

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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OF

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F Nginyo

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2021**



GANZE CONSTITUENCY

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT
FUND**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021**

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

Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

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Ganze Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

I. 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 2016. 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 Ganze 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)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

| No | Designation | Name |
|----|-----------------------|-------------------------|
| 1. | A.I.E holder | Peter M Mwaighonda |
| 2. | Sub-County Accountant | Kazungu Lewa |
| 3. | Chairman NGCDFC | Jimmy John Kitsao |
| 4. | Member NGCDFC | Philister Sauti Kahindi |

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Ganze 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.

(e) NG-CDF GANZE Constituency Headquarters

P.O. Box 489-80108, Kilifi, Kenya
GANZE NG-CDF Office
Kilifi, KENYA.

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

(f) NG-CDF GANZE Constituency Contacts

Telephone: (254) 0724169951
E-mail: cdfganze@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NG-CDF GANZE Constituency Bankers

Equity Bank (K) Limited,
NGCDF Ganze Account No.1060298195611
Kilifi Branch; Kibaoni-Hospital street
P.O.Box 381-80108
Kilifi, Kenya
Tel: 0736306810...

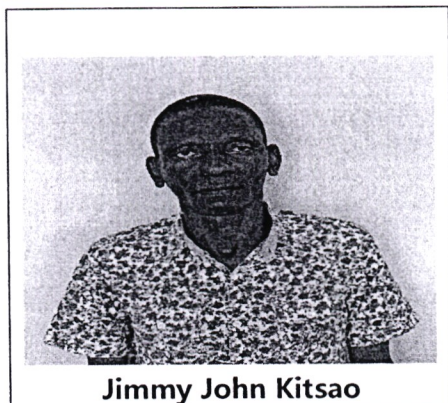
(h) Independent Auditors

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

(i) Principal Legal Adviser

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

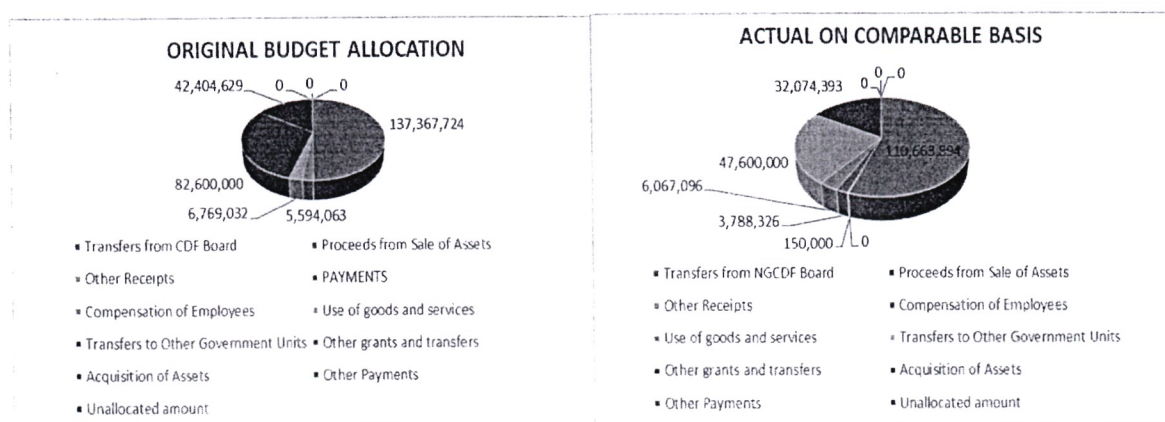
II. NGCDF COMMITTEE CHAIRMAN' S REPORT



I would like to extend my gratitude to GANZE constituents for giving me the opportunity to serve in my capacity as the chairperson NGCDFC. Our agenda is enclaved in the slogan "*maendeleo kwa wote*" as we purpose to deliver improved livelihoods through promoting quality education at primary, secondary schools and tertiary institutions. There has also been tremendous increase in bursary allocation, ensuring more students are in schools. We have endeavored to nature Youth talent by supporting sports through supply of full uniform and organizing tournaments. The excellent performance can be attributed to tremendous support from the NG-CDF Board, Member of Parliament and all stakeholders.

GANZE constituency is one of the seven constituencies in Kilifi county, coast Region. During the financial year 2020/2021 we received Kshs. 50,000,000. Our utilization of funds for the financial year stands at 36% of the total budget of Kshs.137,367,724.14. The low absorption of funds was due to late disbursement of funds by the NG-CDF Board. The NG-CDF Board should provide funds in time for 100% utilization to be achieved.

The project allocation percentage per sector is as indicated below:-



Achievements

There have been several success stories in this financial year ending June 2021. Success is attributed to the harmonious working relationship among the NGCDFC members, staff and technical support from the government officials as well. The synergy has been achieved through continuous training and engagement to promote team work and quality project.

During the financial year 2020/2021 the Constituency realized tremendous improvement in infrastructure across the two key sectors namely; Education and Security Sector. Twelve (12) new classrooms were constructed and the DCC' s official residence was renovated to completion.

Challenges

Delay in disbursement of funds from the NG-CDF Board has affected timely implementation of projects and absorption of funds allocated during the financial year. In addition insufficient funds for monitoring and evaluation and capacity building of various operatives has impacted negatively on funds administration.

Way forward

In order to improve on timely completion of projects NG-CDF Board should disburse funds quarterly,

And allocation for monitoring and evaluation vote should be increased for effective and efficient management of projects. Lastly, Projects should be funded in full to avoid delays in completion. County projects committee should be operationalized for consultation at county level to guard against any duplication of projects and enhance synergy between all development agents.

There has been emerging issues and challenges influencing the implementation of NGCDF Projects all over the constituency. These include;

1. Poor road network within the constituency was a big challenge to the contractors when it came to ferrying building materials to the various sites.
2. Other issues affecting the project implementation process is the slow pace of the Project Management Committees in filing both financial and narrative reports relating to their NGCDF funded projects. This fact emanates mostly from low literacy levels amongst the PMCs.
3. Water availability was also a challenge to both the contractors as well as the community.
4. Lack of Sub-County Works officer from the National Government has also posed a big challenge in project implementation in the Constituency.

Forward by;



Jimmy John Kitsao

Chairman - NGCDF Ganze Constituency

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 GANZE Constituency' s 2018-2022 plan are to:

- i) Provide security to the community by constructing administrative offices.
- ii) Improve literacy level by issuing bursaries to needy students.
- iii) Nurture talents to the upcoming youth talents in the constituency through sport activities.
- iv) Improve food security by participating in environmental conservation activities.

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 have all children of school going age attending school | Increased enrollment 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 bursary beneficiaries at all levels | In FY 20/21 -we increased number of classrooms, dormitories, laboratories etc from 10 to 25 in the following schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules |
| Security | To have a reliable and sustainable security. | Improvement of working stations for the administrative officers in the constituency. | Number of improved police stations and Chief' s offices | In FY 2020-2021 we managed to renovate DCC' s official residence in the constituency. |
| Environment | To ensure environment is conserved in the constituency. | Improve sanitation in learning institutions in the entire constituency. | Number of toilets in the learning institutions. | In FY 2020-2021 we managed to construct 8 pit latrines in primary school. |
| Sports | To nurture talents of the constituents. | Increase the number of talented youth in the constituency. | Number of youth benefiting from the sports fund. | In FY 2020-2021 we intended to conduct constituency tournament. |
| Disaster Management | To mitigate risk occurrence in the constituency. | Improvement of structures in learning institution. | Number of schools renovated in the constituency. | In FY 2020-2021 we renovated 8 classrooms at Tsangalaweni primary school . |

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

1. Sustainability strategy and profile -

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

- a. **Education and Training:** Ganze 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 marginalized groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NGCDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for aggro-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 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

Environment Policy and Action Plan

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

Care for the environment is one of our key responsibilities and an important aspect in the way

in which we carry out our operations.

Our Environmental Policy

In this policy statement Ganze NGCDF commits to:

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

Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

Our Environmental Action Plan

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

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

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

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Ganze 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. Ganze constituency also has bursary programs aligned to the NGCDF Act for employees seeking to further their education or advance themselves through formal programs relating to their current or prospective jobs.

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-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

The NGCDF Committee 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 NGCDF 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 NGCDF Committee 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.

Ganze NGCDF have continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.

V. 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 Ganze 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, 2021. 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 Ganze 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, 2021, and of the entity' s financial position as at that date. The Accounting Officer charge of the NGCDF Ganze 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 Ganze Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity' s funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency* ' s financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

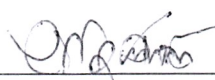
Approval of the financial statements

The NGCDF Ganze Constituency financial statements were approved and signed by the Accounting Officer on 19 August 2021.



Chairman NGCDF Committee

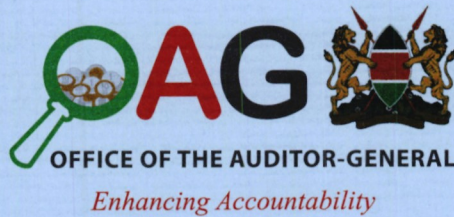
Name: Jimmy John Kitsao



Fund Account Manager
Name: Peter Mwaigonda

REPUBLIC OF KENYA

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REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - GANZE CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

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 - Ganze Constituency set out on pages 14 to 41, which

comprise of the statement of assets and liabilities as at 30 June, 2021, and the statement of receipt and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations, which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Ganze Constituency as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012, and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Recoverability of Outstanding Imprests

The statement of assets and liabilities reflects outstanding imprests of Kshs.3,129,360 as disclosed in Note 11 to the financial statements. The amount relates to long outstanding imprests issued to four (4) officers between 8 June, 2009 and 24 February, 2014 whose recoverability remains doubtful.

In the circumstances, the recoverability of the outstanding imprests balance of Kshs.3,129,360 could not be confirmed.

2. Unsupported Expenditure on Use of Goods and Services

The statement of receipts and payments reflects use of goods and services amount of Kshs.12,060,336 as disclosed in Note 5 to the financial statements. The amount includes committee expenses of Kshs.3,925,380 which further includes payments of Kshs.348,800 made to a National Government official and a member co-opted by the Fund Board whose appointment letters were not provided for audit.

In the circumstances, the regularity and completeness of expenditure on use of goods and services of Kshs.348,800 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 - Ganze Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.320,678,842 and Kshs.270,989,962 respectively, resulting to an under-funding of Kshs.49,688,880 or 16% of the budget. Similarly, the Fund spent Kshs.171,622,402 against an approved budget of Kshs.320,678,842 resulting to an underperformance of Kshs.149,056,440 or 46% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several issues were raised. However, the Management has not resolved the issues or given any explanation for failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, 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. Irregular Expenditure on Routine Maintenance – Vehicles and Other Transport Equipment

The statement of receipts and payments reflects use of goods and services expenditure of Kshs.12,060,336 as disclosed in Note 5 to the financial statements. The amount includes Kshs.1,466,344 relating to routine maintenance – vehicles and other transport equipment. Review of payments revealed that Kshs.283,000 was incurred for service of Ministry of Education motor vehicle. The Management did not explain how the expenditure was incurred on a vehicle that belongs to another entity.

In the circumstances, the regularity of expenditure of Kshs.283,000 on routine maintenance – vehicles and other transport equipment could not be confirmed.

2. Failure to Provide Performance Bonds

The statement of receipts and payments reflects transfer to other Government units of Kshs.72,217,576 as disclosed in Note 6 to the financial statements. The amount includes transfers to primary schools of Kshs.49,009,450. However, review of project files in respect of these transfers revealed that the Fund did not obtain performance security for ten (10) tenders valued at Kshs.39,078,039 contrary to Clause 6.5 of the Contract Agreement that requires contractors to submit performance bonds for works, services or delivery of goods whose value is above Kshs.5,000,000.

In the circumstances, the Fund risk loss of funds in case of non-performance by the contractors.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis of Conclusion

Management of Fixed Assets

Annex 4 to the financial statements reflects summary of fixed assets register with a historical assets cost balance of Kshs.37,733,062 that includes other machinery and equipment of Kshs.9,560,000 comprising of four (4) farm tractors acquired on 1 October 2015 whose registration documents were not provided for audit. Further, verification carried out in the month of April, 2022 revealed that three (3) tractors costing Kshs.6,810,000 were vandalized, unusable and earmarked for disposal. In addition, the assets register revealed that one machinery was donated to the Ministry of Agriculture contrary to Section 36(2) of the National Governments Constituencies Development Fund

Act, 2015 that requires assets acquired as per the Act to be for the exclusive use by the Constituency. No record of the donation was provided for audit.

In the circumstances, lack of an effective system for safeguarding, recording, controlling and accounting for its fixed assets, exposes the Fund to loss of assets.

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 processes and systems of internal controls, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 controls, risk management and overall governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error,

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal controls 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 controls 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 controls.
- 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 controls 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

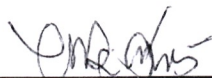
23 September, 2022

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

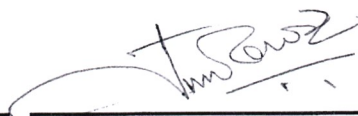
VII. STATEMENT OF RECEIPTS AND PAYMENTS

| | Note | 2020 – 2021 | 2019 - 2020 |
|-------------------------------------|------|--------------------|-------------------|
| | | Kshs | Kshs |
| RECEIPTS | | | |
| Transfers from NGCDF Board | 1 | 235,469,129 | 68,500,000 |
| Proceeds from Sale of Assets | 2 | 0 | 0 |
| Other Receipts | 3 | 163,000 | 544,000 |
| | | | |
| TOTAL RECEIPTS | | 235,632,129 | 69,044,000 |
| PAYMENTS | | | |
| | | | |
| Compensation of employees | 4 | 3,032,324 | 3,575,046 |
| Use of goods and services | 5 | 12,060,336 | 4,589,196 |
| Transfers to Other Government Units | 6 | 72,217,576 | 27,831,880 |
| Other grants and transfers | 7 | 84,312,166 | 30,934,438 |
| Acquisition of Assets | 8 | 0 | 250,000 |
| Other Payments | 9 | 0 | 0 |
| | | | |
| TOTAL PAYMENTS | | 171,622,402 | 67,180,560 |
| SURPLUS/(DEFICIT) | | 64,009,727 | 1,863,440 |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF Ganze Constituency financial statements were approved on 19 August 2021 and signed by:



Fund Account Manager
Name: Peter Mwaigonda



**National Sub-County
Accountant**
Name: Kazungu Lewa
ICPAK M/No:

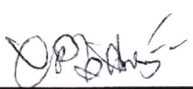


Chairman NG-CDF Committee
Name: Jimmy John Kitsao

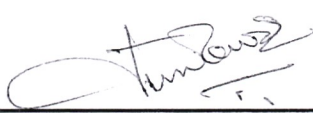
VIII. STATEMENT OF ASSETS AND LIABILITIES

| | Note | 2020-2021 | 2019-2020 |
|--|------|--------------------|-------------------|
| | | Kshs | Kshs |
| FINANCIAL ASSETS | | | |
| Cash and Cash Equivalents | | | |
| Bank Balances (as per the cash book) | 10A | 99,367,560 | 35,315,672 |
| Cash Balances (cash at hand) | 10B | 0 | - |
| Total Cash and Cash Equivalents | | 99,367,560 | 35,315,672 |
| Accounts Receivable | | | |
| Outstanding Imprests | 11 | 3,129,360 | 3,129,360 |
| TOTAL FINANCIAL ASSETS | | 102,496,920 | 38,445,032 |
| FINANCIAL LIABILITIES | | | |
| Accounts Payable (Deposits) | | | |
| Retention | 12A | 0 | 0 |
| Gratuity | 12B | 0 | 0 |
| TOTAL FINANCIAL LIABILITES | | 0 | 0 |
| NET FINANCIAL ASSETS | | 102,496,920 | 38,445,032 |
| REPRESENTED BY | | | |
| Fund balance b/fwd | 13 | 38,445,032 | 37,619,395 |
| Prior year adjustments | 14 | 42,161 | (1,037,803) |
| Surplus/Deficit for the year | | 64,009,727 | 1,863,440 |
| NET FINANCIAL POSITION | | 102,496,920 | 38,445,032 |


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF Ganze Constituency financial statements were approved on 19 August 2021 and signed by:



Fund Account Manager
Name: Peter Mwaigonda



**National Sub-County
Accountant**
Name: Kazungu Lewa
ICPAK M/No:



Chairman NG-CDF Committee
Name: Jimmy John Kitsao

*Ganze Constituency
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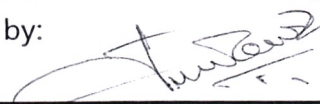
IX. STATEMENT OF CASHFLOW

| | | 2020 - 2021 | 2019 - 2020 |
|---|-----------|--------------------------|--------------------------|
| | | Kshs | Kshs |
| Receipts from operating activities | | | |
| Transfers from NGCDF Board | 1 | 235,469,129 | 68,500,000 |
| Other Receipts | 3 | <u>163,000</u> | <u>544,000</u> |
| Total receipts | | 235,632,129 | 69,044,000 |
| Payments for operating activities | | | |
| Compensation of Employees | 4 | 3,032,324 | 3,575,046 |
| Use of goods and services | 5 | 12,060,336 | 4,589,196 |
| Transfers to Other Government Units | 6 | 72,217,576 | 27,831,880 |
| Other grants and transfers | 7 | 84,312,166 | 30,934,438 |
| Other Payments | 9 | 0 | - |
| Total payments | | 171,622,402 | 66,930,560 |
| Total Receipts Less Total Payments | | 64,009,727 | 2,113,440 |
| Adjusted for: | | | |
| Decrease/(Increase) in Accounts receivable: (outstanding imprest) | 15 | 0 | 528,000 |
| Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention) | 16 | 0 | 0 |
| Prior year adjustments | 14 | 42,161 | (1,037,803) |
| Net cash flow from operating activities | | 64,051,888 | 1,603,637 |
| CASHFLOW FROM INVESTING ACTIVITIES | | | |
| Proceeds from Sale of Assets | 2 | 0 | 0 |
| Acquisition of Assets | 8 | 0 | (250,000) |
| Net cash flows from Investing Activities | | 0 | (250,000) |
| NET INCREASE IN CASH AND CASH EQUIVALENT | | 64,051,888 | 1,353,637 |
| Cash and cash equivalent at BEGINNING of the year | 10 | 35,315,672 | 33,962,035 |
| Cash and cash equivalent at END of the year | | <u>99,367,560</u> | <u>35,315,672</u> |


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF Ganze Constituency financial statements were approved on 19 August 2021 and signed by:



Fund Account Manager
Name: Peter Mwaigonda



**National Sub-County
Accountant**
Name: Kazungu Lewa
ICPAK M/No:




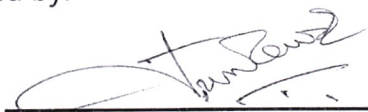

Chairman NG-CDF Committee
Name: Jimmy John Kitsao

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

X. TRIAL BALANCE AS AT 30TH JUNE 2021

| | | DR | CR |
|----------------------------------|-------------------------------------|--------------------|--------------------|
| | | Kshs | Kshs |
| Cash and Cash equivalents | | | |
| | Bank Balances | 99,367,560 | |
| | Cash Balances | | |
| | Outstanding Imprest | | |
| Payments | | | |
| | Compensation of Employees | 3,032,324 | |
| | Use of goods and services | 12,060,336 | |
| | Transfers to Other Government Units | 72,217,576 | |
| | Other grants and transfers | 84,312,166 | |
| | Acquisition of Assets | - | |
| | Other Payments | - | |
| Receipts | | | |
| | Transfers from the Board | | 235,469,129 |
| | Proceeds from sale of assets | | |
| | Others receipts | | 163,000 |
| Prior Year Adjustment | | | 42,161 |
| Fund Balance b/f | | | 35,315,672 |
| | | | |
| TOTAL | | 270,989,962 | 270,989,962 |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF Ganze Constituency financial statements were approved on 19 August 2021 and signed by:

| | | |
|--|--|--|
|  _____ |  _____ |  _____ |
| Fund Account Manager Name: Peter Mwaigonda | National Sub-County Accountant Name: Kazungu Lewa ICPAK M/No: | Chairman NG-CDF Committee Name: Jimmy John Kitsao |

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

XI. SUMMARY STATEMENT OF APPROPRIATION

| 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 % |
| | 2020/2021 | Opening Balance (C/Bk) and AIA | Previous Years' Outstanding Disbursements | 2020/2021 | 30/06/2021 | | |
| | Kshs | | | Kshs | Kshs | Kshs | |
| RECEIPTS | | | | | | | |
| Transfers from NGCDF Board | 137,088,879 | 35,315,672 | 148,111,290 | 320,515,842 | 270,826,962 | 49,688,880 | 84.5% |
| Proceeds from Sale of Assets | 0 | 0 | 0 | 0 | 0 | 0 | 0.0% |
| Other Receipts | 0 | 163,000 | 0 | 163,000 | 163,000 | 0 | 0.0% |
| TOTALS | 137,088,879 | 35,478,672 | 148,111,290 | 320,678,842 | 270,989,962 | 49,688,880 | 84.5% |
| PAYMENTS | | | | | | | |
| Compensation of Employees | 5,135,240 | 2,716,175 | 0 | 7,851,415 | 3,032,324 | 4,819,091 | 38.6% |
| Use of goods and services | 7,202,758 | 6,858,061 | 0 | 14,060,819 | 12,060,336 | 2,000,483 | 85.8% |
| Transfers to Other Government Units | 66,925,120 | 0 | 114,492,210 | 181,417,330 | 72,217,576 | 109,199,754 | 39.8% |
| Other grants and transfers | 57,825,761 | 17,339,659 | 33,619,080 | 108,784,500 | 84,312,166 | 24,472,334 | 77.5% |
| Acquisition of Assets | 0 | 680,751 | 0 | 680,751 | 0 | 680,751 | 0.0% |
| Other Payments | 0 | 7,721,027 | 0 | 7,721,027 | 0 | 7,721,027 | 0.0% |
| Funds pending approval** | 0 | 163,000 | 0 | 163,000 | 0 | 163,000 | 0.0% |
| TOTALS | 137,088,879 | 35,478,673 | 148,111,290 | 320,678,842 | 171,622,402 | 149,056,440 | 54% |

****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.**

Budget was full funded with disbursements for the financial year from the NGCDF Board, Cashbook balances brought forward from previous financial years and Previous year' s outstanding disbursements that were received during the financial year. Approved budget for the financial year 2020/2021 was kshs.137,088,879. kshs.35,315,672 is cashbook opening balances brought forward from previous financial year while kshs.2,500,00 is funds that had been outstanding for disbursement at the NGCDF Board but received during the financial year. Thus the total financial budget available for expending during the year under review was kshs.320,678,842. Actual on comparable basis is (Receipts)kshs.270,989,962 which is equivalent of 84.5% of total financing budget and Total expenditure for the period (Payments) kshs.171,618,649 being 53.5% of the total financing budget leaving a closing Cashbook balance of kshs.99,371,313.


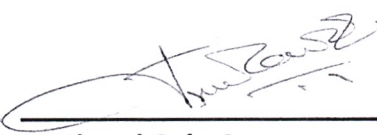

Disbursements outstanding from the NGCDF Board by closure of business at end of financial year totaled kshs.49,688,879. The balance utilization difference of kshs.149,060,193 is therefore a summation of the closing cashbook balance - kshs.99,371,313 and the pending disbursement of kshs.49,688,879

The under-utilization of funds in all sectors, i.e Use of goods and services (85.7%) is a balance available after the financial year which cushions the employees till funds for the succeeding financial year are received. In Other grants and transfers (77.5%) and Transfers to other government units (39.8%), these are the funds outstanding for disbursement from the NGCDF Board

Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

| Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities | |
|--|---------------|
| Description | Amount |
| Budget utilization difference totals | 149,056,440 |
| Less un-disbursed funds receivable from the Board as at 30 th June 2021 | 49,688,880 |
| | 99,367,560 |
| Add Accounts payable | 0 |
| Less Accounts Receivable | 0 |
| Add/Less Prior Year Adjustments | 0 |
| Cash and Cash Equivalents at the end of the FY 2020/2021 | 99,367,560 |

The NGCDF Ganze Constituency financial statements were approved on __19 August__ 2021 and signed by:

| | | |
|---|---|---|
|  |  |  |
| _____ | _____ | _____ |
| Fund Account Manager | National Sub-County | Chairman NG-CDF Committee |
| Name: Peter Mwaigonda | Accountant | |
| | Name: Kazungu Lewa | Name: Jimmy John Kitsao |
| | ICPAK M/No: | |

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

XII. BUDGET EXECUTION BY SECTORS AND PROJECTS

| Programme/Sub-programme | Original Budget | Adjustments | | Final Budget | Actual on comparable basis | Budget utilization difference |
|--|-----------------|--------------|----------------|---------------|----------------------------|-------------------------------|
| | 2020/2021 | | Previous Years | 2020/2021 | 30/06/2021 | |
| | Kshs | Kshs | Outstanding | Kshs | Kshs | Kshs |
| | 聽A (2020) | 聽B(BF) | Disbursements | 聽C(A+B) | 聽D | 聽E(C-D) |
| 1.0 Compensation of Employees | | | | | | |
| Employees欵 | 4,700,000.00 | 2,716,175.00 | 0.00 | 7,416,175.00 | 2,928,644.00 | 4,487,531.00 |
| NHIF | 124,200.00 | 0.00 | 0.00 | 124,200.00 | 0.00 | 124,200.00 |
| NSSF | 311,040.00 | 0.00 | 0.00 | 311,040.00 | 103,680.00 | 207,360.00 |
| Sub-Total | 5,135,240.00 | 2,716,175.00 | 0.00 | 7,851,415.00 | 3,032,324.00 | 4,819,091.00 |
| 2 Use of Goods and Services | | | | | | |
| Administration & Recurrent | | | | | | |
| Committee Expenses | 1,000,000.00 | 1,051,500.00 | 0.00 | 2,051,500.00 | 1,075,000.00 | 976,500.00 |
| Goods and Services | 2,090,092.00 | 0.00 | 0.00 | 2,090,092.00 | 1,615,069.00 | 475,023.00 |
| Monitoring & Evaluation | | | | | | |
| Committee Expenses | 2,412,666.00 | 125,390.00 | 0.00 | 2,538,056.00 | 2,126,352.98 | 411,703.02 |
| Goods and Services | 500,000.00 | 2,821,531.00 | 0.00 | 3,321,531.00 | 3,263,541.00 | 57,990.00 |
| NG-CDFC/PMC Capacity Building | 1,200,000.00 | 2,859,640.00 | 0.00 | 4,059,640.00 | 3,976,620.00 | 83,020.00 |
| Sub-Total | 7,202,758.00 | 6,858,061.00 | 0.00 | 14,060,819.00 | 12,060,336.00 | 2,000,483.00 |
| 3.0 Transfers to Other Government Units | | | | | | |
| Primary Schools | | | | | | |
| Bodoi Primary School | 0.00 | 6,000,000.00 | 0.00 | 6,000,000.00 | 6,000,000.00 | 0.00 |
| Marere Primary School | 0.00 | 3,000,000.00 | 0.00 | 3,000,000.00 | 3,000,000.00 | 0.00 |
| Misufini Primary School | 0.00 | 7,500,000.00 | 0.00 | 7,500,000.00 | 7,500,000.00 | 0.00 |
| Kavunzoni Primary School | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 | 1,000,000.00 | 0.00 |
| Makonjeni Primary school | 0.00 | 2,000,000.00 | 0.00 | 2,000,000.00 | 2,000,000.00 | 0.00 |
| Tsangalaweni Primary School | 0.00 | 2,200,000.00 | 0.00 | 2,200,000.00 | 2,200,000.00 | 0.00 |
| Zia ra Wimbi Primary School | 0.00 | 791,874.00 | 0.00 | 791,874.00 | 0.00 | 791,874.00 |
| Mabathani Primary School | 0.00 | 2,010,529.00 | 0.00 | 2,010,529.00 | 0.00 | 2,010,529.00 |
| Makonjeni Primary School | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| Tandia Primary School | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| Kavunzoni Primary School | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 |
| Kavunzoni Primary School | 0.00 | 200,000.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Ganze Primary School | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 |
| Ganze Primary School | 0.00 | 200,000.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Marere Primary School | 0.00 | 400,000.00 | 0.00 | 400,000.00 | 0.00 | 400,000.00 |
| Marere Primary School | 0.00 | 200,000.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Misufini primary school | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 |
| Misufini primary school | 0.00 | 200,000.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |

Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

| | | | | | | |
|------------------------------|--------------|-----------|------|--------------|--------------|--------------|
| Jira primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Darajani primary school | 0.00 | 100,000 | 0.00 | 100,000.00 | 0.00 | 100,000.00 |
| Darajani primary school | 0.00 | 150,000 | 0.00 | 150,000.00 | 0.00 | 150,000.00 |
| Mnago wa Dola primary school | 0.00 | 1,800,000 | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 |
| Mnago wa Dola primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Mnago wa Dola primary school | 0.00 | 150,000 | 0.00 | 150,000.00 | 0.00 | 150,000.00 |
| Maryango primary school | 0.00 | 1,800,000 | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 |
| Maryango primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Maryango primary school | 0.00 | 150,000 | 0.00 | 150,000.00 | 0.00 | 150,000.00 |
| Mwanganga primary school | 0.00 | 1,800,000 | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 |
| Mwanganga primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Mwanganga primary school | 0.00 | 150,000 | 0.00 | 150,000.00 | 0.00 | 150,000.00 |
| Coshi primary school | 0.00 | 1,800,000 | 0.00 | 1,800,000.00 | 0.00 | 1,800,000.00 |
| Coshi primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Coshi primary school | 0.00 | 150,000 | 0.00 | 150,000.00 | 0.00 | 150,000.00 |
| Jila primary school | 0.00 | 3,000,000 | 0.00 | 3,000,000.00 | 0.00 | 3,000,000.00 |
| Kadzandani primary school | 0.00 | 800,000 | 0.00 | 800,000.00 | 0.00 | 800,000.00 |
| Kadzandani primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Nasoro primary school | 0.00 | 600,000 | 0.00 | 600,000.00 | 0.00 | 600,000.00 |
| Nasoro primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Maya primary school | 0.00 | 400,000 | 0.00 | 400,000.00 | 0.00 | 400,000.00 |
| Maya primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Muhoni primary school | 0.00 | 2,400,000 | 0.00 | 2,400,000.00 | 2,312,198.00 | 87,802.00 |
| Muhoni primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Palakumi primary school | 0.00 | 1,000,000 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| St. Peter's primary school | 0.00 | 1,000,000 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| St. Peter's primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Kinyume primary school | 0.00 | 1,000,000 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| Kinyume primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Mugumoni primary school | 0.00 | 2,000,000 | 0.00 | 2,000,000.00 | 0.00 | 2,000,000.00 |
| Mugumoni primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Yembe primary school | 0.00 | 2,400,000 | 0.00 | 2,400,000.00 | 0.00 | 2,400,000.00 |
| Yembe primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Yembe primary school | 0.00 | 535,000 | 0.00 | 535,000.00 | 0.00 | 535,000.00 |
| Yembe primary school | 0.00 | 500,000 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Madamani primary school | 0.00 | 250,000 | 0.00 | 250,000.00 | 0.00 | 250,000.00 |
| Dulukiza primary school | 0.00 | 500,000 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Kikwanguloni primary school | 0.00 | 500,000 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Forodhoyo primary school | 0.00 | 1,200,000 | 0.00 | 1,200,000.00 | 1,200,000.00 | 0.00 |
| Forodhoyo primary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Forodhoyo primary school | 0.00 | 1,000,000 | 0.00 | 1,000,000.00 | 1,000,000.00 | 0.00 |
| Mabatani primary school | 0.00 | 300,000 | 0.00 | 300,000.00 | 0.00 | 300,000.00 |
| Katofeni primary school | 4,800,000.00 | 0.00 | 0.00 | 4,800,000.00 | 4,565,104.59 | 234,895.41 |

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

| | | | | | | |
|--------------------------------|---------------|---------------|------|----------------|---------------|---------------|
| Katofeni primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Karimani Primary School | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 2,400,000.00 | 0.00 |
| Karimani Primary School | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Mulungu wa Mawe primary school | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 2,400,000.00 | 0.00 |
| Mulungu wa Mawe primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Kirimani primary school | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 0.00 | 2,400,000.00 |
| Kirimani primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Madamani primary school | 3,600,000.00 | 0.00 | 0.00 | 3,600,000.00 | 3,600,000.00 | 0.00 |
| Madamani primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Maya primary school | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 0.00 | 2,400,000.00 |
| Maya primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Ranch primary school | 3,600,000.00 | 0.00 | 0.00 | 3,600,000.00 | 0.00 | 3,600,000.00 |
| Ranch primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Forodhoyo primary school | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 2,400,000.00 | 0.00 |
| Forodhoyo primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Mwaeba primary school | 3,000,000.00 | 0.00 | 0.00 | 3,000,000.00 | 0.00 | 3,000,000.00 |
| Mwaeba primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Muyuni primary school | 4,000,000.00 | 0.00 | 0.00 | 4,000,000.00 | 0.00 | 4,000,000.00 |
| Muyuni primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Muyuni primary school | 800,000.00 | 0.00 | 0.00 | 800,000.00 | 0.00 | 800,000.00 |
| Bahati primary school | 3,000,000.00 | 0.00 | 0.00 | 3,000,000.00 | 3,000,000.00 | 0.00 |
| Bahati primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Makalangani primary school | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 0.00 | 2,400,000.00 |
| Makalangani primary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Midodoni primary school | 1,000,000.00 | 0.00 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| Vilwakwe primary school | 1,000,000.00 | 0.00 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| Muyuni primary school | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Marere primary school | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 500,000.00 | 0.00 |
| Mugiria primary school | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Maojo primary school | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Katendewa primary school | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Upendo primary school | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Fudumulo primary school | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 0.00 | 500,000.00 |
| Kidemu primary school | 455,120.41 | 0.00 | 0.00 | 455,120.41 | 455,120.41 | 0.00 |
| Sub-Total | 45,555,120.41 | 63,337,403.00 | 0.00 | 108,892,523.41 | 46,932,423.00 | 61,960,100.41 |
| Secondary School Projects | | | | | | |
| Ambassador Kithi Sec schl | 0.00 | 3,000,000 | 0.00 | 3,000,000.00 | 3,000,000.00 | 0.00 |
| Bamba Girls sec schl | 0.00 | 6,000,000 | 0.00 | 6,000,000.00 | 6,000,000.00 | 0.00 |
| Bamba Girls sec schl | 0.00 | 3,000,000 | 0.00 | 3,000,000.00 | 3,000,000.00 | 0.00 |
| Jila Sec schl | 0.00 | 5,813,022 | 0.00 | 5,813,022.00 | 5,000,000.00 | 813,022.00 |
| Midoina Sec schl | 0.00 | 8,126 | 0.00 | 8,126.00 | 8,126.00 | 0.00 |
| Sosoni Sec schl | 0.00 | 7,000,000 | 0.00 | 7,000,000.00 | 6,000,000.00 | 1,000,000.00 |

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

| | | | | | | |
|------------------------------------|---------------|----------------|------|----------------|---------------|----------------|
| Vitengeni baptist secondary school | 0.00 | 3,733,659 | 0.00 | 3,733,659.00 | 0.00 | 3,733,659.00 |
| Vitengeni baptist secondary school | 0.00 | 300,000 | 0.00 | 300,000.00 | 0.00 | 300,000.00 |
| Vitengeni baptist secondary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Vitengeni baptist secondary school | 0.00 | 1,200,000 | 0.00 | 1,200,000.00 | 0.00 | 1,200,000.00 |
| Mayowe secondary school | 0.00 | 5,700,000 | 0.00 | 5,700,000.00 | 0.00 | 5,700,000.00 |
| Mayowe secondary school | 0.00 | 300,000 | 0.00 | 300,000.00 | 0.00 | 300,000.00 |
| Mayowe secondary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Mitangani secondary school | 0.00 | 3,000,000 | 0.00 | 3,000,000.00 | 0.00 | 3,000,000.00 |
| Vyambani secondary school | 0.00 | 300,000 | 0.00 | 300,000.00 | 0.00 | 300,000.00 |
| Vvambani secondary school | 0.00 | 400,000 | 0.00 | 400,000.00 | 0.00 | 400,000.00 |
| Vyambani secondary school | 0.00 | 1,200,000 | 0.00 | 1,200,000.00 | 0.00 | 1,200,000.00 |
| osoni secondary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Ambassador Kithi secondary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 200,000.00 | 0.00 |
| Bandari secondary school | 0.00 | 4,000,000 | 0.00 | 4,000,000.00 | 0.00 | 4,000,000.00 |
| Bandari secondary school | 0.00 | 300,000 | 0.00 | 300,000.00 | 0.00 | 300,000.00 |
| Bandari secondary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Petanguo secondary school | 0.00 | 4,000,000 | 0.00 | 4,000,000.00 | 0.00 | 4,000,000.00 |
| Petanguo secondary school | 0.00 | 300,000 | 0.00 | 300,000.00 | 0.00 | 300,000.00 |
| Petanguo secondary school | 0.00 | 200,000 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Mwangea girls' secondary school | 0.00 | 400,000 | 0.00 | 400,000.00 | 0.00 | 400,000.00 |
| Teddy Mwambire secondary school | 4,800,000.00 | 0.00 | 0.00 | 4,800,000.00 | 0.00 | 4,800,000.00 |
| Teddy Mwambire secondary school | 4,000,000.00 | 0.00 | 0.00 | 4,000,000.00 | 0.00 | 4,000,000.00 |
| Teddy Mwambire secondary school | 400,000.00 | 0.00 | 0.00 | 400,000.00 | 0.00 | 400,000.00 |
| Teddy Mwambire secondary school | 1,500,000.00 | 0.00 | 0.00 | 1,500,000.00 | 0.00 | 1,500,000.00 |
| Teddy Mwambire secondary school | 320,000.00 | 0.00 | 0.00 | 320,000.00 | 0.00 | 320,000.00 |
| anzuni secondary school | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 0.00 | 2,400,000.00 |
| anzuni secondary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Nyari secondary school | 2,400,000.00 | 0.00 | 0.00 | 2,400,000.00 | 0.00 | 2,400,000.00 |
| Nyari secondary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Shangweni secondary school | 4,800,000.00 | 0.00 | 0.00 | 4,800,000.00 | 0.00 | 4,800,000.00 |
| Shangweni secondary school | 150,000.00 | 0.00 | 0.00 | 150,000.00 | 0.00 | 150,000.00 |
| Shangweni secondary school | 200,000.00 | 0.00 | 0.00 | 200,000.00 | 0.00 | 200,000.00 |
| Sub-Total | 21,370,000.00 | 51,154,807.00 | 0.00 | 72,524,807.00 | 23,208,126.00 | 49,316,681.00 |
| Total | 66,925,120.41 | 114,492,210.00 | 0.00 | 181,417,330.41 | 70,140,549.00 | 111,276,781.41 |
| 4.0 Other Grants and Transfers | | | | | | |
| Bursary Secondary Schools | 19,600,000.00 | 2,883,330.00 | 0.00 | 22,483,330.00 | 21,526,000.00 | 957,330.00 |
| Social Security Programmes | 1,374,000.00 | 0.00 | 0.00 | 1,374,000.00 | 0.00 | 1,374,000.00 |
| Bursary Tertiary Schools | 14,676,000.00 | 14,595,302.00 | 0.00 | 29,271,302.00 | 28,529,000.00 | 742,302.00 |
| Special Schools | 0.00 | 2,000,000.00 | 0.00 | 2,000,000.00 | 0.00 | 2,000,000.00 |
| Sub-Total | 35,650,000.00 | 19,478,632.00 | 0.00 | 55,128,632.00 | 50,055,000.00 | 5,073,632.00 |

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

| | | | | | | |
|--------------------------------------|---------------|---------------|------|----------------|---------------|---------------|
| Emergency | 7,192,206.90 | 12,608,393.00 | 0.00 | 19,800,599.90 | 3,837,931.00 | 15,962,668.90 |
| Sub-Total | 7,192,206.90 | 12,608,393.00 | 0.00 | 19,800,599.90 | 3,837,931.00 | 15,962,668.90 |
| Sports | | | | | | |
| Sports Activities | 1,141,777.00 | 0.00 | 0.00 | 1,141,777.00 | 0.00 | 1,141,777.00 |
| Sports Activities | 1,600,000.00 | 6,287,354.00 | 0.00 | 7,887,354.00 | 6,047,354.00 | 1,840,000.00 |
| Sub-Total | 2,741,777.00 | 6,287,354.00 | 0.00 | 9,029,131.00 | 6,047,354.00 | 2,981,777.00 |
| Environment | | | | | | |
| Malomani Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Bale Secondary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Vitengeni Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Dzikunze Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Mitsemerini Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Imu Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Imara Pera Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Mwaeba Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Muongano Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Katofeni Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Makalangani Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Mitangani Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Milore Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,240.00 | 0.00 |
| Mirihini Primary School | 0.00 | 196,240.00 | 0.00 | 196,240.00 | 196,234.00 | 6.00 |
| Chapungu primary school | 241,777.00 | 0.00 | 0.00 | 241,777.00 | 241,777.00 | 0.00 |
| Ngamani primary school | 1,000,000.00 | 0.00 | 0.00 | 1,000,000.00 | 1,000,000.00 | 0.00 |
| Ambassador Kithi secondary school | 1,500,000.00 | 0.00 | 0.00 | 1,500,000.00 | 882,750.00 | 617,250.00 |
| Sub-Total | 2,741,777.00 | 2,747,360.00 | 0.00 | 5,489,137.00 | 4,871,881.00 | 617,256.00 |
| Security Projects | | | | | | |
| Chenze DCC's office | 500,000.00 | 0.00 | 0.00 | 500,000.00 | 500,000.00 | 0.00 |
| Imara wa Ndege Chief's office | 3,000,000.00 | 0.00 | 0.00 | 3,000,000.00 | 3,000,000.00 | 0.00 |
| Imara Chief's office | 3,000,000.00 | 0.00 | 0.00 | 3,000,000.00 | 3,000,000.00 | 0.00 |
| Bamba Chief's office | 3,000,000.00 | 0.00 | 0.00 | 3,000,000.00 | 3,000,000.00 | 0.00 |
| Vitengeni Police Station | 0.00 | 10,000,000.00 | 0.00 | 10,000,000.00 | 10,000,000.00 | 0.00 |
| Sub-Total | 9,500,000.00 | 10,000,000.00 | 0.00 | 19,500,000.00 | 19,500,000.00 | 0.00 |
| Total | 57,825,760.90 | 51,121,739.00 | 0.00 | 108,947,499.90 | 84,312,166.00 | 24,635,333.90 |
| 5.0 Acquisitions of Assets | | | | | | |
| Motor cycle | 0.00 | 400,000.00 | 0.00 | 400,000.00 | 0.00 | 400,000.00 |
| Construction of NGCDF Office | 0.00 | 169,175.00 | 0.00 | 169,175.00 | 0.00 | 169,175.00 |
| Purchase of furniture and equipments | 0.00 | 111,576.00 | 0.00 | 111,576.00 | 0.00 | 111,576.00 |
| Sub-Total | 0.00 | 680,751.00 | 0.00 | 680,751.00 | 0.00 | 680,751.00 |
| 6.0 Other Payments | | | | | | |
| Strategic plan | 0.00 | 1,500,000.00 | 0.00 | 1,500,000.00 | 0.00 | 1,500,000.00 |
| Innovation hub | 0.00 | 4,677,027.00 | 0.00 | 4,677,027.00 | 0.00 | 0.00 |
| Tsangalaweni Primary School | 0.00 | | 0.00 | | 1,300,000.00 | 0.00 |

Ganze Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

| | | | | | | |
|-------------------------|----------------|----------------|------|----------------|----------------|----------------|
| Muhoni Primary school | 0.00 | | 0.00 | | 402,027.20 | 0.00 |
| Lwandani Primary School | 0.00 | | 0.00 | | 375,000.00 | 2,599,999.80 |
| Printing Machine DEO | 0.00 | 1,000,000 | 0.00 | 1,000,000.00 | 0.00 | 1,000,000.00 |
| AIA Revenue | 0.00 | 94,000 | 0.00 | 94,000.00 | 0.00 | 94,000.00 |
| Ganze NGCDF Office | 0.00 | 300,000 | 0.00 | 300,000.00 | 0.00 | 300,000.00 |
| Ganze NGCDF Office | 0.00 | 150,000 | 0.00 | 150,000.00 | 0.00 | 150,000.00 |
| Sub-Total | 0.00 | 7,721,027.00 | 0.00 | 7,721,027.00 | 2,077,027.20 | 5,643,999.80 |
| GRAND TOTAL | 137,088,879.31 | 183,589,963.00 | 0.00 | 320,678,842.31 | 171,622,402.00 | 149,056,440.31 |

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

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) payable that include deposits (gratuity and retention).

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Transfers from the National Government Constituency Development Fund (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 recognizes all payments when the event occurs and the related cash has actually been paid out by the entity.

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

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

8. Accounts Payable

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

Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30 June 2021 for the period 1st July 2021 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

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-verse

XIV. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

| Description | | 2020-2021 | 2019-2020 |
|-----------------|----|--------------------|-------------------|
| | | Kshs | Kshs |
| NGCDF Board | | | |
| AIE NO B104560 | 1 | 55,040,876 | |
| AIE NO B104696 | 2 | 18,000,000 | |
| AIE NO B124745 | 3 | 3,000,000 | |
| AIE NO B124791 | 4 | 4,010,529 | |
| AIE NO B124798 | 5 | 1,650,000 | |
| AIE NO B124933 | 6 | 8,500,000 | |
| AIE NO B119788 | 7 | 12,000,000 | |
| AIE NO B128078 | 8 | 6,900,000 | |
| AIE NO B128388 | 9 | 7,000,000 | |
| AIE NO B132133 | 10 | 6,000,000 | |
| AIE NO B138801 | 11 | 12,000,000 | |
| AIE NO B105131 | 12 | 69,367,724 | |
| AIE NO B126096 | 13 | 8,000,000 | |
| AIE NO B126386 | 14 | 12,000,000 | |
| AIE NO B140532 | 15 | 12,000,000 | |
| AIE NO B 041022 | | | 13,000,000 |
| AIE NO B 047128 | | | 5,500,000 |
| AIE NO B 047409 | | | 4,000,000 |
| AIE NO B 47776 | | | 16,000,000 |
| AIE NO B 104199 | | | 10,000,000 |
| AIE NO B 104281 | | | 10,000,000 |
| AIE NO B 096559 | | | 10,000,000 |
| TOTAL | | 235,469,129 | 68,500,000 |

2. PROCEEDS FROM SALE OF ASSETS

| | 2020-2021 | 2019-2020 |
|--|-----------|-----------|
| | Kshs | Kshs |
| Receipts from sale of Buildings | 0 | 0 |
| Receipts from the Sale of Vehicles and Transport Equipment | 0 | 0 |
| Receipts from sale of office and general equipment | 0 | 0 |
| Receipts from the Sale Plant Machinery and Equipment | 0 | 0 |
| Total | 0 | 0 |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

| | 2020-2021 | 2019-2020 |
|---|----------------|----------------|
| | Kshs | Kshs |
| Interest Received | 0 | 0 |
| Rents | 0 | 0 |
| Receipts from sale of tender documents | 163,000 | 16,000 |
| Hire of plant/equipment/facilities | 0 | 0 |
| Unutilized funds from PMCs | 0 | 0 |
| Other Receipts Not Classified Elsewhere | 0 | 528,000 |
| Total | 163,000 | 544,000 |

4. COMPENSATION OF EMPLOYEES

| | 2020-2021 | 2019-2020 |
|--|------------------|------------------|
| | Kshs | Kshs |
| NGCDF Committee Basic staff salaries | 1,785,344 | 3,252,070 |
| Personal allowances paid as part of salary | 316,800 | |
| House Allowance | 454,500 | 0 |
| Transport Allowance | 372,000 | 0 |
| Medical Allowance | 316,800 | |
| Leave allowance | 0 | 0 |
| Gratuity to contractual employees | 0 | 210,656 |
| Employer Contributions Compulsory national social security schemes | 103,680 | 112,320 |
| Total | 3,032,324 | 3,575,046 |

5. USE OF GOODS AND SERVICES

| | 2020-2021 | 2019-2020 |
|--|-------------------|------------------|
| | Kshs | Kshs |
| Committee Expenses | 3,925,380 | 0 |
| Utilities, supplies and services | 5,000 | 0 |
| Communication, supplies and services | 0 | 9,435 |
| Domestic travel and subsistence | 1,019,280 | 1,720,100 |
| Printing, advertising and information supplies & services | 421,275 | 80,160 |
| Training expenses | 2,400,000 | 284,500 |
| Hospitality supplies and services | 67,425 | 65,017 |
| Other committee expenses | 51,240 | 140,100 |
| Committee allowance | 1,075,000 | 1,131,000 |
| Insurance costs | 0 | 0 |
| Specialized materials and services | 31,755 | 0 |
| Office and general supplies and services | 867,294 | 449,319 |
| Other operating expenses | 654,043 | 245,600 |
| Routine maintenance – vehicles and other transport equipment | 1,466,344 | 463,965 |
| Routine maintenance – other assets | 76,300 | 0 |
| Total | 12,060,336 | 4,589,196 |

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

| Description | 2020-2021 | 2019-2020 |
|--|-------------------|-------------------|
| | Kshs | Kshs |
| Transfers to primary schools (see attached list) | 49,009,450 | 14,440,006 |
| Transfers to secondary schools (see attached list) | 23,208,126 | 13,391,874 |
| Transfers to tertiary institutions (see attached list) | 0 | 0 |
| TOTAL | 72,217,576 | 27,831,880 |

7. OTHER GRANTS AND OTHER PAYMENTS

| | 2020-2021 | 2019-2020 |
|---|-------------------|-------------------|
| | Kshs | Kshs |
| Bursary – secondary schools (see attached list) | 28,529,000 | 11,745,000 |
| Bursary – tertiary institutions (see attached list) | 21,526,000 | 11,350,570 |
| Bursary – special schools (see attached list) | 0 | 670,000 |
| Mock & CAT (see attached list) | 0 | 0 |
| Social Security programmes (NHIF) | 0 | 0 |
| Security projects (see attached list) | 19,500,000 | 3,000,000 |
| Sports projects (see attached list) | 6,047,354 | 0 |
| Environment projects (see attached list) | 4,871,881 | 0 |
| Emergency projects (see attached list) | 3,837,931 | 4,168,868 |
| Total | 84,312,166 | 30,934,438 |

8. ACQUISITION OF ASSETS

| | 2020-2021 | 2019-2020 |
|--|-----------|----------------|
| | Kshs | Kshs |
| Purchase of Buildings | 0 | 0 |
| Construction of Buildings | 0 | 0 |
| Refurbishment of Buildings | 0 | 0 |
| Purchase of Vehicles and Other Transport Equipment | 0 | 0 |
| Purchase of Household Furniture and Institutional Equipment | 0 | 0 |
| Purchase of Office Furniture and General Equipment | 0 | 0 |
| Purchase of ICT Equipment, Software and Other ICT Assets | 0 | 0 |
| Purchase of Specialized Plant, Equipment and Machinery | 0 | 250,000 |
| Rehabilitation and Renovation of Plant, Machinery and Equip. | 0 | 0 |
| Acquisition of Land | 0 | 0 |
| Acquisition of Intangible Assets | 0 | 0 |
| Total | 0 | 250,000 |

9. OTHER PAYMENTS

| | 2020-2021 | 2019-2020 |
|----------------|-----------|-----------|
| | Kshs | Kshs |
| Strategic plan | 0 | 0 |
| ICT Hub | 0 | 0 |
| | 0 | 0 |

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10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

| Name of Bank, Account No. & currency | 2020-2021 | 2019-2020 |
|---|-------------------|-------------------|
| | Kshs (30/06/2021) | Kshs (30/06/2020) |
| EQUITY BANK - KILIFI BRANCH, NGCDF GANZE CONSTITUENCY ACCOUNT NO.1060298195611 | 99,371,313 | 35,315,672 |
| | 0 | 0 |
| | 0 | 0 |
| Total | 99,371,313 | 35,315,672 |
| 10B: CASH IN HAND | | |
| Location 1 | 0 | 0 |
| Location 2 | 0 | 0 |
| Location 3 | 0 | 0 |
| Other Locations (<i>specify</i>) | 0 | 0 |
| | | |
| Total | 00 | 00 |
| <i>[Provide cash count certificates for each]</i> | | |

11: OUTSTANDING IMPRESTS

| Name of Officer or Institution | Date Imprest Taken | Amount Taken | Amount Surrendered | Balance (30/06/2021) |
|--------------------------------|--------------------|------------------|--------------------|----------------------|
| | | Kshs | Kshs | Kshs |
| Christopher Nyerere | 24/02/2014 | 1,598,760 | 0 | 1,598,760 |
| Christopher Nyerere | 05/08/2014 | 1,240,000 | 0 | 1,240,000 |
| <i>Tima S. Ahmed</i> | 04/07/2011 | 240,600 | 0 | 240,600 |
| <i>Mwarungu Mwandoe</i> | 08/06/2009 | 50,000 | 0 | 50,000 |
| <i>Eunice Onacha</i> | 25/03/2019 | 528,000 | 528,000 | 0 |
| Total | | 3,657,360 | 528,000 | 3,129,360 |

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

12A. RETENTION

| | 2020-2021 | 2019-2020 |
|--|-----------|-----------|
| | KShs | KShs |
| Retention as at 1 st July (A) | 0 | 0 |
| Retention held during the year (B) | 0 | 0 |
| Retention paid during the Year (C) | 0 | 0 |
| Closing Retention as at 30 th June D= A+B-C | 0 | 0 |

[Provide short appropriate explanations as necessary.]

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

12B. GRATUITY

| | 2020-2021 | 2019-2020 |
|---|-----------|-----------|
| | KShs | KShs |
| Gratuity as at 1 st July (A) | 0 | 0 |
| Gratuity held during the year (B) | 0 | 0 |
| Gratuity paid during the Year (C) | 0 | 0 |
| Closing Gratuity as at 30 th June D= A+B-C | 0 | 0 |

[Provide short appropriate explanations as necessary]

13. BALANCES BROUGHT FORWARD

| | 2020-2021 (1 st July 2020) | 2019-2020 (1 st July 2019) |
|---------------|--|--|
| | Kshs | Kshs |
| Bank accounts | 35,315,672 | 33,868,473 |
| Cash in hand | 0 | 93,562 |
| Imprest | 3,129,360 | 3,657,360 |
| Total | 38,445,032 | 37,619,395 |

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

| Description of the error | Balance b/f FY 2019/2020 as per Audited Financial statements | Adjustments | Adjusted Balance** b/f FY 2019/2020 |
|--------------------------|--|---------------|---|
| | Kshs | Kshs | Kshs |
| Bank account Balances | 35,315,672 | 42,161 | 35,357,834 |
| Cash in hand | 0 | 0 | 0 |
| Accounts Payables | 0 | 0 | 0 |
| Receivables | 0 | 0 | 0 |
| Others (specify) | 0 | 0 | 0 |
| TOTAL | 35,315,672 | 42,161 | 35,357,834 |

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

(Entity to provide disclosure on the adjusted amounts)

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

| | 2020-2021 | 2019-2020 |
|--|------------------|------------------|
| | KShs | KShs |
| Outstanding Imprest as at 1 st July (A) | 3,129,360 | 3,657,360 |
| Imprest issued during the year (B) | 0 | 0 |
| Imprest surrendered during the Year (C) | 0 | 528,000 |
| closing accounts in account receivables D= A+B-C | 3,129,360 | 3,129,360 |

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

| | 2020 – 2021 | 2019 – 2020 |
|---|-------------|-------------|
| | KShs | KShs |
| Deposit and Retentions as at 1 st July (A) | 0 | 0 |
| Deposit and Retentions held during the year (B) | 0 | 0 |
| Deposit and Retentions paid during the Year (C) | 0 | 0 |
| closing account receivables D= A+B-C | 00 | 00 |

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

| | 2020-2021 | 2019-2020 |
|-----------------------------|-----------|-----------|
| | Kshs | Kshs |
| Construction of buildings | 0 | 0 |
| Construction of civil works | 0 | 0 |
| Supply of goods | 0 | 0 |
| Supply of services | 0 | 0 |
| | 00 | 00 |

17.2: PENDING STAFF PAYABLES (See Annex 2)

| | 2020-2021 | 2019-2020 |
|---------------------------|------------------|-----------|
| | Kshs | Kshs |
| NGCDFC Staff | 1,471,860 | 0 |
| Others (<i>specify</i>) | 0 | 0 |
| | 1,471,860 | 00 |

17.3: UNUTILIZED FUND (See Annex 3)

| | 2020-2021 | 2019-2020 |
|---|----------------------|--------------------|
| | Kshs | Kshs |
| Compensation of employees | 6,395,831.9 | 2,716,175 |
| Use of goods and services | 2,004,236 | 6,858,061 |
| Amounts due to other Government entities (see attached list) | 111,276,781 | 114,492,210 |
| Amounts due to other grants and other transfers (see attached list) | 24,635,334 | 52,743,317 |
| Acquisition of assets | 680,751 | 430,751 |
| Others (<i>specify</i>) | 5,644,000 | 7,721,027 |
| Funds pending approval | | |
| | 150,636,933.9 | 184,961,541 |

17.4: PMC account balances (See Annex 5)

| | 2020-2021 | 2019-2020 |
|--|-------------------|-------------------|
| | Kshs | Kshs |
| PMC account balances (see attached list) | 48,747,421 | 27,701,423 |
| | | |
| | 48,747,421 | 27,701,423 |

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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 | |
| Construction of buildings | | | | | |
| 1. | | | | | |
| 2. | | | | | |
| 3. | | | | | |
| Sub-Total | | | | | |
| Construction of civil works | | | | | |
| 4. | | | | | |
| 5. | | | | | |
| 6. | | | | | |
| Sub-Total | | | | | |
| Supply of goods | | | | | |
| 7. | | | | | |
| 8. | | | | | |
| 9. | | | | | |
| Sub-Total | | | | | |
| Supply of services | | | | | |
| 10. | | | | | |
| 11. | | | | | |
| 12. | | | | | |
| Sub-Total | | | | | |
| Grand Total | | | | | |

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

| Name of Staff | Designation | Date employed | Outstanding Balance 30 th June 2021 | Comments |
|-----------------------|------------------|---------------|--|-------------------------|
| NG-CDFC Staff | | | | |
| 1. Veronica .K. Mlewa | AccountAssistant | 1/3/2018 | 269,620.00 | To be paid in July 2021 |
| 2. Zablon .T. Kashuru | Clerk | 1/3/2018 | 208,960.00 | To be paid in July 2021 |
| 3. Alex .K. Ngama | Driver | 1/3/2018 | 204,000.00 | To be paid in July 2021 |
| 4. William .N. Charo | Clerk | 1/3/2018 | 208,960.00 | To be paid in July 2021 |
| 5. Gladys .K. Kitsao | Clerk | 1/3/2018 | 208,860.00 | To be paid in July 2021 |
| 6. Japstam .S. Charo | Clerk | 1/3/2018 | 208,960.00 | To be paid in July 2021 |
| 7. Hellen .H. Peter | Office Assistant | 1/3/2018 | 162,400.00 | To be paid in July 2021 |

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| Name of Staff | Designation | Date employed | Outstanding Balance 30 th June 2021 | Comments |
|--------------------|-------------|---------------|---|----------|
| Grand Total | | | 1,471,860 | |

ANNEX 3 – UNUTILIZED FUND

| Name | Brief Transaction Description | Outstanding Balance 2020/21 | Outstanding Balance 2019/20 | Comments |
|---|-------------------------------|--------------------------------|--------------------------------|----------|
| Compensation of employees | | 6,395,832 | 2,716,175 | |
| Use of goods & services | | 2,004,236 | 6,858,061 | |
| Amounts due to other Government entities | | 111,276,781 | 114,492,210 | |
| Sub-Total | | | | |
| Amounts due to other grants and other transfers | | 24,635,334 | 52,743,317 | |
| Sub-Total | | | | |
| Acquisition of assets | | 680,751 | 430,751 | |
| Others (<i>specify</i>) | | 5,644,000 | 7,721,027 | |
| Sub-Total | | | | |
| Funds pending approval | | | | |
| Grand Total | | 150,636,934 | 184,961,541 | |

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

| Asset class | Historical Cost b/f (Kshs) 2019/20 | Additions during the year (Kshs) | Disposals during the year (Kshs) | Historical Cost (Kshs) 2020/21 |
|--|--|-------------------------------------|-------------------------------------|--------------------------------------|
| Land | 0 | | | 0 |
| Buildings and structures | 18,000,000 | | | 18,000,000 |
| Transport equipment | 8,462,382 | | | 8,462,382 |
| Office equipment, furniture and fittings | 1,294,680 | | | 1,294,680 |
| ICT Equipment, Software and Other ICT Assets | 416,000 | | | 416,000 |
| Other Machinery and Equipment | 9,560,000 | | | 9,560,000 |
| Heritage and cultural assets | 0 | | | 0 |
| Intangible assets | 0 | | | 0 |
| Total | 37,733,062 | 0 | 0 | 37,733,062 |

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2021

| PMC | Bank | Account number | Bank Balance | Bank Balance |
|--------------------------------------|---------------|----------------|--------------|--------------|
| | | | 2020/21 | 2019/20 |
| Midoina secondary school | Equity Bank | 1060279045221 | 233,767 | 2,742,834 |
| DCC's residence renovation | Equity Bank | 1060279026472 | | 249,470 |
| Mwapula primary school | Equity Bank | 1060277472310 | | 204,383 |
| Mangororo primary school | Equity Bank | 1060279012355 | | 435,075 |
| Masemo primary school | Equity Bank | 1060278500516 | | 1,000,000 |
| Chapungu primary school | Equity Bank | 1060279614274 | 242,216 | 988,558 |
| Mwarere primary school | Equity Bank | 1060279085432 | 499,536 | 600,000 |
| Tsangalaweni primary school | Equity Bank | 1060279040471 | | 1,300,000 |
| Forodhoyo primary school | Equity Bank | 1060279040452 | 2,731,903 | 380,000 |
| Ndugumnani secondary school | Equity Bank | 1060279040453 | | 1,800,000 |
| Dida secondary school | Equity Bank | 1060279040454 | | 5,600,000 |
| Katendewa primary school | National Bank | 1224068227500 | | 306 |
| Amb. Kithi memorial secondary school | National Bank | 1285068270800 | | 19,024 |
| Petanguo secondary school | Equity Bank | 1060278968467 | | 640 |
| Bandari secondary school | Equity Bank | 1060278971832 | | 640 |
| Mwangea girls' secondary school | Equity Bank | 1060277341298 | | 5,502,352 |
| Vitengeni baptist secondary school | Equity Bank | 1060277712508 | | 835,717 |
| Jila secondary school | Equity Bank | 1060277475490 | 2,988,533 | 312,235 |
| Bamba police station | Equity Bank | 1060177527651 | | 176,070 |
| Environment PMC | Equity Bank | 1060276401283 | 197,156 | 23,521 |
| Mahero primary school | Equity Bank | 1060278543397 | | 152,220 |
| Bandari primary school | Equity Bank | 1060278581537 | | 1,750,880 |
| Bodoi primary school | Equity Bank | 1060278542728 | 273,321 | 380 |
| Dodosa primary school | Equity Bank | 1060277490513 | | 43 |
| Dungicha primary school | Equity Bank | 1060277489327 | | 7,776 |
| Ganze primary school | Equity Bank | 1060277477111 | | 212 |
| Kagombani primary school | Equity Bank | 1060278556749 | | 500,000 |
| Kahingoni primary school | Equity Bank | 1060278581863 | | 80 |
| Katofeni primary school | Equity Bank | 1060278597967 | 4,566,405 | 176,180 |
| Midodoni primary school | Equity Bank | 1060278590462 | | 150,280 |
| Mulungu wa mawe primary school | Equity Bank | 1060278504320 | 2,600,380 | 380 |

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| | | | | |
|--------------------------------------|-------------|----------------|-------------------|-------------------|
| Muyuni primary school | Equity Bank | 1060278583019 | | 125,880 |
| Mwenge primary school | Equity Bank | 1060277472454 | | 714 |
| Petanguo primary school | Equity Bank | 1060278442495 | | 1,536,207 |
| Silala primary school | Equity Bank | 1060277520726 | | 1,500 |
| Zia ra wimbi primary school | Equity Bank | 1060277607990 | 2,456,723 | 872,730 |
| Palakumi primary school | Equity Bank | 1060277552691 | | 255,136 |
| Muhoni primary school | Equity Bank | 1060279023763 | 202,636 | |
| Misufini primary school | Equity Bank | 1060278989166 | 337,194 | |
| Lwandani primary school | Equity Bank | 1060280373699 | 14,998 | |
| Yafitsoni primary school | Equity Bank | 1060280173756 | 88,892 | |
| Amb. Kithi memorial secondary school | Equity Bank | 1060279027903 | 153,607 | |
| Sosoni secondary school | Equity Bank | 1060280374747 | 3,163,725 | |
| Bamba girls' secondary school | Equity Bank | 1060280565317 | 6,049,195 | |
| Kidemu primary school | Equity Bank | 1060280892983 | 455,120 | |
| Bahati primary school | Equity Bank | 1060280795345 | 3,199,100 | |
| Madamani primary school | Equity Bank | 1060280308086 | 3,799,100 | |
| Karimani primary school | Equity Bank | 1060280875441 | 2,600,000 | |
| Vitengeni police station | Equity Bank | 1060279045419 | 1,610,578 | |
| Ganze DCC's office | Equity Bank | 10602790026472 | 104,773 | |
| Kauma Chief's office | Equity Bank | 1060280811382 | 3,000,000 | |
| Bamba Chief's office | Equity Bank | 1060280830250 | 2,999,100 | |
| Mrima wa Ndege Chief's office | Equity Bank | 1060280826784 | 3,000,000 | |
| Sports PMC | Equity Bank | 1060278759917 | 179,463 | |
| Igamani primary school | Equity Bank | 1060280896718 | 1,000,000 | |
| Total | | | 48,747,421 | 27,701,423 |

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Reports and Financial Statements for The Year Ended June 30, 2021

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Status: (Resolved / Not Resolved) | Time frame: (Put a date when you expect the issue to be resolved) |
|--|--|---|--|---|
| 1. | Presentation of Financial Statements | | | |
| 1.1 | Numbering | The numbering of the financial statements is not sequential as some numbers are repeated | Not resolved | Dec31 2020 |
| 1.2 | Date of signing | Date of signing on pages 5 to 8 missing | Not resolved | Dec 31 2020 |
| 1.3 | Statement of receipts and payments | Statement of receipts and payments not signed | Not resolved | Dec 31 2020 |
| 2 | Inaccuracy of the Financial Statements | | | |
| 2.1 | Comparative Statement of receipts and payments | The comparative statement of receipts and payments for the year ended 30 th June 2018 reflects total payments of Kshs. 80,690,636 while audited accounts for the financial year 2017/2018 reflects total payments of Kshs. 80,597,075 resulting to a variance of Kshs. 93,561 | Not resolved | Dec 31 2020 |
| 2.2 | Comparative Statement of assets | The comparative Statement of assets reflects fund balance brought forward of Kshs. 24,081,464 as at 30 th June 2018, while the statement of cash flows reflects a balance of Kshs. 24,084,464 resulting to a variance of Kshs. 3,000 which has not been explained or reconciled. | Not resolved | Dec 31 2020 |
| 3. | Note 3-Receipts | Other receipts amount to Kshs. 44,000. However, schedules and daily cash sales receipts were not availed for audit review. | Not resolved | Dec 31 2020 |
| 4. | Outstanding imprest | Un-surrendered outstanding imprest | Not resolved as imprest still outstanding/un-surrendered | |
| 5. | Emergency Projects | Emergency projects are indicated as amounting to Kshs. 5,427,765. However, the management has not availed for audit payment vouchers totaling Kshs. 3,504,679. Further, payment vouchers totaling Kshs. 498,086 were paid for servicing, fuelling of vehicles and car hire. | Not resolved | Dec 31 2020 |

*Ganze Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

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|--|---|---|-----------------------------------|---|
| 6. | Use of goods and services | Use of goods and services balance of Kshs. 11,826,963 includes other operating expenses amounting to Kshs. 2,377,435. However, this amount includes Kshs. 200,000 whose surrender documents were for persons who were not officers of the Ganze CDF. | Not resolved | Dec 31 2020 |
| 7. | Acquisition of Assets | | | |
| 7.1 | Construction of buildings | The Acquisition of assets balance of Kshs. 19,197,830 includes construction of buildings amounting to Kshs. 10,000,000 for construction of Ganze Constituency Fund office building. There were major changes of design from the original plan, extension of one wing which was done by the works officer and the contractor without formal instructions on the drawing approval from the Board. The management has not explained why the design was changed nor availed the bills of quantities for the changed design for audit. | Not resolved | Dec 31 2020 |
| 7.2 | Purchase of vehicle and Other Transport Equipment | Purchase of vehicle and other transport equipment amounting to Kshs. 8,599,350 includes an amount of Kshs. 55,000 paid for fitting the vehicle with a tracking system that could not be verified. Ownership documents of Fund' s motor vehicle registration GK 036R, and tractors registration KAV 583K, KAV 579K, and KAV 578K were not availed for audit verification | Not resolved | Dec 31 2020 |
| 7.3 | Unremitted taxes | Management did not withhold tax on the payments amounting to Kshs. 10,000,000 made to the contractor thereby failing to comply with the income tax requirements. Possible fines and penalties accruing due to non-compliance were not catered for. | Not resolved | Dec 31 2020 |
| 8. | Other Grants and other payments | Grants and other payments of Kshs. 49,004,733 includes roads projects amounting to Kshs. 1,660,650. The funds were paid in respect to bush clearing, grading and gravelling of Mnago wa Dola Jira road project which is a devolved function contrary to the NG-CDF Act. Management did not | Not resolved | Dec 31 2020 |

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|--|--|---|--------------------------------------|--|
| | | avail tender minutes to show how the contractor was procured for the project. | | |
| 9. | Transfers from Other Government Entities | The comparative statement of receipts and payments for the year ended 30 th June 2018 reflects transfers from other government entities of Kshs. 103,281,441 while records maintained by the NG-CDFB reflects a figure of Kshs. 70,000,000 resulting to a variance of Kshs. 33,281,441 which has not been reconciled or explained. | Not resolved | Dec 31 2020 |
| 10. | Budgetary Controls and Performance | The Summary Statement of appropriation indicates that the Fund has a final balance of Kshs. 169,610,749 and spent Kshs. 152,331,347 or 90% resulting to under absorption of Kshs. 17,279,402 or 10% of the budget. | Not resolved | Dec 31 2020 |
| 11. | Project Status | | | |
| 11.1 | Complete Projects but not operational | The Fund spent Kshs. 10,075,000 on ten projects which since completion have never been put to use, indicating possible lack of public participation before projects were implemented. | Not resolved | Dec 31 2020 |
| 11.2 | Project verification | Nine projects with a total cost of Kshs. 13,550,000 had stalled at various levels. The projects were to be implemented within the financial year but management has not explained why the projects were abandoned. | Not resolved | Dec 31 2020 |