF office	-			-	
11.3 Purchase of furniture and equipment	496,000		496,000		
11.4 Purchase of computers	-		-		
11.5 Purchase of land	-		-		
<b>12.0 Others</b>	-		-		
12.1 Strategic Plan	-		-		
12.2 Innovation Hub	-		-		
<b>GRAND TOTAL</b>	<b>137,367,724</b>	<b>27,759,036</b>	<b>165,126,760</b>	<b>92,712,408</b>	<b>72,414,352</b>

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

## **XII. SIGNIFICANT ACCOUNTING POLICIES**

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

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

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

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

### **2. Reporting Entity**

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

### **3. Reporting Currency**

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

### **4. Significant Accounting Policies**

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

#### **a) Recognition of Receipts**

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

#### **Tax Receipts**

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

#### **Transfers from the Exchequer**

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

## **SIGNIFICANT ACCOUNTING POLICIES**

### **External Assistance**

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

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

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

During the year ended 30<sup>th</sup> June 2020, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

### **Other receipts**

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

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

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

### **Compensation of Employees**

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

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

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

### **Acquisition of Fixed Assets**

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

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

**SIGNIFICANT ACCOUNTING POLICIES**

**5. In-kind contributions**

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

**6. Cash and Cash Equivalents**

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

**7. Accounts Receivable**

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

**8. Accounts Payable**

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

**9. Pending Bills**

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

**10. Unutilized Fund**

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

**SIGNIFICANT ACCOUNTING POLICIES**

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1<sup>st</sup> July 2019 to 30<sup>th</sup> June 2020 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

**12. Comparative Figures**

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

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2020.

**14. Errors**

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

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

**15. Related Party Transactions**

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

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

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**XIII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2019 - 2020	2018 - 2019
		Kshs	Kshs
AIE NO.	B005139		53,048,276
AIE NO.	B030133		10,000,000
AIE NO.	B006263		15,000,000
AIE NO.	A699011		6,000,000
AIE NO.	B042647		11,000,000
AIE NO.	B042859		12,000,000
AIE NO.	B047585		48,040,088
Reallocation from Katangi TTI			9,000,000
AIE NO.	B041249	4,000,000	
AIE NO.	B049206	7,000,000	
AIE NO.	B041395	1,736,207	
AIE NO.	B047674	20,000,000	
AIE NO.	B041432	7,000,000	
AIE NO.	B104190	14,000,000	
AIE NO.	B096524	23,000,000	
		-	
<b>TOTAL</b>		<b>76,736,207</b>	<b>164,088,364</b>

**2. PROCEEDS FROM SALE OF ASSETS**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Receipts from the Sale of Buildings		-
Receipts from the Sale of Vehicles and Transport Equipment		-
Receipts from the Sale Plant Machinery and Equipment		-
Receipts from the Sale of Office and General Equipment		-
<b>TOTAL</b>	<b>-</b>	<b>-</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA  
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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER RECEIPTS**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Interest Received		
Rents		
Sale of Tender Documents		
Other Receipts Not Classified Elsewhere (specify)		
<b>TOTAL</b>	-	-

**4. COMPENSATION OF EMPLOYEES**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Basic wages of temporary employees	2,205,360	1,832,080
Basic wages of casual labour	240,000	407,600
<b>Personal allowances paid as part of salary</b>		
House allowance	-	
Transport allowance	320,400	
Leave allowance	396,000	
Other personnel payments	-	
Employer contribution to NSSF	-	
Gratuity-contractual employees	24,000	40,000
<b>TOTAL</b>	<b>3,869,422</b>	<b>2,880,449</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA  
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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Utilities, supplies and services	371,000	1,237,305
Electricity	20,000	
Water & sewerage charges	10,250	
Office rent	-	
Communication, supplies and services	9,450	
Domestic travel and subsistence	-	
Printing, advertising and information supplies & services	-	
	-	
Training expenses	1,400,000	1,758,000
Hospitality supplies and services	-	100,000
Other committee expenses	1,419,000	525,305
Committee allowance	3,208,950	3,122,150
Insurance costs	174,069	130,324
Specialised materials and services	-	
Office and general supplies and services	126,711	153,481
Fuel , oil & lubricants	700,000	600,000
Other operating expenses	-	
Bank service commission and charges	-	13,600
Other Operating Expenses	-	
Security operations	-	
Routine maintenance - vehicles and other transport equipment	-	
Routine maintenance- other assets	-	
<b>TOTAL</b>	<b>7,439,430</b>	<b>7,640,165</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA  
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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Transfers to Primary Schools	20,271,532	35,016,169
Transfers to Secondary Schools	16,538,006	33,229,730
Transfers to Tertiary Institutions	11,707,284	10,250,000
Transfers to Health Institutions		-
<b>TOTAL</b>	<b>48,516,822</b>	<b>78,495,899</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Bursary - Secondary	3,079,000	31,169,100
Bursary -Tertiary	10,136,785	15,000,000
Bursary- Special Schools	4,032,000	
Mocks & CAT	-	
Water	-	
Food Security	-	
Electricity	-	
Security	8,300,000	6,500,000
Roads and Bridges	-	
Sports	3,386,500	1,736,206
Environment	380,000	2,180,818
Cultural Projects	-	
Agriculture	-	
Emergency Projects	3,076,450	8,932,613
<b>TOTAL</b>	<b>32,390,735</b>	<b>65,518,737</b>

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8. ACQUISITION OF ASSETS**

<b>Non-Financial Assets</b>	<b>2019 - 2020</b>	<b>2018 - 2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings		
Purchase of Vehicles		
Purchase of Bicycles & Motorcycles		
Overhaul of Vehicles		
Purchase of office furniture and fittings		
Purchase of computers ,printers and other IT equipments		
Purchase of photocopier		
Purchase of other office equipments	496,000	-
Purchase of soft ware		
Acquisition of Land		
<b>TOTAL</b>	<b>496,000</b>	<b>-</b>

**9. OTHER PAYMENTS**

<b>Description</b>	<b>2019 - 2020</b>	<b>2018 - 2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Strategic Plan	-	1,458,702
ICT Hubs	-	4,686,477
<b>TOTAL</b>	<b>-</b>	<b>6,145,179</b>

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

Name of Bank, Account No. & currency	Account Number	2019 - 2020	2018 - 2019
		Kshs (30/6/2020)	Kshs (30/6/2019)
<i>Equity Bank Kenya Limited, Matuu Branch</i>	<i>A/C no.0390263964339</i>	<b>3,046,628</b>	<b>8,497,447</b>

**10B: CASH IN HAND**

Description	2019 - 2020	2018 - 2019
	Kshs (30/6/2019)	Kshs (30/6/2018)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
<b>TOTAL</b>	-	-

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**11: OUTSTANDING IMPRESTS**

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer or Institution</i>	-	-	-	-
<i>Name of Officer or Institution</i>	-	-	-	-
<i>Name of Officer or Institution</i>	-	-	-	-
<i>Name of Officer or Institution</i>	-	-	-	-
<i>Name of Officer or Institution</i>	-	-	-	-
<i>Name of Officer or Institution</i>	-	-	-	-
<b>Total</b>				

**12A. RETENTION**

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
<b>Total</b>	-	-

**12B. GRATUITY DEPOSITS**

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Name 1	683,661	600,769
Name 2	-	-
Name 3	-	-
Add as appropriate		
<b>Total</b>	<b>683,661</b>	<b>600,769</b>

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

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**13. BALANCES BROUGHT FORWARD**

Description	2019 - 2020	2018 - 2019
	Kshs (1/7/2019)	Kshs (1/7/2018)
Bank accounts	8,497,447	5,087,078
Cash in hand		
Imprest		
<b>TOTAL</b>	<b>8,497,447</b>	<b>5,087,078</b>

**14. PRIOR YEAR ADJUSTMENTS**

Description of the error	Balance b/f 2019/2020 per Financial statements	Adjustments	Adjusted balance b/f 2018 - 2019
	Kshs	Kshs	Kshs
Bank accounts balances	-	-	-
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Others (specify)	10,525,382	10,525,382	-
<b>TOTAL</b>	<b>10,525,382</b>	<b>10,525,382</b>	<b>-</b>

**Note:**

Details	Amount
	Kshs.
Account Closure	9,500
Katangi TTI Reallocation	790,742
Wrong Account Closure	740,818
Katangi TTI Reallocation	254,204
Account Closure	89,890
Account Closure	19,745
Account Closure	486,900
Account Closure	3,583
Katangi TTI Reallocation	3,900,000
Katangi TTI Reallocation	4,230,000
<b>TOTAL</b>	<b>10,525,382</b>

**15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST**

	2019-2020	2018-2019
	Kshs	Kshs
Outstanding Imprest as at 1st July 2019 (A)	-	-
Imprest issued during the year (B)	13,159,650	5,953,000
Imprest surrendered during the Year ©	13,159,650	5,953,000
Net changes in accounts receivables (D=A+B-C)	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA  
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**16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS**

	<b>2019-2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Deposits and Retention as a t 1st July 2019 (A)		
Deposits and Retention held during the year (B)		
Deposits and Retention paid during the year ©	-	-
Net changes in accounts payable (D=A+B-C)		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA  
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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**17. OTHER IMPORTANT DISCLOSURES**

**17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

	2019 - 2020	2018 - 2019
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
<b>TOTAL</b>		

**17.2: PENDING STAFF PAYABLES (See Annex 2)**

	2019 - 2020	2018 - 2019
	Kshs	Kshs
Staff salaries	-	-
Staff Gratuity	683,661	600,769
Others (specify)	-	-
<b>TOTAL</b>	<b>683,661</b>	<b>600,769</b>

**17.3: UNUTILIZED FUND (See Annex 3)**

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	520,869	520,869
Use of goods and services	1,387,470	829,226
Amounts due to other Government entities (see attached list)	23,442,586	6,622,954
Amounts due to other grants and other transfers (see attached list)	47,063,427	9,260,605
Acquisition of assets	-	-
Others (specify)	-	-
<b>Total</b>	<b>72,414,352</b>	<b>17,233,654</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA  
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**17.4: PMC account balances (See Annex 5)**

	<b>2019 - 2020</b>	<b>2018 - 2019</b>
	<b>Kshs</b>	<b>Kshs</b>
	20,843,635	67,312,910
<b>TOTAL</b>	<b>20,843,635</b>	<b>67,312,910</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA CONSTITUENCY**  
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**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – YATTA CONSTITUENCY**  
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**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
		a	b	c	d=a-c	
<b>Senior Management</b>						
1.						
2.						
3.						
<b>Sub-Total</b>						
<b>Middle Management</b>						
4.						
5.						
6.						
<b>Sub-Total</b>						
<b>Unionisable Employees</b>						
7.						
8.						
9.						
<b>Sub-Total</b>						
<b>Others (specify)</b>						
10.						
11.						
12.						
<b>Sub-Total</b>						
<b>Grand Total</b>						

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**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2019/20	2018/19	
Compensation of employees	These are basic wages of contractual employees, basic wages of casual labor, employer contribution to NSSF and gratuity to contractual employees	520,869	520,869	
Use of goods & services	These are utilities, supplies and services, hospitality supplies and services, other committee allowances, fuel, oil and other lubricants	1,387,470	829,226	
Amounts due to other Government entities	These are amounts due to primary schools, secondary schools and tertiary institutions, some which had not been received from the board	23,442,586	6,622,954	
	Mathingau Primary School	900,000		
	Kathangathini Primary School	600,000		
	Nguomo Primary School	1,100,000		
	Kavingoni Primary School	850,000		
	Illumanthe Primary School	600,000		
	Mutyambo primary school	900,000		
	Kakongo primary school	900,000		
	Kisiiki primary school	900,000		

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Mukalala Primary School	1,800,000
Mbingoni Primary School	900,000
Ithekeithini Primary School	900,000
Kilungu Primary School	900,000
Makivenzi Primary School	900,000
Kithianioni Primary School	900,000
Kalukuni Primary School	1,100,000
Kithendu Primary School	600,000
Ianguni Primary School	1,200,000
Mamba Primary School	1,200,000
Makutano ABC Primary School	200,000
Kauthulini Primary School	200,000
Masaani Primary School	900,000
Kakunike Primary School	900,000
Mekilingi Primary School	900,000
Mbuini Primary School	1,200,000
Kalulini Primary School	900,000
Iani Primary School	600,000
Makita Primary School	900,000
Yumbuni Primary School	600,000
Ngumbulu Primary School	600,000
Kalandini Primary School	500,000
Kyasioni Secondary School	650,000
St Peters Mbembani Secondary School	600,000
Dr Charles Mulli Secondary School- Inyaanzani	600,000
SA Mbingoni Secondary School	700,000
St Martin Secondary School	1,200,000

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	Ndalani Education-Curriculum Support Officer's office	400,000	
<b>Sub-Total</b>		<b>25,350,925</b>	<b>7,973,049</b>
<b>Amounts due to other grants and other transfers</b>	<b>These are amounts due to Emergency grants, Bursary, sports and security projects , some which had not been received from the board</b>	<b>47,063,427</b>	<b>9,260,605</b>
	Bursary and Social Security	30,957,829	
	Assistant Chief's office-Kambi Ya Ndeke	300,000	
	Chiefs Office-Kimangu	300,000	
	Assistant County Commissioner's office-Katangi	250,000	
	Deputy County Commissioner's office Kithimani	500,000	
	Police station Matuu	500,000	
	Police station Kithimani	500,000	
<b>Sub-Total</b>		<b>47,063,427</b>	<b>9,260,605</b>
<b>Acquisition of assets</b>		-	-
<b>Sub-Total</b>		-	-
<b>Others</b>		-	-
<b>Sub-Total</b>		-	-
<b>Grand Total</b>		<b>72,414,352</b>	<b>17,233,654</b>

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**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

Asset class	Historical Cost Kshs 2019/2020	Additions during the year	Disposals during the year	Historical Cost Kshs 2018/2019
Land	1,500,000	-	-	1,500,000
Buildings and structures	20,171,250	-	-	20,171,250
Transport equipment	5,069,647	-	-	5,069,647
Office equipment, furniture and fittings	1,782,300	-	-	1,782,300
ICT Equipment, Software and Other ICT Assets	351,000	-	-	351,000
Other Machinery and Equipment	497,850	496,000	-	1,850
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>29,372,047</b>	<b>496,000</b>	<b>-</b>	<b>28,876,047</b>

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**ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2020**

S/N	PMC	Bank	Account number	Bank Balance	Bank Balance
				2019/20	2018/19
1	Ikombe Day and Boarding Primary school	Equity Bank -Matuu	0390277681529	165,678	2,437,301
2	Ianguni Primary School	Equity Bank -Matuu	0390278847689	32,073	548,340
3	Katangi Primary School	Equity Bank -Matuu	0390279024360	44,379	780,000
4	Kivingoni Primary School	Equity Bank -Matuu	0390278847177	87,033	780,000
5	Katulani Primary School	Equity Bank -Matuu	0390278853836	8,404	1,560,000
6	St. Charles Uvouni Secondary School	Equity Bank -Matuu	0390277513556	64,609	860,050
7	Ivutu Primary School	Equity Bank -Matuu	0390278976016	72,841	780,000
8	Ngangani Primary School	Equity Bank -Matuu	0390278847345	383,880	780,750
9	Malatani Secondary School	Equity Bank -Matuu	0390278989040	118,530	1,267,500
10	RGC Emmanuel High School	Equity Bank -Matuu	0390277642629	39,900	354,767
11	Kithendu Primary School	Equity Bank -Matuu	0390278868173	257,282	1,170,000
12	Kikuyuni Secondary School	Equity Bank -Matuu	0390278868598	10	1,542,500
13	Kondo Primary School	Equity Bank -Matuu	0390170884732	-	878,190
14	Kautuluni Primary School	Equity Bank -Matuu	0390279056426	77,948	780,000
15	Mbingoni Primary School	Equity Bank -Matuu	0390278992901	9,402	877,500
16	Yumbuni Primary School	Equity Bank -Matuu	0390279012765	41,599	1,170,000
17	Ngumbulu Primary School	Equity Bank -Matuu	0390279004315	2,369	1,170,000
18	Sofia Primary School	Equity Bank -Matuu	0390278949220	39,347	1,170,000
19	Syuki Primary School	Equity Bank -Matuu	0390277522270	236	779,843
20	Kaonyweni Primary School	Equity Bank -Matuu	0390279008634	29,317	847,960
21	Sinai Primary School	Equity Bank -Matuu	0390278817757	73,312	73,312
22	Ilumanthi Primary	Equity Bank -Matuu	0390279011904		

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	School			292,500	292,500
23	Malivini Primary School	Equity Bank -Matuu	0390279003410	45,315	390,000
24	Kavingo Primary School	Equity Bank -Matuu	0390278985941	226,140	284,520
25	Kyaani Primary School	Equity Bank -Matuu	0390279020789	26,026	292,500
26	Kalandini Primary School	Equity Bank -Matuu	0390299167239	374,430	783,110
27	Uvaini AIC Primary School	Equity Bank -Matuu	0390278845588	375,455	778,000
28	Kaluluini Primary School	KCB	1,257,094,688	79,216	1,170,000
29	Kikesa Primary School	KCB	1,258,979,691	58,027	780,000
30	AIC Kithimani Primary School	KCB	1,257,866,680	2,287	780,000
31	Kithuiani Primary School	KCB	1,257,590,510	360,318	780,000
32	Kaloleni Secondary School	KCB	1,237,257,549	81,004	781,279
33	Iviani Secondary School	KCB	1,145,571,530	127,664	783,249
34	Kiwanzani Primary School	KCB	1,237,032,725	40,481	780,460
35	Nthungululu Primary School	KCB	1,289,989,054	38,600	487,500
36	Good Hope High School - Kilaatu	KCB	1,228,569,266	138,987	780,049
37	Kauthulini Primary School	KCB	1,257,962,574	77,929	665,000
38	Kaumoni Primary School	KCB	1,259,477,886	166,636	975,000
39	SA Mbingoni Secondary School	KCB	1,234,187,019	205,666	1,951,935
40	Kalimatula Primary School	KCB	1,237,223,121	88,623	780,298
41	St. Peter Mbembani Secondary School	KCB	1,257,558,196	49,883	1,657,500
42	Makutano ABC Secondary School	KCB	1,257,107,348	88,288	777,360
43	Dr. Charles Mulli Secondary School- Inyanzaani	KCB	1,256,472,425	310,680	1,891,130
44	Vota Primary School	Equity Bank -Matuu	0390267035620	(29)	878,442

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45	Yatta Police Headquarters	Equity Bank -Matuu	0390277913849	3,948,332	6,500,000
46	Kenya Medical Training College-Matuu	Equity Bank -Matuu	0390272948184	3,173,416	8,740,725
47	Katangi Technical Training Institute	Equity Bank -Matuu	0390271258388	3,023,538	11,944,340
48	Kyua Secondary School	Equity Bank -Matuu	0390279855001	76,556	-
49	Katangi Police Land NG- CDF	Equity Bank -Matuu	0390279864387	4,000,000	-
50	Ikombe Police Land	Equity Bank -Matuu	0390279535537	1,819,520	-
	<b>TOTAL</b>			<b>20,843,635</b>	<b>67,312,910</b>

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**PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)

