

REPUBLIC OF KENYA

PARLIAMENT
OF KENYA
LIBRARY



OAG



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability

REPORT

OF

THE AUDITOR-GENERAL

ON

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

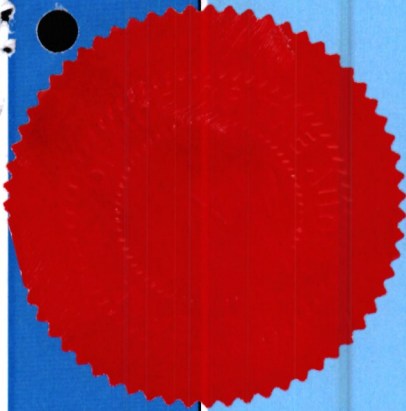
**FOR THE YEAR ENDED
30 JUNE, 2021**

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 01 MAR 2023 DAY: Wednesday

LED

Magny Khip
Mado



Revised Template 30th June 2021



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30684 - 00100, NAIROBI
MACHAKOS HUB.

19/07/2021

RECEIVED



KAITI 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)

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

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	2
II. NG-CDFC CHAIRMAN'S REPORT	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES	10
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING.....	12
V. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	16
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- KAITI CONSTITUENCY</i>	17
VII. STATEMENT OF RECEIPTS AND PAYMENTS.....	18
VIII. STATEMENT OF ASSETS AND LIABILITIES	19
IX. STATEMENT OF CASHFLOWS	20
X. SUMMARY STATEMENT OF APPROPRIATION.....	21
XI. BUDGET EXECUTION BY SECTORS AND PROJECTS	24
XII. SIGNIFICANT ACCOUNTING POLICIES	31
XIII. NOTES TO THE FINANCIAL STATEMENTS.....	34

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 Kaiti 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:

No	Designation	Name
1.	A.I.E holder	Daniel M. Maluki
2.	Sub-County Accountant	Julius Muchohi
3.	Chairman NGCDFC	Samuel M. Mulwa
4.	Member NGCDFC	N/A

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Kaiti Constituency NG-CDF . 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) Kaiti Constituency NGCDF Headquarters

P.O. Box 1-90301
 Okia
 MAKUENI

Kaiti Constituency

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

(f) NG-CDF KAITI Constituency Contacts

Telephone: (254) 0720 792 224

E-mail: dmaluki@cdf.go.ke

Website: www.go.ke

(g) NG-CDF KAITI Constituency Bankers

1. Kenya Commercial Bank
WOTE BRANCH
A/C No:- 1105347109
P.O BOX 269-90300

(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

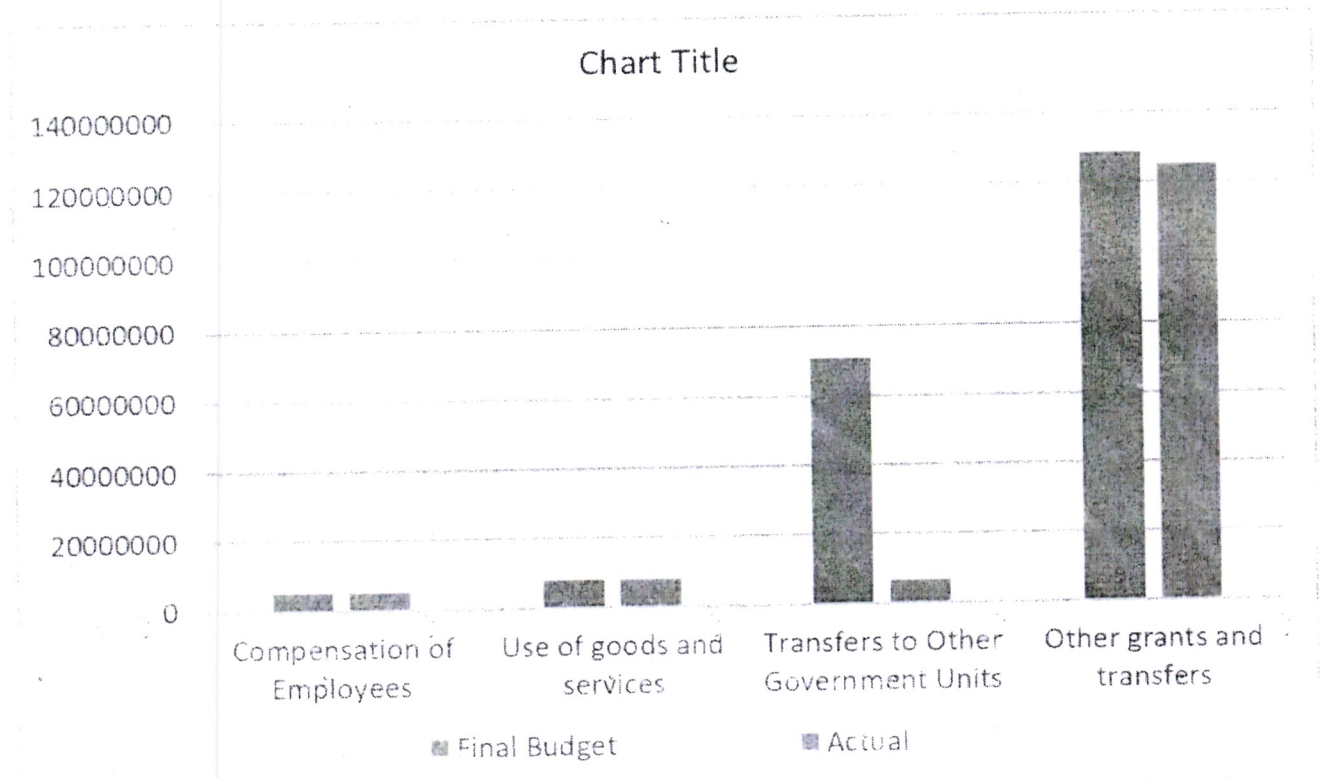
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya

II. NG-CDFC CHAIRMAN'S REPORT



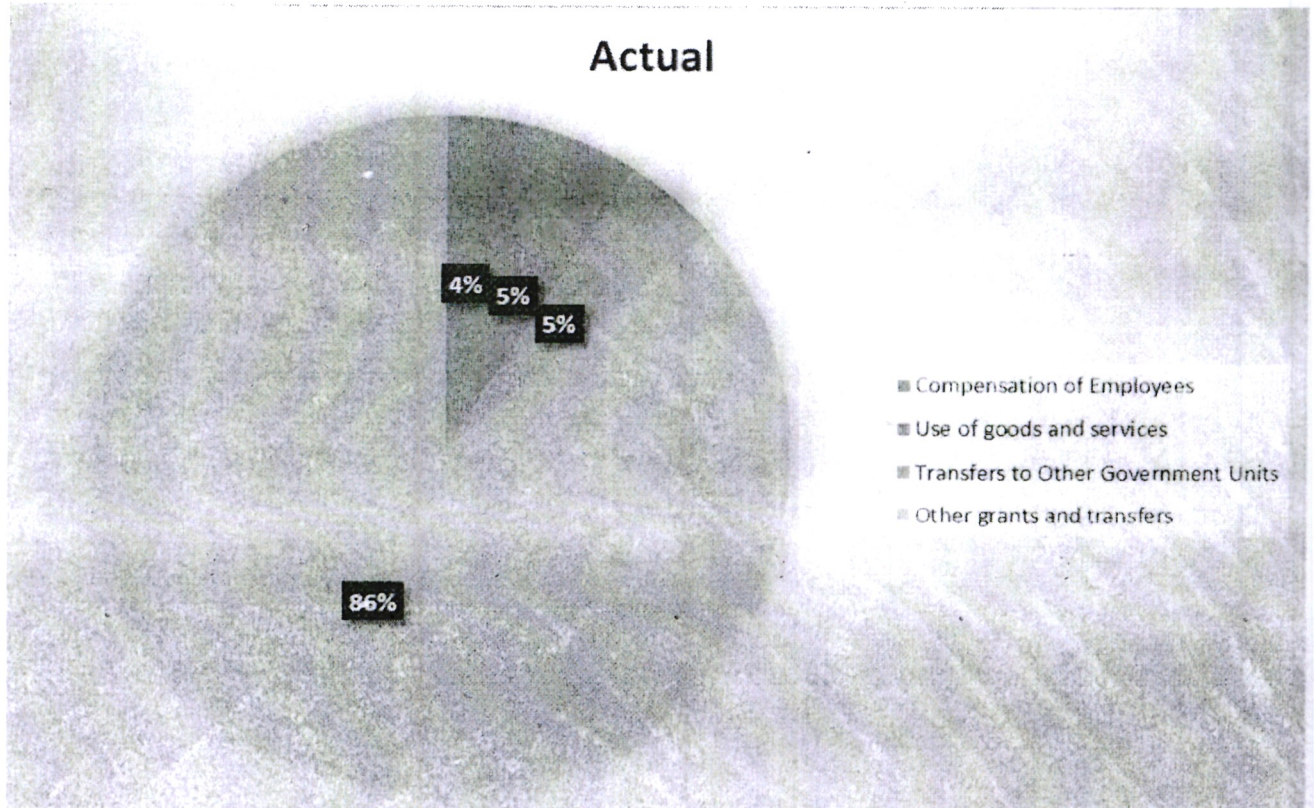
Photo of the NG-CDFC Chairperson Mr. Samuel M. Mulwa

SIMPLE BAR GRAP OF BUDGET AGAINST ACTUAL PERFORMANCE



Expense item	Final Budget	Actual
Compensation of Employees	5221842	5221842
Use of goods and services	7891750	7,891,750
Transfers to Other Government Units	70,756,900	6,600,000
Other grants and transfers	128,686,110	125,051,501

SIMPLE PIE CHART OF ACTUAL PERFORMANCE OF THE CONSTITUENCY



Expense item	Actual
Compensation of Employees	5221842
Use of goods and services	7,891,750
Transfers to Other Government Units	6,600,000
Other grants and transfers	125,051,501

I have sampled a photo of the projects that were implemented during the financial year as shown below



**Figure 1 RENOVATION OF 1 CLASSROOM & DOMITORY AT IUANI PRIMARY SCHOOL
EMERGING ISSUES RELATED TO KAITI NG-CDF**

- i. The budget performance against the actual amounts corresponded quite well. The variances are very negligible and have been caused by the current economic inflation rate.
- ii. The frequent change of the cost of the materials given during the budgeting period and funding time bring the shortfalls. The shortfalls are occasioned by failure to implement some projects by the project management committee (PMC'S).
- iii. There has been little savings which arise from some projects being awarded below the budgeted figure during the procurement process by the PMC's
- iv. There have been some variances with the actuals due to the strict commitment to the budgeted figure by the NG---CDFC.
- v. Kaiti NG-CDFC has been able to train the project management committees (the PMC's) widely on procurement procedures which has enabled us to perform quite well. Efforts have been put in massive monitoring and evaluation exercise which has shown clear transparency and accounting in the implementation process to the side of project management committee (PMC's). Capacity building to the NG-CDF board members has significantly contributed a big deal in our achievements.
- vi. Corona pandemic has emerged as an issue which has seriously struck the activities of NG-CDF.

IMPLEMENTATION CHALLENGES

1. Failure of PMC to adhere to the procurement procedures with preference to engaging local fundi's. This has been addressed through continuous training and also making sure that payments are authorized by FAM.
2. Delay of funds from treasury. This can be looked upon by ensuring that funds are released in time to avoid backlog of the projects.

Sign 

Samuel M. Mulwa

CHAIRMAN NG-CDF COMMITTEE

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 NG-CDF KAITI Constituency's 2018-2022 plans are to: In underscoring the above, the key development objectives of NGCDFC-KAITI Constituency's 2018-2022 plan included but not limited to;

Strategic Area One: Education

- Objective: Become a national model for education by improving schools' infrastructure, improving performance, reducing dropout rates and increasing primary, secondary and higher education transition rates.
- Initiative: Develop and enhance schools' infrastructure to enhance facilities and provide conducive learning environment for children.
- Initiative: Enhance and develop social programmes that support education within the constituency.

Strategic Area Two: Environment

- Objective: Improve access to clean water and a more sustainable and conserved environment in Kaiti through natural resources conservation initiatives
- Initiative: Initiate and enhance conservation programs within the constituency
- Initiative: Water and Sanitation: To ensure water sustainability in the Constituency

Strategic Area Three: Security

- Objective: Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery and make the constituency secure
- Initiative: Improving infrastructure and service delivery

Strategic Area Four: Sports

- Objective: Empower and develop youth and special groups to reduce dependence and spur economic growth through sports
- Initiative: Develop and empower youth and special groups through sports.

Strategic Area Five: Information Communication and Technology (ICT)

- Objective: Enhance access to information and technology by Kaiti residents and use ICT to enhance service delivery and spurring development.
- Initiative: Enhancement of infrastructure and accessibility of ICT resources in the constituency.

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 Sector	Objective	Outcome	Indicator	Performance
---------------------	-----------	---------	-----------	-------------

Kaiti Constituency

National Government Constituencies Development Fund (NGCDF)

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

Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	<ul style="list-style-type: none"> - number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels 	In FY 20/21 -we increased number of classrooms from 67 to 80, dormitories from 30 to 32, laboratories from 18 to 20 in the following schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery	Develop and enhance provincial administration and other security organs infrastructure to enhance service delivery	Number of usable physical infrastructure built in locations, sub locations and police stations	<p>Number of renovated chiefs' offices increased From 15 to 18</p> <p>Number of assistant chiefs' offices increased from 12 to 14</p> <p>Number of police lines increased from 5 to 7</p>
Environment	Conserved environment through natural resources conservation initiatives	Environment conservation Equip schools and public facilities with sanitation	<p>Number of drifts</p> <p>Number of sanitation facilities built in primary and secondary</p> <p>Number of trees</p>	<p>Number increased from 7 to 9</p> <p>Number of sanitation facilities increased from 20 to 23</p>
Sports	Empower and develop youth and special groups	Reduced dependence and spur economic growth through Sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting from the sports programme increased from 12 to 13
Emergency	To cater for unforeseen occurrences in the constituency during the financial year	Enhanced smooth running of operations.	Number of primary School of pit latrines sunk due to heavy rainfalls have been constructed	Number of pit latrines have increased from 7 to 12

			by the emergency programme	
--	--	--	----------------------------	--

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

1. Sustainability strategy and profile -

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

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

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

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

Our Environmental Policy

In this policy statement Kaiti NG-CDF 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 NG-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

Kaiti NG-CDF 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 Kaiti NG-CDFC, NG- CDFC staff and PMCs on good conservation practices• To encourage, through regular communication to Kaiti NG-CDFC, staff, and other stakeholders changes in individual behavior 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
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. Kaiti 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. Kaiti constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

Kaiti NG-CDF 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- Kaiti 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.

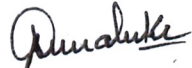
The Accounting Officer in charge of the NGCDF- Kaiti Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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- Kaiti 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 Kaiti 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- Kaiti Constituency financial statements were approved and signed by the Accounting Officer on 30/6 2021.


Chairman NGCDF Committee
Name:


Fund Account Manager
Name: Daniel M. Maluki

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KAITI 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 control, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Kaiti Constituency set out on pages 18 to 55, which

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

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

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of receipts and payments reflects transfers from NGCDF Board of Kshs.161,367,722 while the summary statement of appropriation reflects an amount of Kshs.165,876,447 resulting in unexplained and unreconciled variance of Kshs.4,508,725.

In the circumstances, the completeness and accuracy of transfers from NGCDF Board receipts of Kshs.161,367,722 could not be confirmed.

2. Unsupported Prior Year Adjustments

The statement of financial position and Note 14 to the financial statements reflects prior year adjustments of Kshs.2,175,400 as at 30 June, 2021. However, details on the nature and supporting documents for the adjustments were not provided for audit.

In the circumstances, the completeness and accuracy of the prior year adjustments of Kshs.2,175,400 for the year ended 30 June, 2021 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Kaiti 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.210,965,327 and Kshs.165,876,447 respectively resulting to an under-funding of Kshs.45,088,880 or 21% of the approved budget. Similarly, the statement of appropriation reflects final expenditure budget and actual on comparable basis of Kshs.210,965,327 and Kshs.144,765,093 respectively resulting to an under-expenditure of Kshs.66,200,234 or 31% of the approved budget

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

2. Delay in Projects Implementation

Review of the Project Implementation Status report revealed that the Fund had budgeted for the implementation of one hundred and twenty six (126) projects at a cost of Kshs.152,819,138 during the year under review. However, out of these projects, only 25 were implemented at cost of 17,620,000. The balance of 101 projects worth Kshs.135,199,138 had not started. No explanation was given for the delay in implementation of the projects.

In the circumstances, value for money may not be realized from the amount of Kshs.135,199,138 allocated for the projects which had not started during the year ended 30 June, 2021.

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 for Conclusion

1. Late Remittance of Statutory Deductions

The statement of receipts and payments and Note 4 to the financial statements reflects compensation of employees of Kshs.5,221,842 as at 30 June, 2021. However, review of documents supporting the statutory deductions revealed late remittances for the month of January, 2021.

In the circumstances, late remittances of statutory deductions may attract penalties and interests.

2. Non-Compliance with Law on Ethnic Composition

During the year under review, the total number of employees of the Fund was thirteen (13) from the dominant ethnic community. This is contrary to Section 7(1) and (2) of the National Cohesion and Integration Act, 2008 which states that, “all public offices shall seek to represent the diversity of the people of Kenya in the employment of staff and that no public institution shall have more than one-third of its staff establishment from the same ethnic community”.

In the circumstances, Management was in breach of the law.

3. Lack of Criteria for Award of Bursaries

The statement of receipts and payments and Note 7 to the financial statements reflects other grants and transfers of Kshs.125,051,501. The transfer includes bursaries to Secondary Schools and Tertiary Institutions of Kshs.74,006,855 and Kshs.23,658,102 respectively. However, Management did not provide the criteria for awarding bursaries as well as the amount to be allocated to students in the various institutions.

In the circumstances, needy students may not have benefited from the intended funds.

4. Irregular Engagement of Casual Workers

The statement of receipts and payments and Note 4 to the financial statements reflects compensation of employees of Kshs.5,221,842 as at 30 June, 2021. However, review of the payroll and personnel data revealed that the Fund engaged a casual for a period of twelve (12) months during the year under review. This was in contravention of the provisions of Section 37(1) of the Employment Act, 2007, on conversion of casual employment to term contract which may expose the Fund to litigations and financial loss.

In the circumstances, Management was in breach of law.

5. Procurement and Implementation of Projects

The statement of receipts and payments and Note 6 to the financial statements reflects transfers to other government units of Kshs.6,600,000. Review of sampled projects revealed that nine (9) projects valued at Kshs. 4,500,000 were procured by the Fund Management. However, procurement documents for the projects were not provided for audit.

Further, physical inspection exercise carried out on 26 and 27 April, 2022 revealed that the project for renovation of administration block at Kyangela Primary School indicated that some plastering and painting works had not been completed. Further, renovation of classrooms to three (3) Primary Schools revealed poor workmanship.

In the circumstances, the regularity and value for money realized from expenditure incurred on the Projects could not be confirmed.

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 matters 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 governance were not effective.

Basis for Conclusion

1. Failure to Engage Services of Clerk of Works

Review of the payroll and personnel data revealed that the Fund Management had not employed a Clerk of Works Officer during the year under audit. The Fund lacked technical expertise on supervision of Projects under implementation.

In the circumstances, the poor projects implementation could have been occasioned by the lack of personnel with technical expertise in construction management.

2. Lack of Risk Management Policy and a Disaster Recovery Plan

Review of records revealed that the Fund did not have a Risk Management Policy framework to guide in identification, assessment and mitigation of risks. Further, a formal risk assessment and evaluation was not undertaken during the year under review contrary to Regulation 165(1) of the Public Finance Management (National Government) Regulations, 2015 which outlines the role and responsibilities of Accounting Officers in respect to risk management. In addition, the Fund lacked a Disaster Recovery and Business Continuity Plan.

In the circumstances, lack of strategies to identify, prevent and mitigate against risks and disasters exposes the Fund to unforeseen events and possible loss.

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were

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

Responsibilities of Management and those Charged with Governance

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to 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 sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

16 September, 2022

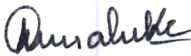
**Kaiti Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

VII. STATEMENT OF RECEIPTS AND PAYMENTS


I. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,722	86,291,778
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		161,367,722	86,291,778
PAYMENTS			
Compensation of employees	4	5,221,842	5,259,167
Use of goods and services	5	7,891,750	24,567,093
Transfers to Other Government Units	6	6,600,000	21,400,000
Other grants and transfers	7	125,051,501	53,722,466
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		144,765,093	104,948,726
SURPLUS/DEFICIT		16,602,629	(18,656,949)


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Kaiti Constituency financial statements were approved on 30/6 2021 and signed by:



Fund Account Manager
Name:
David M. Maluki



National Sub-County
Accountant
Name: Julius G. Mucitoff
ICPAK M/No: 7897



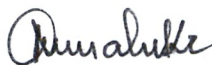
Chairman NG-CDF Committee
Name: Samuel M. Mulwa

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

VIII. STATEMENT OF ASSETS AND LIABILITIES

II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES			
	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	23,286,754	4,508,725
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		23,286,754	4,508,725
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		23,286,754	4,508,725
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL SSETS		23,286,754	4,508,725
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	4,508,725	23,165,674
Prior year adjustments	14	2,175,400	
Surplus/Defict for the year		16,602,629	(18,656,949)
NET FINANCIAL POSITION		23,286,754	4,508,725

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Kaiti Constituency financial statements were approved on 30/6 2021 and signed by:



Fund Account Manager
Name: Daniel M. Maluki



National Sub-County
Accountant
Name: Julius G. Mucho
ICPAK M/No: 7897



Chairman NG-CDF Committee

Name: Samuel M. Muliwa

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

IX. STATEMENT OF CASHFLOWS

		2020-2021	2019-2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,722	86,291,778
Other Receipts	3	-	-
		161,367,722	86,291,778
Payments for operating activities			
Compensation of Employees	4	5,221,842	5,259,167
Use of goods and services	5	7,891,750	24,567,093
Transfers to Other Government Units	6	6,600,000	21,400,000
Other grants and transfers	7	125,051,501	53,722,466
Other Payments	9	-	-
		144,765,093	104,948,726
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	2,175,400	-
Net Adjustments		2,175,400	-
Net cash flow from operating activities		18,778,029	(18,656,949)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
		18,778,029	(18,656,949)
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	10	4,508,725	23,165,674
Cash and cash equivalent at END of the year		23,286,754	4,508,725
		0	0

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- Kaiti Constituency financial statements were approved on

30/6 2021 and signed by:

David M. Mahuki

Julius G. Mucyoti

Samuel M. Nulwa

Fund Account Manager

Name: *David M. Mahuki*

National Sub-County

Accountant

Name: *Julius G. Mucyoti*
ICPAK M/No: *7897*

Chairman NG-CDF Committee

Name: *Samuel M. Nulwa*

X. SUMMARY STATEMENT OF APPROPRIATION

Receipt/Expense Item	Original Budget	Opening Balance (C/Bk) and AIA	Adjustments Previous years Outstanding Disbursements	Final Budget c=a+b	Actual on Comparable Basis	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
	a		b		d	e=c-d	f=d/c %
RECEIPTS							
Transfers from NG-CDF Board	137,088,878	4,508,725	69,367,724	210,965,327	165,876,447	45,088,880	78.6%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts				0			
TOTAL RECEIPTS	137,088,878	4,508,725	69,367,724	210,965,327	165,876,447	45,088,880	78.6%
PAYMENTS							
Compensation of Employees	4,548,346		673,496	5,221,842	5,221,842	-	100.0%
Use of goods and services	7,789,651		102,099	7,891,750	7,891,750	-	100.0%
Transfers to Other Government Units	63,600,000	4,508,725		68,108,725	6,600,000	61,508,725	9.7%
Other grants and transfers	60,093,981		68,592,129	128,686,110	125,051,501	3,634,509	97.2%
Acquisition of Assets				0	-	-	
Other Payments	1056900			1,056,900	-	1,056,900	
TOTAL	137,088,878	4,508,725	69,367,724	210,965,327	144,765,093	66,200,234	68.6%

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

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

**Prior year adjustments of Ksh. 2,175,400 have been captured in the reconciliation below to arrive at the cash and cash equivalent at the end of the year

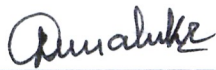
**Kaiti Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

(a) Commentary on underutilization

- i. *Transfer to other government units: Due to piece meal disbursement of funds from the board*
- ii. *Other grants and transfers: Due to piece meal disbursement of funds from the board*
(Changes between the original and final budget are as a result of reallocations within the budget)

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	66,200,234
Less undisbursed funds receivable from the Board as at 30 th June 2021	45,088,880
	21,111,354
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	2175400
Cash and Cash Equivalents at the end of the FY 2020/2021	23,286,754

The NGCDF-Kaiti Constituency financial statements were approved on 30/6 2021 and signed by:



Fund Account Manager
Name:

Daniel M. Nahuki



National Sub-County
Accountant
Name: *Julius G. Mucpfort*
ICPAK M/No: *7897*



Chairman NG-CDF Committee

Name: *Samuel M. Muku*

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

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c-d)	% of Utilisation(f=d/c %)
	2020/2021	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2020/2021	30/06/2021		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recruitment							
1.1 Compensation of employees	4,548,346		673,496	5,221,842	5,221,842	(0)	100
1.2 Committee allowances	744,000			744,000	838,562	(94,562)	113
1.3 Use of goods and services	2,932,986			2,932,986	2,696,594	236,392	92
Total	8,225,332		673,496	8,898,828	8,756,998	141,830	98
2.0 Monitoring and evaluation							
2.1 Capacity building	2,000,000		102,099	2,102,099	1,959,800	142,299	93
2.2 Committee allowances	744,000			744,000	900,000	(156,000)	121
2.3 Use of goods and services	1,368,666			1,368,666	1,496,794	(128,128)	109
Total	4,112,666		102,099	4,214,765	4,356,594	(141,829)	103
3.0 Emergency							
3.1 Primary Schools	4,692,207			4,692,207	5,700,000		121

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

3.2 Secondary schools	2,000,000			2,000,000					
3.3 Tertiary Institutions									
5.4 Security projects	500,000			500,000	500,000				100
5.5 Unutilised									
Total	7,192,207			7,192,207	6,200,000				86
4.0 Bursary and Social Security									
4.1 Secondary Schools	24,000,000		49,982,775	73,982,775	74,006,855		(24,080)		100
4.2 Tertiary Institutions	10,272,219		18,609,954	28,881,573	26,298,102		2,583,471		91
4.3 Social Security	18,146,000			18,146,000	18,103,000				100
4.4 Special Needs									
Total	47,418,219		69,367,724	116,010,348	118,407,957		2,559,391		
5.0 Sports									
5.1	2,741,778			2,741,778	3,263,544		(521,766)		119
Total	2,741,778			2,741,778	3,263,544		(521,766)		119
6.0 Environment									
6.1 kala sand dam	541,778			541,778			541,778		
6.2 kiir sand dam	500,000			500,000	500,000		500,000		
6.3 kwakasuui sand dam	600,000			600,000	600,000		600,000		
6.4 kyaka sand dam	500,000			500,000	500,000		500,000		
A/C mukyuni primary					2,180,000		(2,180,000)		
6.5 kyanguia sand dam	600,000			600,000	600,000		600,000		
Total							561,778		80

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

7.0 Primary Schools Projects	2,741,778	2,741,778	2,180,000		
ACK kaiti primary school	600,000	600,000		600,000	-
engava primary school	600,000	600,000		600,000	-
isovya primary school	600,000	600,000		600,000	-
inyokoni primary school	1,056,900				
kambuku primary school	2,400,000	2,400,000		2,400,000	-
kajitu primary school	900,000	900,000		900,000	-
kaiti primary school	600,000	600,000		600,000	-
kavutini primary school	500,000	500,000		500,000	-
kikoko girls primary school	700,000	700,000		700,000	-
kisekini primary school	700,000	700,000		700,000	-
kisyulya primary school	600,000	600,000		600,000	-
kisyungii primary school	800,000	800,000		800,000	-
kithangathiini primary school	600,000	600,000		600,000	-
kirundumo primary school	600,000	600,000		600,000	-
kiritukuri primary school	600,000	600,000		600,000	-
kivaku primary school	600,000	600,000		600,000	-
kivani primary school	600,000	600,000		600,000	-
kyakihuku primary school	500,000	500,000		500,000	-
kyakihuku primary school	600,000	600,000		600,000	-
kyambati primary school	1,000,000	1,000,000		1,000,000	-

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

kyenzi primary school	600,000			600,000		600,000	
kyesuni primary school	600,000			600,000		600,000	
matangi primary school	400,000			400,000		400,000	
matwika primary school	500,000			500,000		500,000	
mumbani primary school	2,000,000			2,000,000		2,000,000	
munyuni primary school	600,000			600,000		600,000	
musalala primary school	600,000			600,000		600,000	
mutanda primary school	500,000			500,000		500,000	
mutihini primary school	600,000			600,000		600,000	
mutungu primary school	600,000			600,000		600,000	
musisi primary school	700,000			700,000		700,000	
mweta primary school	700,000			700,000		700,000	
ngilani primary school	600,000			600,000		600,000	
kyakatori primary school					1,500,000		
mutula primary school		700,000			500,000		
abc mthukula primary school					500,000		
makonggo primary school		900,000			800,000		
kitandi primary school		700,000			600,000		
mavia new primary school		600,000			500,000		
kathajani primary school		500,000			700,000		
ikatyoni primary school		508,725			600,000		
kyangela primary school		600,000			400,000		

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

nthinbani primary school	800,000			800,000		800,000	
nihongoni primary school	600,000			600,000		600,000	
thomeandu primary school	500,000			500,000		500,000	
tusurahi primary school	500,000			500,000		500,000	
watema primary school	500,000			500,000		500,000	
wairu primary school	600,000			600,000		600,000	
yahoriza primary school	400,000			400,000		400,000	
Total	28,056,900	4,508,725		32,565,625	6,100,000	26,465,625	19
8.0 Secondary Schools Projects							
ABC juani secondary school	1,000,000			1,000,000		1,000,000	
A/C Mwarani secondary school	800,000			800,000		800,000	
kec secondary school	1,000,000			1,000,000		1,000,000	
muita secondary school					500,000		
kisyula secondary school	500,000			500,000		500,000	
kihindi secondary school	3,000,000			3,000,000		2,000,000	
kithungathini secondary school	500,000			500,000		500,000	
kyau secondary school	1,000,000			1,000,000		1,000,000	
kyumu secondary school	1,000,000			1,000,000		1,000,000	
makuti secondary school	1,000,000			1,000,000		1,000,000	
musiala secondary school	1,000,000			1,000,000		1,000,000	
mutitari secondary school	800,000			800,000		800,000	

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

Total	11,600,000				11,600,000	500,000	11,100,000	4
9.0 Tertiary Institutions Projects							25,000,000	
KMTC Kilungu	25,000,000				25,000,000		25,000,000	
Total	25,000,000				25,000,000		25,000,000	
10.0 Security Projects								
Total								
11.0 Acquisition of assets								
11.1 Motor Vehicles								
11.2 Construction of CDF office								
11.3 Purchase of furniture and equipment								
11.4 Purchase of computers								
Total								
Total								
13.0 unallocated fund								
Unapproved projects								
ALA								
PMC savings								
Total								

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

137,088,878	4,508,725	69,367,724	210,965,327	144,765,093	66,200,234	
-------------	-----------	------------	-------------	-------------	------------	--

XII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

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

8. Accounts Payable

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

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2021 for the period 1st July 2020 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 versa.

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

XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES			
Description		2020 - 2021	2019 - 2020
		Kshs	Kshs
	B047149		2,213,793
Normal Allocation	B047320		3,280,818
	B047434		4,000,000
	B041465		20,000,000
	B041407		12,797,167
	B047903		7,000,000
	B049284		14,000,000
	B104306		23,000,000
	B096957	15,000,000	
	B104608	19,000,000	
	A823525	23,120,368	
	B124530	9,000,000	
	B124845	12,247,354	
	B124957	8,500,000	
	B119812	12,000,000	
	B132158	6,000,000	
	B128414	7,000,000	
	B128102	6,900,000	
	B138826	12,000,000	
	B126121	7,000,000	
	B126411	11,600,000	
	B140557	12,000,000	
Conditional Grants	AIE NO...		
Receipt from other Constituency			
TOTAL		161,367,722	86,291,778

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

2. PROCEEDS FROM SALE OF ASSETS

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

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received		-
Rents		-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs		-
Other Receipts Not Classified Elsewhere	-	-
	-	-
Total		-

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	4,734,047	4,129,678
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	463,395	1,103,889
Employer Contributions Compulsory national social security schemes	24,400	25,600
Total	5,221,842	5,259,167

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Utilities, supplies and services	0	0
Electricity	0	0
Water & sewerage charges	-	-
Office rent		-
Communication, supplies and services	0	211,500
Domestic travel and subsistence	0	0
Printing, advertising and information supplies & services	1,579,800	0
Rentals of produced assets		-
Training expenses		12,176,100
Hospitality supplies and services	0	0
Other committee expenses	0	0
Committee allowance	1,520,000	6,642,000
Insurance costs		-
Specialised materials and services		-
Office and general supplies and services	3,675,156	2,924,550
Fuel, oil & lubricants	1,000,000	1,962,943
Other operating expenses	0	0
Bank service commission and charges	116,794	0
Other Operating Expenses	-	-
Security operations		-
Routine maintenance - vehicles and other transport equipment	0	650,000
Routine maintenance- other assets		0
TOTAL	7,891,750	24,567,093

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

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)	5,100,000	18,400,000
Transfers to secondary schools (see attached list)	1,500,000	3,000,000
Transfers to tertiary institutions (see attached list)		
TOTAL	6,600,000	21,400,000

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	74,006,855	11,378,455
Bursary – tertiary institutions (see attached list)	23,658,102	19,810,761
Bursary – special schools (see attached list)	-	55,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	13,103,000	
Security projects (see attached list)	-	4,800,000
Sports projects (see attached list)	3,263,544	4,332,000
Environment projects (see attached list)	2,180,000	-
Emergency projects (see attached list)	8,840,000	13,346,250
Total	125,051,501	53,722,466

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

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

9. OTHER PAYMENTS

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

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
Kenya Commercial Bank, Wote Branch. Kaiti NG-CDF 1105347109	23,286,754.15	4,508,725
Total	23,286,754.15	4,508,725
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

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

12A. RETENTION

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

[Provide short appropriate explanations as necessary.]

12B. GRATUITY

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

[Provide short appropriate explanations as necessary]

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

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	4,508,725	23,165,674
Cash in hand		
Imprest		
Total	4,508,725	23,165,674

[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		2,175,400	2,175,400
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
TOTAL	-	2,175,400	2,175,400

**** 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 – OUTSTADING IMPREST'

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2019	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account receivables D= A+B-C	-	-

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

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	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
	-	-

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees		35,779
Use of goods and services		0
Amounts due to other Government entities (see attached list)	62,565,625	72,178,255
Amounts due to other grants and other transfers (see attached list)	3,634,609	8,964,476
Acquisition of assets		
Others (<i>specify</i>)	0	
Funds pending approval		
	66,200,234	81,178,510

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	3474.44	142,237
	3474.44	142,237

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount a	Date Contracted B	Amount Paid To- Date c	Outstanding Balance 2020 d=a-c	Comments
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					

*P...i Constituency
 ...onal Government Constituencies Development Fund (NGCDF)
 Reports and Financial Statements for The Year Ended June 30, 2021*

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30th June 2021	Comments
NG-CDPC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees			673496	
Use of goods & services			102099	
Amounts due to other Government entities				
Mumbuni Primary School		2,000,000		
Munyuni Primary School		500,000		
Musalala Primary School		600,000		
Mutanda Primary School		500,000		
Muthini Primary School		600,000		
Mutungu Primary School		600,000		
Muusini Primary School		700,000		
Mwea Primary School		700,000		
Ngiluni Primary School		600,000		
Nthimbani Primary School		800,000		
Nthongoni Primary School		600,000		
Thomeandu Primary School		500,000		
Tusunini Primary School		500,000		
Watema Primary School		500,000		

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Acquisition of assets				
Sub-Total				
Others (specify)				
Funds pending approval				
Sub-Total				
Grand Total		66,200,284	68,592,129	

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

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	6,100,000			6,100,000
Transport equipment	4,343,000			4,343,000
Office equipment, furniture and fittings	0	-		0
ICT Equipment, Software and Other ICT Assets	267,500			267,500
Other Machinery and Equipment	18,005,520			18,005,520
Heritage and cultural assets	0			0
Intangible assets	0			0
Total	28,716,020	0	0	28,716,020

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

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

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
KEE DIV HQTRS	EQUITY	0670264815863		2700
IUNI PRI SCHOOL	KCB	111112878		1480
MUNGELI PRI SCHL	EQUITY	0670297029990		1882.50
KYAMBEKE PRI SCHL	KCB	1227069073		808.50
KYANDUMBI PRI SCHL	EQUITY	0670297390566		143.35
KYAMBAI PRI SCHL	KCB	1123057826		995
KALONGO PRI SCHL	EQUITY	0670162395272		580
MITINGANI PRI SCHL	KCB	1116382725		915
MUMBUNI PRI SCHL	KCB	1199685682		769.50
MUTULANI PRI SCHL	EQUITY	0670299738020		1797.50
KAMBUKU PRI SCHL	KCB	1134016646		2295
KASUNGU PRI SCHL	EQUITY	0670194570278		4216.85
KYALE PRI SCHL	KCB	1113061782		6097.5
KYAMUTIMBA PRI	KCB	1167489020		990
KYANGUNZU PRI	KCB	1116340542		353
MAKULI PRI SCHL	KCB	0299789457		347.5
KYAMULINGE HGM	KCB	1164840673		1990
KYAMUOSO PRI	EQUITY	0670296900308		2109
MUKUYUNI PRI SCHL	EQUITY	0670297062422		79059
ST MONICAH WAUTU SEC	KCB	1167965329		32707.50
NDOLO PRI	KCB	1149548045	1178.1	
KIVUTINI PRI	KCB	1210917070	154.80	
KILULUINI PRI	KCB	1279861282	1348	
KYAMUTIMBA PRI	KCB	1167489020	714	
AIC MUKUYUNI PRI	EQUITY	0670297062422	79.54	

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

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
TOTAL			3474.44	142236.70

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)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Unsupported project Expenditures	Project files are now available for verification	Daniel Maluki FAM	Resolved

Daniel Maluki
~~_____~~