


REPUBLIC OF KENYA



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 22 FEB 2022	DAY: TUESDAY
TABLED BY:	LOM
CLERK-AT THE-TABLE:	Mairah Wanjiku

REPORT

OF

THE AUDITOR-GENERAL

ON

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

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





Revised Template 30th June 2020



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

REPORTS AND FINANCIAL STATEMENTS

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

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

GOVERNMENT
RECEIVED
MAY 10 1964
OFFICE OF THE ATTORNEY GENERAL
WASHINGTON, D.C.



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

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	2
II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES.....	9
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING.....	10
V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES.....	12
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- MATUGA CONSTITUENCY</i>	13
VII. STATEMENT OF RECEIPTS AND PAYMENTS.....	14
VIII. STATEMENT OF ASSETS AND LIABILITIES	15
IX. STATEMENT OF CASHFLOW	16
X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.....	17
XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	20
XII. SIGNIFICANT ACCOUNTING POLICIES	27
XIII. NOTES TO THE FINANCIAL STATEMENTS.....	31



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

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

MATUGA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

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

N	Designation	Name
o		
1.	A.I.E holder	Andrew Lumunge
2.	Sub-County Accountant	William Mulwa
3.	Chairman NGCDFC	Mwanamkasi A. Zani
4.	Member NGCDFC	Omari Ndarro Mwangaga

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF MATUGA Constituency Headquarters

P.O. Box 65-80403
NG-CDF Office Building
Off Kwale High school road,
Kwale, KENYA



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

(f) NGCDF MATUGA Constituency Contacts

Telephone: (254) 0729548867
E-mail: cdfmatuga@ngcdf.go.ke
Website: www.cdf.go.ke

(g) NGCDF MATUGA Constituency Bankers

1. Equity Bank (K) Limited,
Kwale Branch.
Account Number. 0440262171080

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

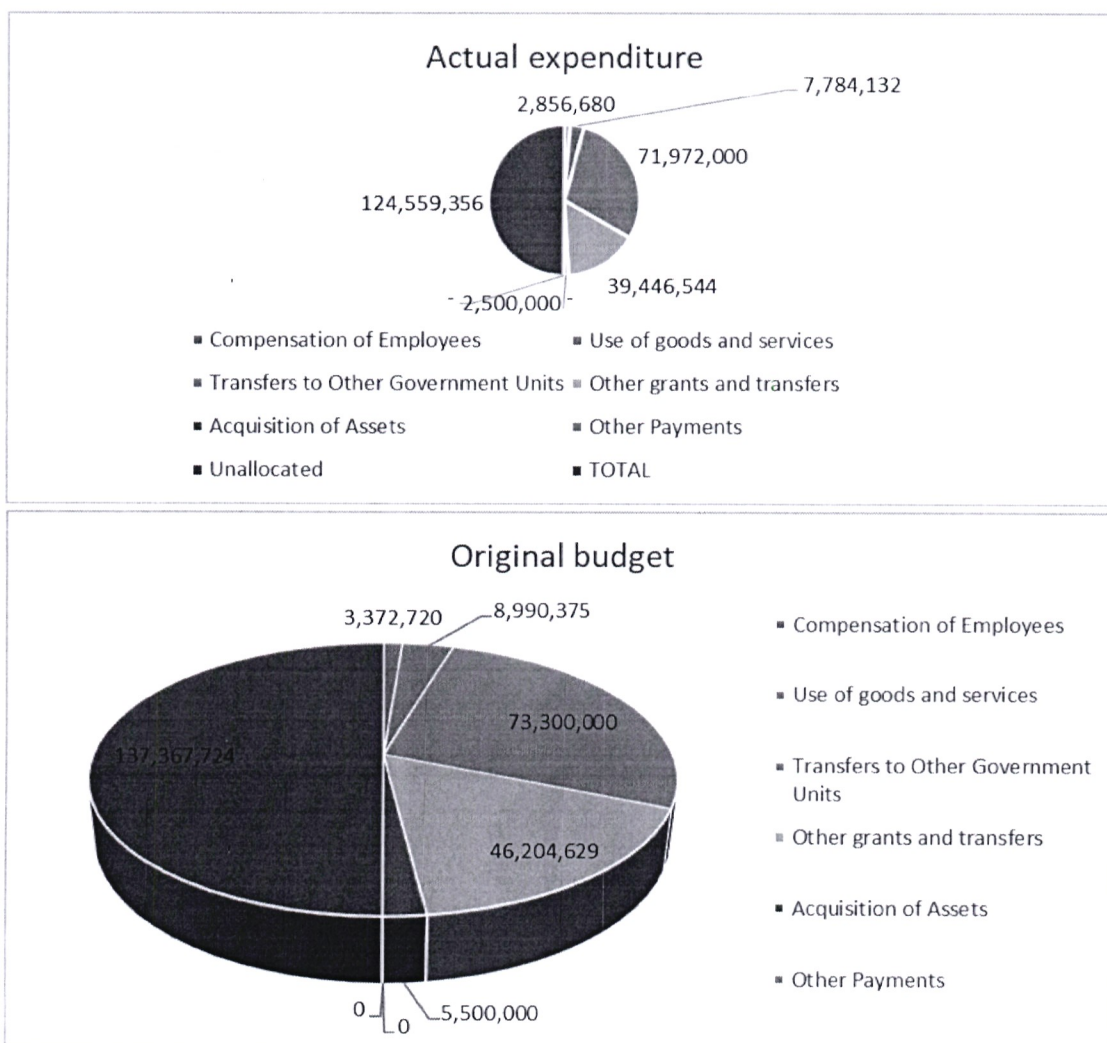


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MATUGA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

The Matuga NGCDFC wishes to have in summary the budget performance against actual amounts for current year based on economic classification and programmes. The NGCDF have improved the Education and Security infrastructures of Matuga Constituency because out of the Ksh. 198,095,943 as the budget available to spend, the NG-CDFC managed to spend ksh. 124,559,356 slight improvement compared to the last financial year despite that there was an emergency of covid-19 in the month of March, 2020 halting all the NG-CDF Operations. A pictorial of the above is illustrated below

MATUGA CONSTITUENCY ORIGINAL BUDGET VS ACTUAL EXPENDITURES



However, there have been emerging issues like political, economic, social, challenges influencing the implementation of NGCDF Projects. These issues can be summarised as follow:

- a) Late disbursements of funds by the NG-CDF Board.
- b) Late approval of re-allocation of funds.
- c) Inadequate funds to implement all the proposals presented by the members of the public.

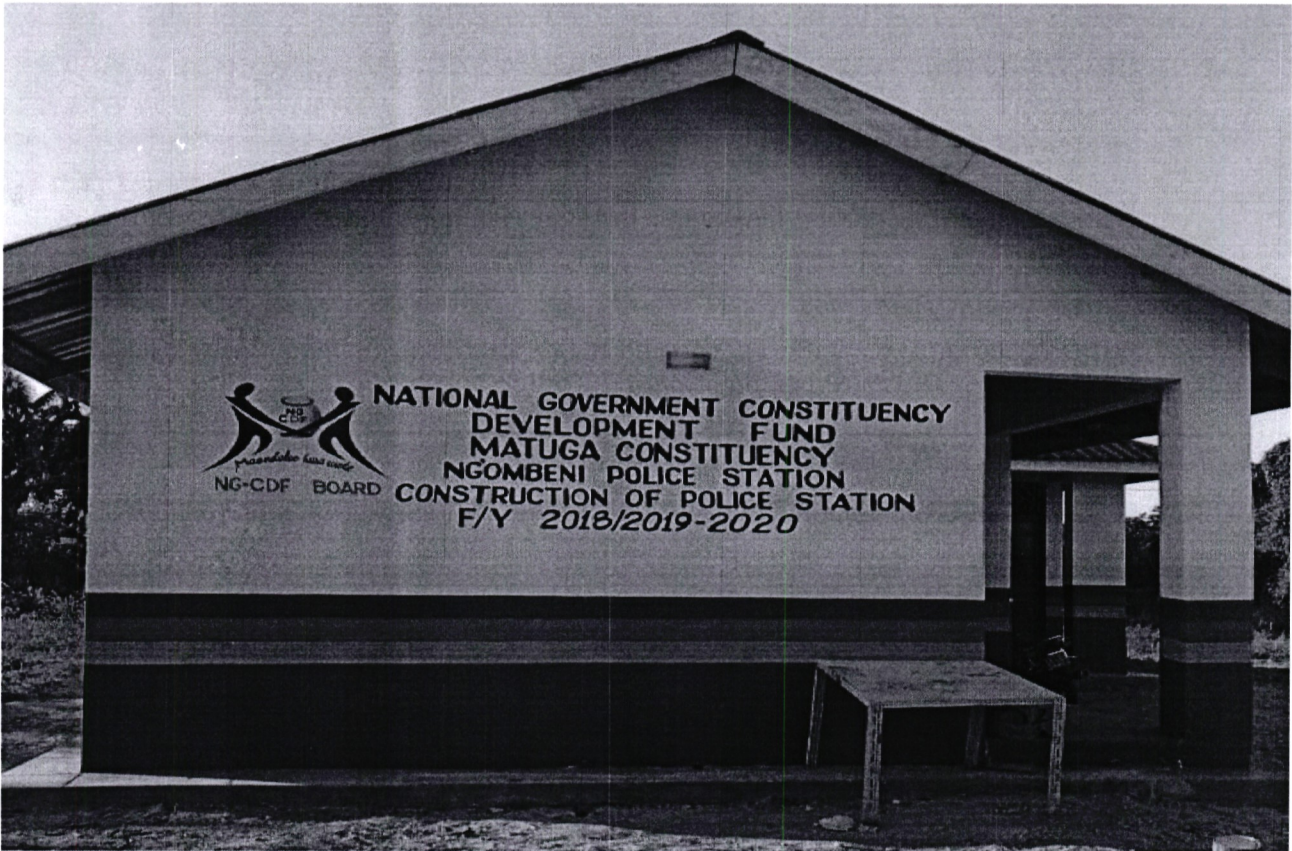


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MATUGA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2020**

- d) Project Management Committees not well conversant with the implementation of the NG-CDF projects.
- e) Political interference.

The NGCDFC wishes that late approvals and disbursement of funds be improved by the Board so as to increase utilization and absorption of the fund. Also political fraternity should be given enough civic education on the implementation of the NG-CDF projects.
Thank you.

The following are photographs of the sampled projects implemented during the financial year 2019/2020.



Project name: Ng'ombeni Police Station	Financial Year: 2018/2019-2020
Activity: Construction of Police Station	Amount allocated: Ksh 3,000,000=



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

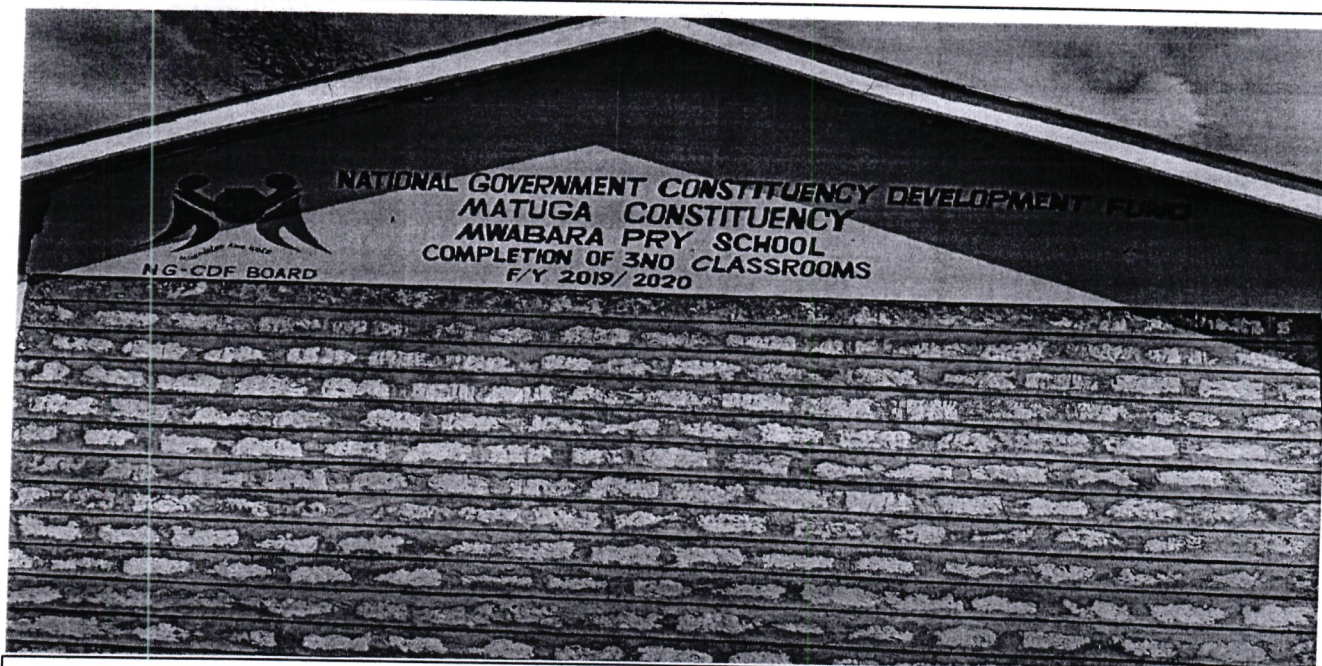


Project name: Noloni Primary School

Financial Year: 2019/2020

Activity: Construction of 2 No. Classrooms

Amount allocated: Ksh 2,200,000=



Project name: Mwambara Primary School

Financial Year: 2019/2020

Activity: Construction of 3No. Class rooms

Amount allocated: Ksh 3,000,000=



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

Sign

A handwritten signature in blue ink, appearing to be 'M. A. ...', is written above the title of the chairperson.

CHAIRPERSON NGCDF COMMITTEE



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

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

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

- a) To help mobilize constituency resources to tap and maximise the available opportunities for improved living standards.
- b) Improve access to clean water by harvesting rain water and drilling bore holes.
- c) To empower and develop youth groups through sporting activities.
- d) To improve the institutional capacity and visibility of the NG-CDF Committee in order to deliver on its mandate.

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. 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 increase institutional capacity by increasing construction of more secondary and primary schools.	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of classes built in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	In FY 19/20 we increased number of classrooms, dormitories, laboratories from 36 to 50 in the learning institutions. - Bursary beneficiaries at all levels were as per the attached schedules
Security	To construct and equip more provincial administration and security organs.	Develop and enhance all security organs infrastructure to enhance service	Increased number of police posts, chiefs and assistant chief's offices.	No of constructed police posts to increase from 2 to 4.



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

Reports and Financial Statements

For the year ended June 30, 2020

		delivery.		No of chief's offices to increase from 10 to 15. No of assistant chief's office to increase from 15 to 25.
Environment	To improve and have sustainable clean environment through natural resources conservation initiatives.	Planting more tree to increase forest cover. Harvesting rain water to access clean water. Allocating more funds to the school for the purchase of water tanks.	No of tree seedlings planted. Water tanks purchased. More water pans and bore holes constructed.	No of institutions to be supplied with trees seedling to increase from 25 to 50. Allocation for Water tanks to be increased from 20 to 30
Sports	Empower and develop growing talents of youths through sporting activities.	Reduce drug abuse by youths through sports activities.	Purchase of footballs, jerseys and trophies.	Number of youth groups benefiting from sports to increase from 15 to 30
Information and technology	Enhancing access to information and technology	Construction of ICT Centres and equipping them with computers.	More ICT Centres with Matuga constituency.	No of ICT Centres to increase from 1 to 5

IV. SUSTAINABILITY REPORTING.

As one of the Matuga NG-CDF objective is to help mobilize constituency resources to tap and maximise the available opportunities for improved living standards, this remains the major purpose as it helps us to deliver our strategy which is founded on social sector namely Education and training, security sector, sports and environment. This pillar makes special commitment to the people of Matuga constituency.

1. Sustainability strategy and profile –

Matuga NG-CDF Committee endeavours to work within the existing policy guidelines that helps in focusing on service delivery of both internal and external stakeholders on matters of Development.

2. Environmental performance

Matuga NG-CDF develops environment policy and action plan which aims at protecting our environment by planting over a million trees, minimising pollution and provision of water tanks to all the newly constructed public institutions for rain water harvesting. Implementing this will ensure sustainable clean environment for now and future generation.

3. Employee welfare

This relates to matters concerning rules governing employment of NG-CDF staff in matters as appointment promotions and related issues.



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

Reports and Financial Statements

For the year ended June 30, 2020

- a) **Terms of employment:** Matuga NG-CDF terms of employment is on contractual basis for three years subject to performance.
- b) **Recruitment procedure:** The Fund Account Manager declares vacancy in the office through the NG-CDFC, then advertisement is done within the constituency through NG-CDF office, chiefs and assistant chief's office notice boards.
- c) **Selection and interview panel:** This panel is selected to oversee testing methodology, dates of interview and conducting of the interviews so as to have competent personnel in the office.

4. Market place practices.

The main objective of the formation NG-CDF is to support constituents at the grassroots level. This aimed to achieve equitable distribution of resources across the constituency and particularly to reduce the poverty levels.

a) Responsible competition practice.

During projects implementation all the projects are implemented by the Project Management Committees who are thereby guided during tendering process to practise fair, transparent and competitiveness when awarding tenders to the winning bidders.

b) Responsible Supply chain and supplier relations.

Payment to the supplier is done promptly after presentation of the requisite supporting documents.

c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices. Advertisements are done in public and every qualified contractor/ supplier is encouraged to apply.

d) Product stewardship

In order to safeguard customer's rights, and interests, Matuga NG-CDF developed a service charter which points out commitment in ensuring that we provide quality service to our customers.

5. Community Engagements-

In the process of identifying projects, public participation is the key in Matuga NG-CDF. This helps the area residents to air out their development proposals which is then considered by the NG-CDFC for submission to the board for funding.

Effective public engagement is about recognising that involving the public in a project is no longer information determination and telling the people what is being done, but it's a two way information sharing tool. The more views gathered in the process of making a decision, the more likely the final product will meet the most needs and address the most concerns possible.



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

Reports and Financial Statements

For the year ended June 30, 2020

V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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


The Accounting Officer in charge of the NGCDF-MATUGA Constituency is responsible for the preparation and presentation of the Matuga NG-CDF financial statements, which give a true and fair view of the state of affairs of the fund for and as at the end of the financial year (period) ended on June 30, 2020. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-MATUGA Constituency accepts responsibility for the Matuga NG-CDF 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 NG-CDF Matuga's financial statements give a true and fair view of the state of fund transactions during the financial year ended June 30, 2020, and of the Matuga financial position as at that date. The Accounting Officer charge of the NGCDF-MATUGA Constituency further confirms the completeness of the accounting records maintained for the *fund* which have been relied upon in the preparation of the Matuga's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF-MATUGA Constituency confirms that NGCDF-MATUGA has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that NGCDF-MATUGA 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 NGCDF-MATUGA financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

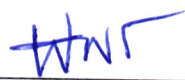
Approval of the financial statements

The NGCDF-MATUGA Constituency financial statements were approved and signed by the Accounting Officer on 13/9/2020.



Fund Account Manager

Name: ANDREW LUMUNGE

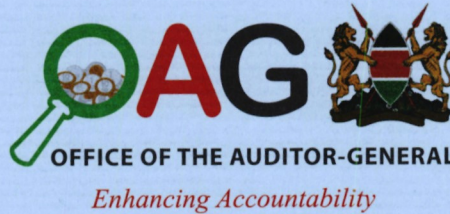


Sub-County Accountant

Name: WILLIAM MULWA
ICPAK Member Number: 18886

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 - MATUGA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Matuga Constituency set out on pages 14 to 51, which comprise of the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and a summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter 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 - Matuga Constituency as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012

Basis for Qualified Opinion

1.0 Errors in Annual Reports and Financial Statements

The annual report and financial statements prepared and presented for audit had the following presentation and disclosure errors;

- i. The annexures in the financial statements are not included under table of contents.
- ii. The progress on follow up of auditors' recommendations is not signed by the Accounting Officer.
- iii. The financial statements include guidance notes on preparation of the financial statements.

- iv. Note 17.4 to the financial statements under other important disclosures reflects PMC account balances of Kshs.20,408,794 for 2018/2019 financial year, however, Annex 5 to the financial statements reflects PMC account balances of Kshs.32,395,668 for 2018/2019.
- v. The statement of cash flows reflects changes in accounts receivable: outstanding imprest of Kshs.150,000 for 2019/2020 and nil balance for 2018/2019 financial years. However, Note 15 to the financial statements reflects changes in accounts receivable: outstanding imprest of nil balance for 2019/2020 and an amount of Kshs.150,000 for 2018/2019 financial year.
- vi. The statement of cash flows reflects nil balance for net cash flow from operating activities, however a casting error was noted resulting to correct net cash flow from operating activities of negative Kshs.56,374,356.

Consequently, the accuracy, completeness, presentation and disclosure of the annual report and financial statements could not be confirmed.

2.0 Unexplained Variances for Transfers from CDF Board

The summary statement of appropriation - recurrent and development combined reflects transfers from CDF Board under actual on comparable basis column of Kshs.128,693,219 which differs with the actual transfers from CDF Board of Kshs.68,000,000 shown under the statement of receipts and payments resulting to unreconciled variance of Kshs.60,693,219.

In the circumstances, the accuracy and completeness of the transfers from CDF Board figure of Kshs.68,000,000 could not be confirmed.

3.0 Stale Cheques

The statement of assets and liabilities as at 30 June, 2020 reflects a bank balance of Kshs.4,168,863. The supporting bank reconciliation statement as at 30 June, 2020 reflects payments in cashbook not in bank statement amounting to Kshs.1,649,106.10, out of which cheques totalling Kshs.428,500 were stale and not reversed in cash book as at 30 June, 2020. No proper explanation was given for retaining the stale cheques in cashbook.

Consequently, the accuracy and completeness of bank balance of Kshs.4,168,863 as at 30 June, 2020 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 - Matuga 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

1.0 Budgetary Control and Performance

1.1 Revenue Budget Analysis

During the year under review, National Government Constituencies Development Fund - Matuga Constituency had a revenue budget of Kshs.198,095,943 against actual receipts of Kshs.128,728,219 or 65%, resulting to an under disbursement of budget of Kshs.69,367,724 or 35% from the Constituency Development Fund Board. Further, the balance of Kshs.69,367,724 was received between July, 2020 and September, 2020.

Delays by the Board to disburse funds as per the budget and late release of the funds may have adversely affected delivery of services to the residents of Matuga Constituency, contrary to values and principles of public service as provided for under Article 232(1 - c) of the Constitution which requires responsive, prompt, effective, impartial and equitable provision of services.

1.2 Expenditure Budget Analysis

During the year under review, National Government Constituencies Development Fund - Matuga Constituency had a final expenditure budget of Kshs.198,095,943 and actual expenditure of Kshs.124,559,356 or 37%, resulting to net under expenditure of Kshs.73,536,587.

The under expenditure of Kshs.73,536,587 or 37% may have impacted negatively on service delivery to the residents of Matuga Constituency contrary to values and principles of public service as provided for under Article 232(1- c) of the Constitution which requires responsive, prompt, effective, impartial and equitable provision of services.

1.0 Projects Implementation Status

1.1 Projects Not Started

The projects implementation status report as at 30 June, 2020 which was provided for audit indicated that four (4) development projects with a total allocation of Kshs.5,551,674 were approved by the National Government Constituencies Development Fund Board for implementation in the financial year 2018/2019 but were not started.

Slow implementation of projects due to late disbursements greatly affects the delivery of services to the residents of Matuga Constituency.

1.2 Delayed Completion of Projects

Review of the project implementation status report showed that two projects with total allocation of Kshs.24,626,634 have delayed despite commencement in previous financial years and the contractor had abandoned the site as at the time of the audit.

In the circumstances, value for money has not been realized from the delayed projects.

2.0 Projects Inspection

Audit inspection undertaken in the month of January, 2021 on four (4) development projects valued at Kshs.13,500,000 showed the following anomalies ;

- i. Poor workmanship.
- ii. Some works which were factored in the Bill of Quantities were not done yet the funds are fully utilized.
- iii. Incomplete projects

This is an indication of poor project planning, implementation and monitoring which negatively affects quality of work done. Delayed projects may also turn out to be costly due to inflation.

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

1.0 Irregular Payment of Sitting Allowance

As disclosed under Note 5 to the financial statements, the statement of receipts and payments reflects use of goods and services expenditure of Kshs.7,784,132 which includes committee expenses of Kshs.2,953,200 which further include sitting allowances of Kshs.497,000 paid to sub-county official while attending constituency development committee meetings and monitoring and evaluation of projects. This was contrary to Regulation 33 of National Constituencies Development Fund Regulations which states that, "the Cabinet Secretary shall, with the approval of The National Assembly Select Committee on NGCDF, issue guidelines on allowances payable to members of a constituency committee and other government officers involved in the management of the Fund". The officials did not qualify for sitting allowance and instead should have been paid lunch allowance.

In the circumstances, the regularity of the payment of sitting allowance of Kshs.497,000 could not be confirmed.

2.0 Failure to Maintain Project Expenditure Status Report

The statement of receipts and payments shows that National Government Constituencies Development Fund - Matuga Constituency undertook various projects under transfer to other government entities and other grants and transfers amounting to Kshs.71,972,000 and Kshs.39,446,544 respectively. However, there was no evidence that the Fund Account Manager maintained a monthly record of all receipts, disbursements and expenditure per project and which was tabled before the NGCDF for discussion. This was contrary to Section 38 of the NGCDF Act, 2015, which states that, 'the officer of the Board in every constituency shall compile and maintain a record showing all receipts, disbursements and actual expenditures on a monthly basis in respect of every project and sub-project under this Act.

Consequently, the Management was in breach of the law.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that

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


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

31 January, 2022

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

MATUGA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF board	1	68,000,000	163,825,359
Proceeds from Sale of Assets	2	0	0
Other Receipts	3	<u>35,000</u>	<u>10,000</u>
TOTAL RECEIPTS		68,035,000	163,835,359
PAYMENTS			
Compensation of employees	4	2,856,680	2,621,840
Use of goods and services	5	7,784,132	8,394,586
Transfers to Other Government Units	6	71,972,000	67,581,000
Other grants and transfers	7	39,446,544	27,127,261
Acquisition of Assets	8	0	799,221
Other Payments	9	<u>2,500,000</u>	<u>0</u>
TOTAL PAYMENTS		124,559,356	106,523,908
SURPLUS/(DEFICIT)		<u>(56,524,356)</u>	<u>57,311,451</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MATUGA Constituency financial statements were approved on 13/9/2020 and signed by:

AA &

Fund Account Manager

Name: ANDREW LUMUNGE

WNT

National Sub-County Accountant

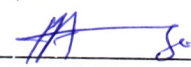
Name: WILLIAM MULOJA
ICPAK Member Number: 18886


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

VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2019-2020 Kshs	2018-2019 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	4,168,863	60,543,219
Cash Balances (cash at hand)	10B	0	0
Total Cash and Cash Equivalents		4,168,863	60,543,219
Accounts Receivable			
Outstanding Imprests	11	0	150,000
TOTAL FINANCIAL ASSETS		4,168,863	60,693,219
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12A	0	0
Deposits (Gratuity)	12B	0	0
TOTAL FINANCIAL LIABILITES		0	0
NET FINANCIAL ASSETS		<u>4,168,863</u>	<u>60,693,219</u>
REPRESENTED BY			
Fund balance b/fwd	13	60,693,219	3,381,768
Prior year adjustments	14	0	0
Surplus/Defict for the year		(56,524,356)	57,311,451
NET FINANCIAL POSITION		<u>4,168,863</u>	<u>60,693,219</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MATUGA Constituency financial statements were approved on 13/9/2020 and signed by:


Fund Account Manager
Name: ANDREW LUMUNGE


National Sub-County Accountant
Name: WILLIAM MULWA
ICPAK Member Number: 18886



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**MATUGA CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2020****IX. STATEMENT OF CASHFLOW**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts for operating income			
Transfers from NGCDF Board	1	68,000,000	163,825,359
Other Receipts	3	<u>35,000</u>	<u>10,000</u>
Total receipts		68,035,000	163,835,359
Payments for operating expenses			
Compensation of Employees	4	2,856,680	2,621,840
Use of goods and services	5	7,784,132	8,394,586
Transfers to Other Government Units	6	71,972,000	67,581,000
Other grants and transfers	7	39,446,544	27,127,261
Other Payments	9	2,500,000	0
Total payments		124,559,356	105,724,687
Total Receipts Less Total Payments		(56,524,356)	58,110,672
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	150,000	0
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	0	0
Prior year adjustments	14	0	0
Net cash flow from operating activities		0	0
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	8	(0)	(799,221)
Net cash flows from Investing Activities		(0)	(799,221)
NET INCREASE IN CASH AND CASH EQUIVALENT		(56,374,356)	57,311,451
Cash and cash equivalent at BEGINNING of the year	13	60,543,219	3,231,768
Cash and cash equivalent at END of the year		<u>4,168,863</u>	<u>60,543,219</u>



X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from NG-CDF Board	137,367,724	60,693,219	198,060,943	128,693,219	69,367,724	65
Proceeds from Sale of Assets						
Other Receipts		35,000	35,000	35,000	-	
TOTAL RECEIPTS	137,367,724	60,728,219	198,095,943	128,728,219	69,367,724	65
PAYMENTS						
Compensation of Employees	3,372,720	1,057,600	4,430,320	2,856,680	1,573,640	64
Use of goods and services	8,990,375	693,038	9,683,413	7,784,132	1,899,281	80
Transfers to Other Government Units	73,300,000	28,670,548	101,970,548	71,972,000	29,998,548	71
Other grants and transfers	46,204,629	26,295,876	72,500,505	39,446,544	33,053,961	54
Acquisition of Assets	5,500,000	0	5,500,000	-	5,500,000	-
Other Payments	0	3,976,157	3,976,157	2,500,000	1,476,157	63
Unallocated	0	35,000	35,000	-	35,000	-
TOTAL	137,367,724	60,728,219	198,095,943	124,559,356	73,536,587	63



AIA Collected from the sale of the tender document amounts to Kshs. 35,000

IN B GIVE EXPLANATION ON ALL ITEMS BELOW 90% UTILIZATION.

ON RECEIPT SIDE

The total amount received and utilized from the board is 65%. This is because of late disbursement of funds from the board amounting to ksh 69,367,274 which had not been received from the board by 30th June, 2020.

ADJUSTMENTS- ksh. 60,728,219

This comprises of: 1) ksh. 35,000 which is Appropriation in Aid received from the sale of tender documents.


2) Ksh.60, 693,219 which is the opening balance as at 1st July, 2019.

ON PAYMENT SIDE

The total percentage of the utilization is at 63%, this was as a result of the following.

1. Compensation of Employees: 65%. The balance is the gratuity retained for the staff and late disbursement of the fund.
2. Transfers to Other Government Units: 71%. This low rate of utilization was as a result of the board not disbursing all the funds as at 30th June, 2020
3. Other grants and transfers-54%. This low rate of utilization was as a result of the board not disbursing all the funds as at 30th June, 2020.
4. Acquisition of Assets-0%. Matuga NG-CDF had intended to buy office motor vehicle on which we did not received funds by 30th June, 2020.
5. Other Payments-63%. This low rate of utilization was as a result of the board not disbursing all the funds as at 30th June, 2020.

The NGCDF-MATUGA Constituency financial statements were approved on 13/7 2020 and signed by:


Fund Account Manager

Name: ANDREW LUMUNGU



Sub-County Accountant
Name: WILLIAM MULWA
ICPAK Member Number: 18886



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



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

XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2019/2020 Kshs	Kshs	2019/2020 Kshs	30/06/2020 Kshs	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	3,372,720.00	1,057,600.00	4,430,320.00	2,856,680.00	1,573,640.00
1.2 Committee allowances	1,500,000.00	-	1,500,000.00	1,480,131.00	19,869.00
1.3 Use of goods and services	3,369,344.00	199,982.00	3,569,326.00	3,460,000.00	109,326.00
Sub-total	8,242,064.00	1,257,582.00	9,499,646.00	7,796,811.00	1,702,835.00
2.0 Monitoring and evaluation					
2.1 Capacity building	1,885,000.00	493,056.00	2,378,056.00	2,258,800.00	119,256.00
2.2 Committee allowances	1,600,000.00	-	1,600,000.00	659,200.00	940,800.00
2.3 Use of goods and services	636,031.00	-	636,031.00	626,000.00	10,031.00
Sub-total	4,121,031.00	493,056.00	4,614,087.00	3,544,000.00	1,070,087.00
3.0 Emergency					
3.1 Primary Schools					
3.11 kwale school for the deaf	500,000.00	-	500,000.00	500,000.00	-
3.12 kizibe primary school	500,000.00	-	500,000.00	500,000.00	-
3.13 kichakasimba primary school.	500,000.00	-	500,000.00	500,000.00	-
3.14 ganze primary school	2,200,000.00	-	2,200,000.00	2,200,000.00	-
Mangawani chiefs office	200,000.00	-	200,000.00	200,000.00	-



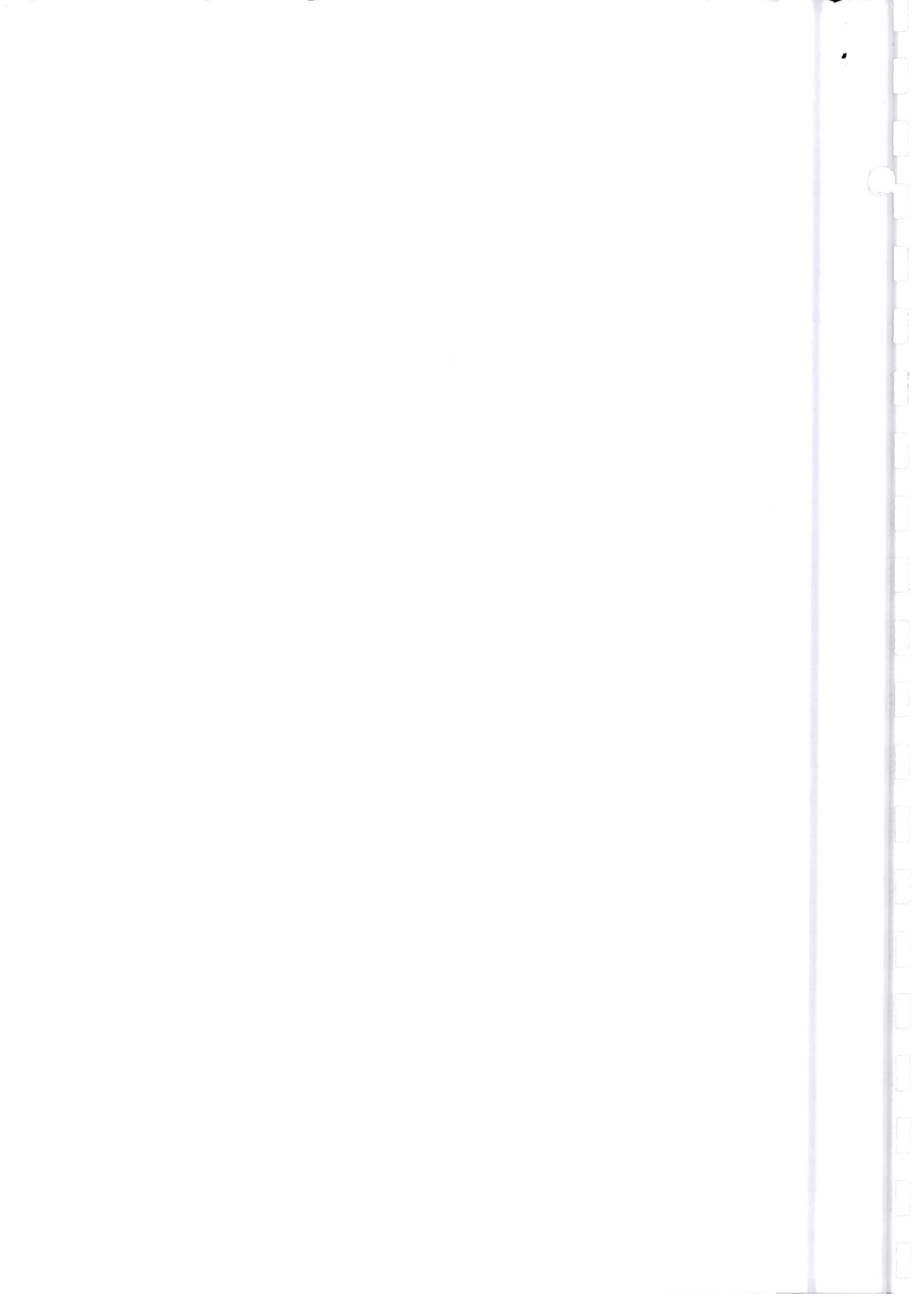
Reports and Financial Statements
For the year ended June 30, 2020

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
kwale girls secondary school	-	3,500,000.00	3,500,000.00	3,500,000.00	-
3.15 Unspent emergency	3,298,241.00	2,402,924.00	5,701,165.00	-	5,701,165.00
Sub-total	7,198,241.00	5,902,924.00	13,101,165.00	7,400,000.00	5,701,165.00
4.0 Bursary and Social Security					
4.1 Secondary Schools	24,000,000.00	15,468,500.00	39,468,500.00	17,235,300.00	22,233,200.00
4.2 Tertiary Institutions	7,651,194.00	3,032,000.00	10,683,194.00	8,382,000.00	2,301,194.00
Bursary- Special School	750,000.00	-	750,000.00	750,000.00	0.00
Sub-total	32,401,194.00	18,500,500.00	50,901,694.00	26,367,300.00	24,534,394.00
5.0 Sports					
5.1 Constituency sports tournament	2,703,194.00	1,066,037.00	3,769,231.00	2,066,037.00	1,703,194.00
Sub-total	2,703,194.00	1,066,037.00	3,769,231.00	2,066,037.00	1,703,194.00
6.0 Environment					
6.1 constituency environmental Activities	2,702,000.00	413,208.00	3,115,208.00	413,208.00	2,702,000.00
Sub-total	2,702,000.00	413,208.00	3,115,208.00	413,208.00	2,702,000.00
7.0 Primary Schools Projects					
7.1 Bilashaka primary school.	2,500,000.00	-	2,500,000.00	1,000,000.00	1,500,000.00



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

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
Mwamtobo primary school.	2,360,000.00	-	2,360,000.00	2,200,000.00	160,000.00
Magombani primary school.	2,360,000.00	-	2,360,000.00	2,200,000.00	160,000.00
Mwachome primary school.	2,320,000.00	-	2,320,000.00	1,100,000.00	1,220,000.00
Voroni primary school.	500,000.00	-	500,000.00	-	500,000.00
Mbuguni primary school.	500,000.00	-	500,000.00	-	500,000.00
Tserezani primary school.	660,000.00	-	660,000.00	-	660,000.00
Misangatamu primary school.	2,160,000.00	-	2,160,000.00	1,000,000.00	1,160,000.00
Nyando primary school.	2,660,000.00	200,000.00	2,860,000.00	2,200,000.00	660,000.00
Deri primary school.	2,320,000.00	160,000.00	2,480,000.00	1,360,000.00	1,120,000.00
Pungu primary school.	2,080,000.00	-	2,080,000.00	2,000,000.00	80,000.00
Tiwi primary school.	2,000,000.00	-	2,000,000.00	2,000,000.00	-
Kajiweni primary school.	2,000,000.00	-	2,000,000.00	-	2,000,000.00
Chidzungani primary school.	2,360,000.00	-	2,360,000.00	2,200,000.00	160,000.00
Boyani west primary school	2,360,000.00	-	2,360,000.00	1,200,000.00	1,160,000.00
Noloni primary school.	2,360,000.00	11,755.00	2,371,755.00	2,200,000.00	171,755.00
Chirimani primary school.	2,320,000.00	-	2,320,000.00	1,000,000.00	1,320,000.00
Mwambara primary school.	3,120,000.00	-	3,120,000.00	2,400,000.00	720,000.00
Kidongo primary school.	600,000.00	1,000,000.00	1,600,000.00	1,000,000.00	600,000.00
Mkongani primary school.	1,000,000.00	-	1,000,000.00	-	1,000,000.00
Mwachema primary school.	820,000.00	-	820,000.00	-	820,000.00
Viungwani primary school.	1,620,000.00	-	1,620,000.00	-	1,620,000.00
Mbararani primary school	120,000.00	-	120,000.00	-	120,000.00
Mlafyeni primary school.	2,000,000.00	-	2,000,000.00	-	2,000,000.00
Stephen Kanja primary school.	300,000.00	-	300,000.00	-	300,000.00



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

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
Mwanamkuu Primary school	0	1,740,000.00	1,740,000.00	1,740,000.00	-
Lwara Primary school.	0	1,700,000.00	1,700,000.00	1,700,000.00	-
Kizimbani primary school	0	1,660,000.00	1,660,000.00	1,660,000.00	-
Mwele primary school	0	1,700,000.00	1,700,000.00	1,700,000.00	-
Lunguma Primary school	0	2,780,000.00	2,780,000.00	2,780,000.00	-
Mwanzwani primary school	0	1,732,000.00	1,732,000.00	1,732,000.00	-
Nzora primary school	0	1,200,000.00	1,200,000.00	1,200,000.00	-
Mbweka primary school	0	500,000.00	500,000.00	500,000.00	-
Kipambani primary school	0	500,000.00	500,000.00	500,000.00	-
Sub-total	43,400,000.00	14,883,755.00	58,283,755.00	38,572,000.00	19,711,755.00
8.0 Secondary Schools Projects					
8.1 Mwangunga Girls secondary school	1,000,000.00	-	1,000,000.00	1,000,000.00	-
8.2 Mbuguni Secondary school.	3,000,000.00	-	3,000,000.00	3,000,000.00	-
8.3 Mbegani secondary school.	3,000,000.00	700,000.00	3,700,000.00	3,700,000.00	-
8.4 Rose makwere girl's secondary school.	3,000,000.00	-	3,000,000.00	3,000,000.00	-
8.5 Kwale High school.	3,500,000.00	-	3,500,000.00	3,500,000.00	-
Burani girls secondary school	300,000.00		300,000.00	300,000.00	0



NATIONAL GOVERNMENT CONSITUENCIES DEVELOPMENT FUND (NGDF) – MAIUGA CONSTITUENCY

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

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
8.6 Mtsamviani secondary school.	1,100,000.00	-	1,100,000.00	1,100,000.00	-
8.7 Stephen Kanja Secondary school.	3,500,000.00	-	3,500,000.00	-	3,500,000.00
8.8 Kirewe secondary school.	1,800,000.00	2,000,000.00	3,800,000.00	3,500,000.00	300,000.00
8.10 Burani girl's secondary school.	1,500,000.00	2,000,000.00	3,500,000.00	1,500,000.00	2,000,000.00
8.11 Kiteje mixed secondary school.	1,500,000.00	1,500,000.00	3,000,000.00	3,000,000.00	-
8.12 Mwangunga girl's secondary school.	1,000,000.00	-	1,000,000.00	-	1,000,000.00
8.13 Golini secondary school.	300,000.00	-	300,000.00	-	300,000.00
8.14 Mkongani secondary school.	300,000.00	-	300,000.00	-	300,000.00
8.15 Waa boy's secondary school.	1,000,000.00	-	1,000,000.00	-	1,000,000.00
8.16 Kibuyuni secondary school.	1,100,000.00	-	1,100,000.00	1,100,000.00	-
8.17 Kombani secondary school.	1,000,000.00	-	1,000,000.00	-	1,000,000.00
Lukore secondary school	0	2,000,000.00	2,000,000.00	2,000,000.00	-
Mwanambeyu secondary school	0	3,000,000.00	3,000,000.00	3,000,000.00	-
Tiwi girls secondary school	0	1,000,000.00	1,000,000.00	1,000,000.00	-
Sub-total	27,900,000.00	12,200,000.00	40,100,000.00	30,700,000.00	9,400,000.00
9.0 Tertiary institutions Projects					
9.1 K.M.T.C- Kwale	2,000,000.00	-	2,000,000.00	2,000,000.00	-
Sub-total	2,000,000.00		2,000,000.00	2,000,000.00	



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

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
		-			-
10.0 Security projects					
10.01 Ngombeni police post	1,000,000.00	2,000,000.00	3,000,000.00	3,000,000.00	-
10.02 Kwale police station	200,000.00	-	200,000.00	200,000.00	-
Sub-total	1,200,000.00	2,000,000.00	3,200,000.00	3,200,000.00	-
11.0 Acquisition of assets					
11.1 Motor Vehicles	5,500,000.00	-	5,500,000.00	-	5,500,000.00
Sub-total	5,500,000.00	-	5,500,000.00	-	5,500,000.00
12.0 others					
12.1 Matuga ICT hub Project	-	3,976,157.00	3,976,157.00	2,500,000.00	1,476,157.00
Sub-total		3,976,157.00	3,976,157.00	2,500,000.00	1,476,157.00
unutilized	-	35,000.00	35,000.00	-	35,000.00
Sub-total		35,000.00	35,000.00	-	35,000.00
TOTALS	137,367,724.00	60,728,219.00	198,095,943.00	124,559,356.00	73,536,587.00



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

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



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

XII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

Transfers from the Exchequer

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



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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

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

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

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

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

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

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period July1, 2019 to June 30, 2020 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2020.

14. Errors

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

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

15. Related Party Transactions

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



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

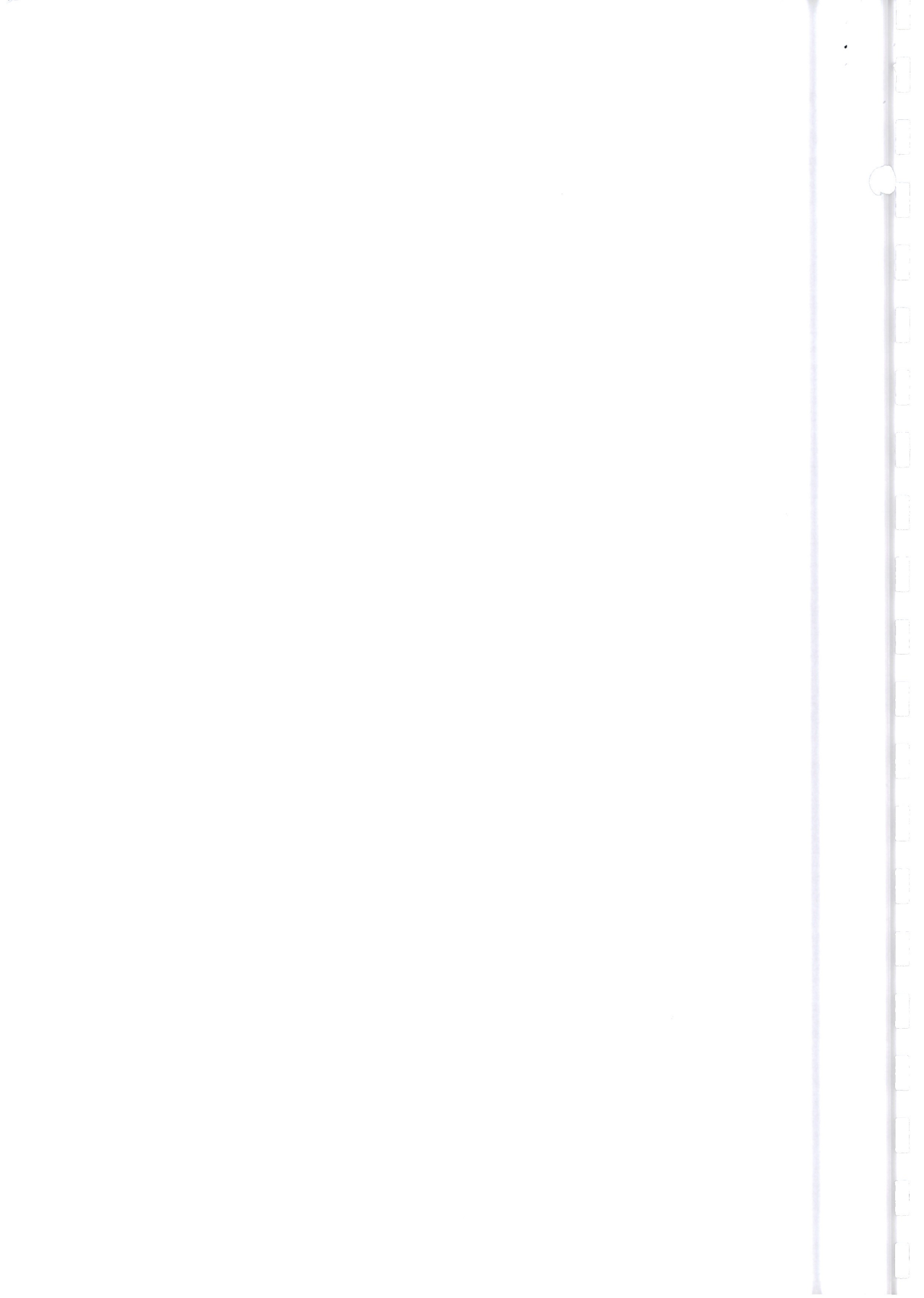
XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2019-2020	2018-2019
		Kshs	Kshs
NGCDF Board			
AIE NO	B005119		44,784,483.00
AIE NO	B030100		10,000,000.00
AIE NO	B005249		10,000,000.00
AIE NO	B005406		20,000,000.00
AIE NO	B006455		6,000,000.00
AIE NO	A724479		11,000,000.00
	B042803		7,000,000.00
	B047572		55,040,876.00
	B041134	4,000,000.00	
	B041320	20,000,000.00	
	B047739	7,000,000.00	
	B047976	9,000,000.00	
	B049382	19,000,000.00	
	B104405	9,000,000.00	
TOTAL		68,000,000	163,825,359

2. PROCEEDS FROM SALE OF ASSETS

	2019-2020	2018-2019
	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



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

Reports and Financial Statements

For the year ended June 30, 2020

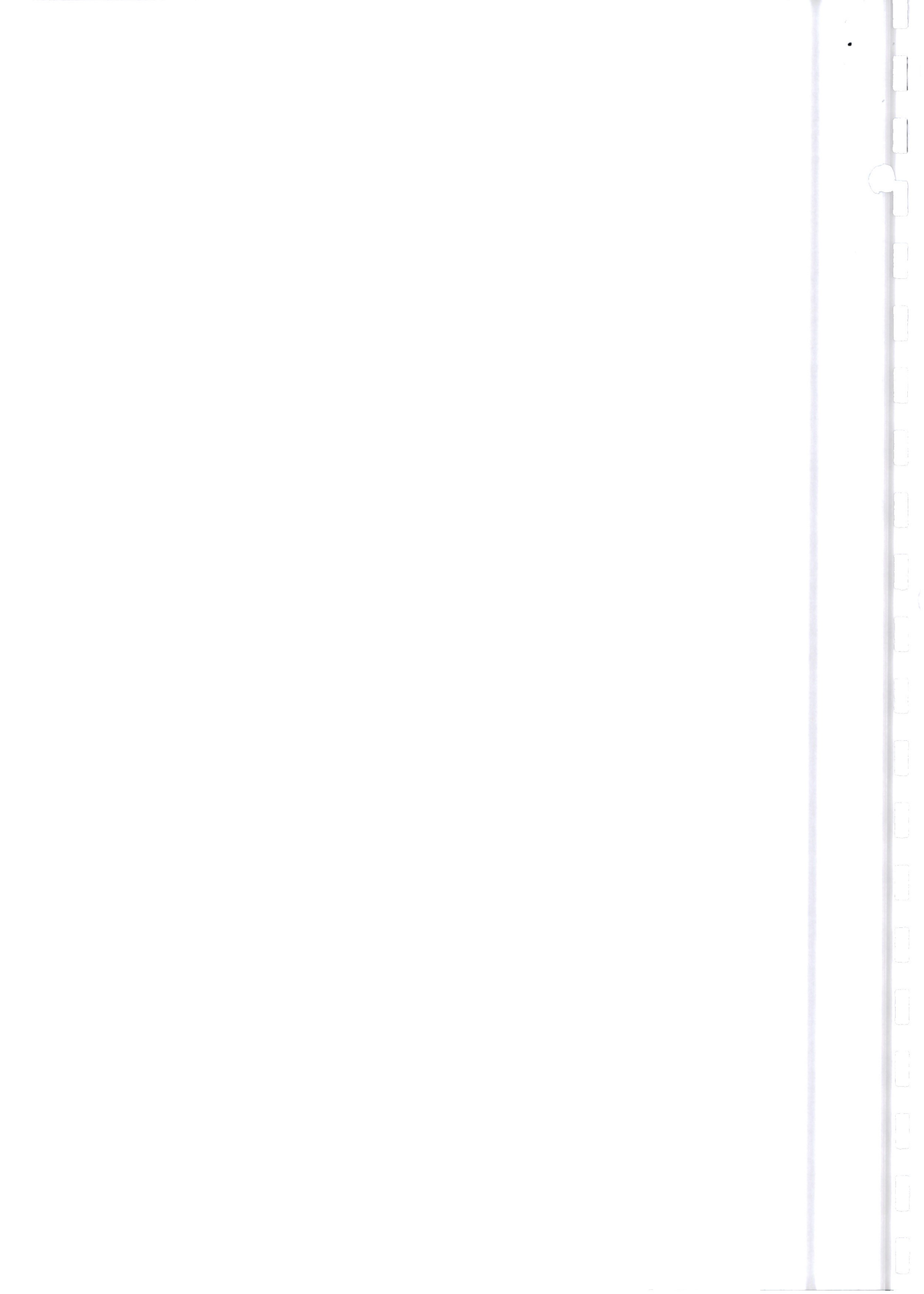
NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2019-2020	2018-2019
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from Sale of tender documents	35,000	10,000
Other Receipts Not Classified Elsewhere	0	0
Total	35,000	10,000

4. COMPENSATION OF EMPLOYEES

	2019-2020	2018-2019
	Kshs	Kshs
Basic wages of temporary employees	2,635,000	2,508,440
Personal allowances paid as part of salary	0	0
Pension and other social security contributions (Gratuity)	0	0
Employer Contributions Compulsory national social security schemes	221,680	113,400
Total	2,856,680	2,621,840



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

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2019-2020	2018-2019
	Kshs	Kshs
Committee Expenses	2,953,200	3,947,500
Utilities, supplies and services	54,583	90,883
Communication, supplies and services	203,900	266,000
Domestic travel and subsistence	190,000	179,000
Printing, advertising and information supplies & services	0	0
Rentals of produced assets	0	0
Training expenses	1,617,500	1,338,000
Hospitality supplies and services	0	0
Insurance costs	0	0
Specialized materials and services	0	0
Office and general supplies and services	2,753,742	1,235,493
Other operating expenses	0	102,700
Bank service commission and charges	11,207	39,030
Routine maintenance – vehicles and other transport equipment	0	0
Routine maintenance – other assets	0	0
Strategic Plan	0	1,195,980
Total	7,784,132	8,394,586

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

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018-2019
	Kshs	Kshs
Transfers to primary schools (see attached list)	39,572,000	32,031,000
Transfers to secondary schools (see attached list)	30,400,000	25,550,000
Transfers to tertiary institutions (see attached list)	2,000,000	10,000,000
Transfers to health institutions (see attached list)	0	0
TOTAL	71,972,000	67,581,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2019-2020	2018-2019
	Kshs	Kshs
Bursary – secondary schools (see attached list)	17,235,300	16,380,000
Bursary – tertiary institutions (see attached list)	8,382,000	4,238,500
Bursary – special schools (see attached list)	750,000	0
Mock & CAT (see attached list)	0	0
Security projects (see attached list)	3,200,000	0
Sports projects (see attached list)	2,066,037	1,736,140
Environment projects (see attached list)	413,207	1,652,621
Emergency projects (see attached list)	7,400,000	3,120,000
Total	39,446,544	27,127,261

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2019-2020	2018-2019
<i>Equity Bank (K) Ltd, Matuga NG-CDF 0440262171080</i>	4,168,863	60,543,219
Total	4,168,863	60,543,219
10B: CASH IN HAND		
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>specify</i>)	0	0
Total	0	0
<i>[Provide cash count certificates for each]</i>		



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

Reports and Financial Statements

For the year ended June 30, 2020

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>
Benson M Maisori (DCC)	27/03/2018	150,000	150,000	0
<i>Total</i>				<u>0</u>

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

12A. RETENTION

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Supplier 1	0	0
Supplier 2	0	0
Supplier 3	0	0
Total	0	0

[Provide short appropriate explanations as necessary]

12B. GRATUITY DEPOSITS

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Name 1	0	0
Name 2	0	0
Name 3	0	0
Add as appropriate		
Total	0	0

[Provide short appropriate explanations as necessary]

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

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
ADL/41/17/18(5)	<p>1.0 Use of goods and services 1.1 committee allowances- The management could not explain how ex-officio and officers not employed by the board were paid allowances.</p>	<p>These were lunch allowances paid during the field visits and were approved by minutes of the meeting held on 10th January, 2018</p>	Andrew Lumunge (Fund Account Manager)	Not resolved.	30 th December, 2020
	<p>2.0 Cash and cash equivalent- Bank charges not accounted in the cash book amounting to ksh.22,029.55.</p>	<p>The management regrets the oversight but it's already recorded in the cashbook during the month of September, 2019.</p>	Andrew Lumunge (Fund Account Manager)	Resolved.	
	<p>3.0 outstanding imp rest- An imp rest amounting to ksh.150,000 payable to DCC is not recovered as at 30th June, 2018.</p>	<p>The imp rest is now surrendered</p>	Andrew Lumunge (Fund Account Manager)	Not Resolved.	30 th December, 2020

1950

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

13. BALANCES BROUGHT FORWARD

	2019-2020	2018-2019
Bank accounts	60,543,219	3,231,768
Cash in hand	0	0
Imprest	150,000	150,000
Total	60,693,219	3,381,768

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

Description of the error	Balance b/f FY 2018/2019 as per Financial statements	Adjustments	Adjusted Balance b/f FY 2018/2019
	Kshs	Kshs	Kshs
Bank account Balances	0	0	0
Cash in hand	0	0	0
Accounts Payables	0	0	0
Receivables	0	0	0
Others (<i>specify</i>)	0	0	0
	0	0	0

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

	2019 - 2020	2018 - 2019
	KShs	KShs
Outstanding Imprest as at 1 st July 2019 (A)	150,000	150,000
Imprest issued during the year (B)	0	0
Imprest surrendered during the Year (C)	150,000	0
Net changes in account receivables D= A+B-C	0	150,000

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2019 - 2020	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July 2019 (A)	0	0
Deposit and Retentions held during the year (B)	0	0
Deposit and Retentions paid during the Year (C)	0	0
Net changes in account receivables D= A+B-C	0	0

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2019-2020	2018-2019
	Kshs	Kshs
Construction of buildings	xx	xx
Construction of civil works	xx	xx
Supply of goods	xx	xx
Supply of services	xx	xx
	xx	xx

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2019-2020	2018-2019
	Kshs	Kshs
NGCDFC Staff	879,900	0
Others (<i>specify</i>)	0	0
	879,900	0

17.3: UNUTILIZED FUND (See Annex 3)

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	1,573,640	435,760
Use of goods and services	1,199,282	0
Amounts due to other Government entities (see attached list)	29,111,755	27,450,180
Amounts due to other grants and other transfers (see attached list)	34,640,753	25,628,833
Acquisition of assets	5,500,000	1,419
Others –ICT Projects	1,476,157	7,167,027
Unallocated funds (AIA)	35,000	10,000
	73,536,587	60,693,219

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2019-2020	2018-2019
	Kshs	Kshs
PMC account Balances (see attached list)	26,772,116	20,408,794
	26,772,116	20,408,794

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

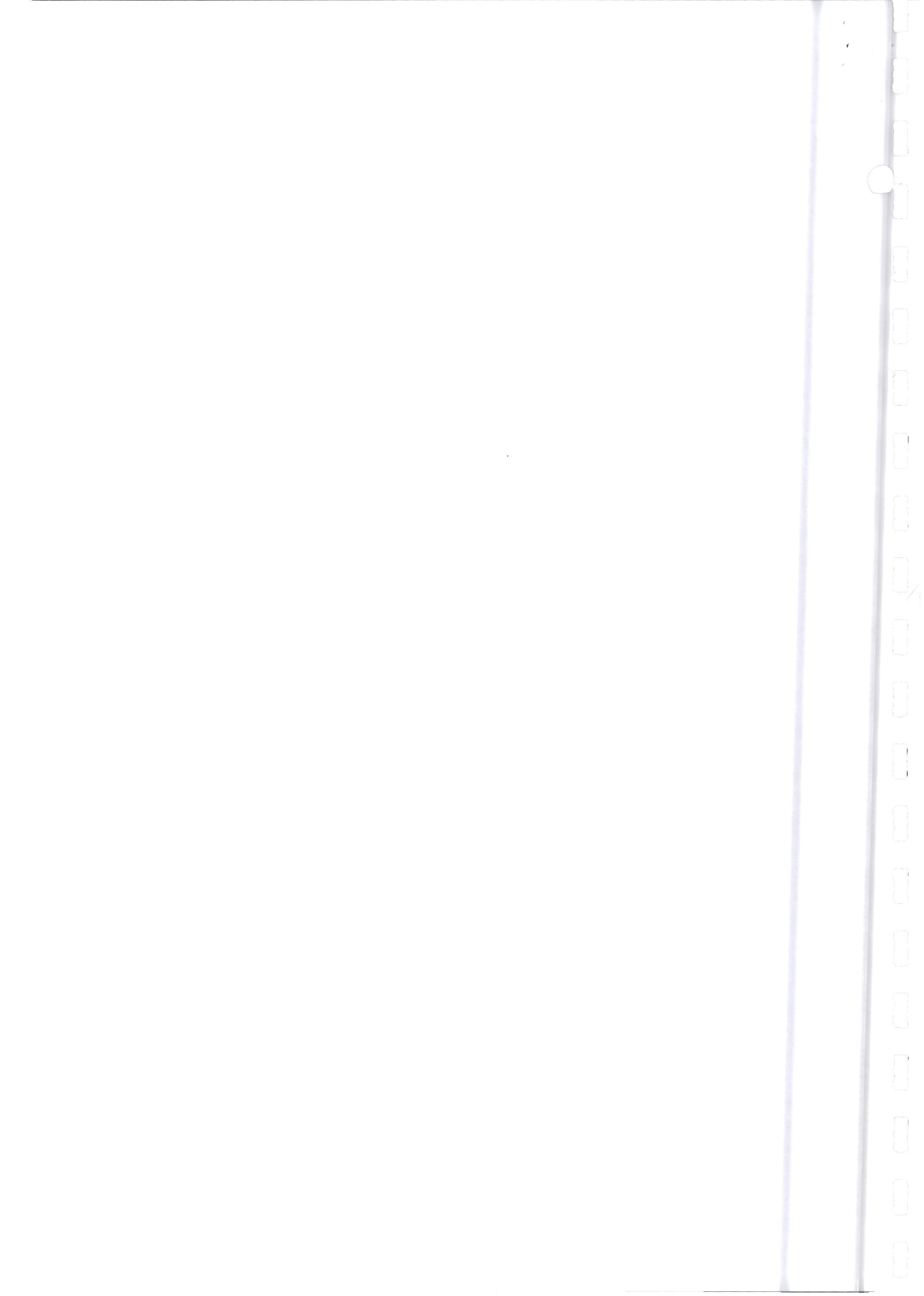
Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	a	b	c	d=a-c	
Construction of buildings					
1.					
2.					
3.					
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –MATUGA CONSTITUENCY

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
		a	b	c	d=a-c	
Senior Management						
1.						
2.						
3.						
Sub-Total						
Middle Management						
1. Ototo Hamisi Kidzuga		154,800	31/10/2020			
2. Joshua Makee Mukce		109,200	31/10/2020			
3. Miriam Muthau Musau		107,700	31/10/2020			
4. Mwanakombo Mwachera		88,500	31/10/2020			
5. Riziki Mwakwikiza		78,900	31/10/2020			
6. Rashid Mwijaka		70,200	31/10/2020			
7. Chitengele Mohamed		70,200	31/10/2020			
8. Kassim Koba		50,550	31/10/2020			
9. Hassan Matezo		30,150	31/10/2020			
10 Asha salim Maganga		77,400	30/11/2021			
11.Boto Mwareje		24,300	30/08/2022			
12.Diyo Mgandi		18,000	31/12/2022			
Sub-Total		879,900				
Unionisable Employees						
4.						
5.						
6.						
Sub-Total						
Others (specify)						
7.						
8.						
9.						



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

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
Sub-Total						
Grand Total		879,900				



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MATUGA CONSTITUENCY

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

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Compensation of employees		1,573,640	435,760	
Use of goods & services		1,199,282	0	
Amounts due to other Government entities			8,250,180	
Transfer to primary schools	Bilashaka primary school.	1,500,000.00		
	Mwamtobo primary school.	160,000.00		
	Magombani primary school.	160,000.00		
	Mwachome primary school.	1,220,000.00		
	Voroni primary school.	500,000.00		
	Mbuguni primary school.	500,000.00		
	Tserezani primary school.	660,000.00		
	Mtsangatamu primary school.	1,160,000.00		
	Nyando primary school.	660,000.00		
	Deri primary school.	1,120,000.00		
	Fungu primary school.	80,000.00		
	Kajiweni primary school.	2,000,000.00		
	Chidzungani primary school.	160,000.00		
	Boyani west primary school	1,160,000.00		
	Noloni primary school.	171,755.00		
	Chirimani primary school.	1,320,000.00		
	Mwambara primary school.	720,000.00		
	Kidongo primary school.	600,000.00		
	Mkongani primary school.	1,000,000.00		
	Mwachema primary school.	820,000.00		
	Viungwani primary school.	1,620,000.00		
	Mbararani primary school	120,000.00		
	Mlafyeni primary school.	2,000,000.00		
	Stephen Kanja primary school.	300,000.00		
Sub-Total		19,711,755		
Transfer to secondary schools	Stephen Kanja Secondary school.	3,500,000.00		



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

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
	Kirewe secondary school.	300,000.00		
	Burani girl's secondary school.	2,000,000.00		
	Mwangunga girl's sec school.	1,000,000.00		
	Golimi secondary school.	300,000.00		
	Mkongani secondary school.	300,000.00		
	Waa boy's secondary school.	1,000,000.00		
	Kombani secondary school.	1,000,000.00		
Sub-Total		9,400,000	9,200,000	
	Transfer to tertiary schools(TTI)	0	10,000,000	
Sub-Total		29,111,755	27,450,180	
Amounts due to other grants and other transfers				
	Sports activities	1,703,194	1,066,037	
	Emergency projects	5,701,165	7,149,589	
	Environmental projects	2,702,000	413,207	
	Bursary secondary schools	22,233,200	12,160,000	
	Bursary tertiary institutions	2,301,194	2,840,000	
	Security projects	0	2,000,000	
Sub-Total		34,640,753	25,628,833	
Acquisition of assets				
	Office Motor vehicle	5,500,000	1,419	
Sub-Total		5,500,000	1,419	
Others (specify)				
	ICT Hub (Projects)	1,476,157	7,167,027	
	Un allocated(AIA)	35,000	10,000	
Sub-Total		7,011,157	7,177,027	
Grand Total		73,536,587	60,693,219	



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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2018/19	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2019/20
Land	300,000	0	0	300,000
Buildings and structures	10,279,638	0	0	10,279,638
Transport equipment	3,114,125	0	0	3,114,125
Office equipment, furniture and fittings	3,440,601	0	0	3,440,601
ICT Equipment, Software and Other ICT Assets	361,760	0	0	361,760
Other Machinery and Equipment	0	0	0	0
Heritage and cultural assets	0	0	0	0
Intangible assets	0	0	0	0
Total	17,496,124	0	0	17,496,124



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

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

ANNEX 5 -PMC BANK BALANCES AS AT 30TH JUNE 2020

PMC	Bank	Account number	Bank Balance	RESTATED
			2019/20	2018/19
MATUGA CONSTITUENCY SPORTS ACTIVITIES PMC	EQUITY	1580279398416	3,430	0
BURANI POLICE STATION	EQUITY	1580178513131	0	40
BURANI PRIMARY SCHOOL	EQUITY	1580278895585	0	499,687
GANZE PRIMARY SCHOOL	KCB	1259748804	958,599	0
KWALE SCHOOL FOR THE DEAF	EQUITY	1580279797227	500,000	0
KIZIBE PRIMARY SCHOOL	EQUITY	1580279640683	500,000	0
MANGAWANI CHIEFS OFFICE	EQUITY	1580279669339	200,000	0
KICHAKASIMBA PRIMARY SCHOOL	EQUITY	1580279782678	229,262	0
KIDONGO PRIMARY SCHOOL	EQUITY	0440278680683	4,170	1,000,000
MBWEKA PRIMARY SCHOOL	EQUITY	1580278648053	6,985	184,030
KITEJE MIXED SECONDARY SCHOOL	EQUITY	1580278700678	653,254	4,400
BURANI GIRLS SECONDARY SCHOOL	EQUITY	1580278582262	659,019	1,907,829
TUMAINI SECONDARY SCHOOL	KCB	1176395734	0	432
KICHAKASIMBA SECONDARY SCHOOL	KCB	1123446806	0	264,990
MKOMBA SECONDARY SCHOOL	KCB	1253577846	0	454,054
ZIYANI SECONDARY SCHOOL	KCB	1255105941	0	997,580
MWELE PRIMARY SCHOOL	KCB	1257316621	52,059	1,652,020



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

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

KILINDINI PRIMARY SCHOOL	KCB	1254886281	0	997,580
MWAMGUNGA PRIMARY SCHOOL	EQUITY	1580277508985	0	496,368
LWARA PRIMARY SCHOOL	KCB	1256783382	50	1,503,310
MAGWASHENI PRIMARY SCHOOL	KCB	1257683977	0	412,182
KIREWE SECONDARY SCHOOL	EQUITY	1580278673309	985,794	1,499,488
KIPAMBANI PRIMARY SCHOOL	EQUITY	1580278821531	566,022	500,000
MBEGANI SECONDARY SCHOOL	EQUITY	1580278653106	63,973	0
MBEGANI SECONDARY SCHOOL	EQUITY	1580268395239	0	691
CHITSANZE GIRLS SECONDARY SCHOOL	KCB	1256622729	0	1,002,230
KIZIMBANI PRIMARY SCHOOL	EQUITY	1580278654723	215,794	1,504,488
NZORA PRIMARY SCHOOL	EQUITY	1580278865735	205,380	258,900
MWANZWANI PRIMARY SCHOOL	EQUITY	1580278749559	309,158	1,505,000
NYANDO PRIMARY SCHOOL	EQUITY	1580279091412	406,254	0
NYANDO WATER SPRINGS PMC	EQUITY	1580178648195	0	413,207
KWALE GIRLS SECONDARY SCHOOL	EQUITY	1580279305068	354,972	0
MWANAMKUU PRIMARY SCHOOL	EQUITY	1580278677663	8,677	86,416
KMTC- KWALE	EQUITY	1580279502005	267,789	0
LUNGUMA PRIMARY SCHOOL	EQUITY	1580278680313	1,639,987	2,004,307
MWANAMBAYU GIRLS ESC SCHOOL	EQUITY	1580279558120	299,715	0
MBUGUNI SECONDARY SCHOOL	EQUITY	1580277501233	135,502	760,846
ROSE MAKWERE GIRLS SEC SCHOOL	EQUITY	0440279647893	358,809	0



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

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

CHIDZUGANI PRIMARY SCHOOL	EQUITY	1580279493417	226,798	0
NOLONI PRIMARY SCHOOL	EQUITY	1580279721992	1,031,281	6,037
MWALUPHAMBA SECONDARY SCHOOL	EQUITY	1580269868148	0	643,825
MWAMGUNGA GIRLS SEC SCHOOL	EQUITY	1580263450383	101,946	320,352
MTSANGATAMU PRIMARY SCHOOL	EQUITY	1580279738955	2,000,000	0
ROSE MAKWERE GIRLS SEC SCHOOL	KCB	1136297227	8,519	183,584
MAGOMBANI PRIMARY SCHOOL	EQUITY	1580279766593	410,008	0
KIBUYUNI SECONDARY SCHOOL	EQUITY	1580279666490	351,539	0
KWALE HIGH SCHOOL	EQUITY	1580278992367	3,623,889	0
PUNGU PRIMARY SCHOOL	EQUITY	1580279768948	2,000,000	0
VUGA PRIMARY SCHOOL	EQUITY	1580272116599	0	2,012
LUKORE SECONDARY SCHOOL	EQUITY	0440279492413	2,000,000	0
TIWI PRIMARY SCHOOL	EQUITY	1580279766816	11,540	0
MADIBWANI PRIMARY SCHOOL	EQUITY	440270775105	0	8,091
MBUGUNI SECONDARY SCHOOL	EQUITY	1580279625458	205,667	0
MKONGANI MIXED SECONDARY SCHOOL	EQUITY	1580276524938	0	122,513
TIWI BOYS SECONDARY SCHOOL	EQUITY	440268533731	0	115,552
MWAMBARA PRIMARY SCHOOL	EQUITY	1580279795715	43,470	0
MWACHOME PRIMARY SCHOOL	EQUITY	1580279784765	1,100,000	0
BOYANI WEST PRIMARY SCHOOL	EQUITY	1580279791692	610	0
BOYANI WEST PRIMARY SCHOOL	EQUITY	1580278890961	0	3,820

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

Reports and Financial Statements

For the year ended June 30, 2020

BILASHAKA PRIMARY SCHOOL	EQUITY	1580279588549	1,200	0
TSEREZANI PRIMARY SCHOOL	EQUITY	1580278457829	0	131,513
CHIRIMANI PRIMARY SCHOOL	EQUITY	1580279784344	1,000,000	0
DERI PRIMARY SCHOOL	EQUITY	1580279327385	1,494	0
BAHAKANDA PRIMARY SCHOOL	EQUITY	1580278829350	0	6,000,000
MWAMTOBO PRIMARY SCHOOL	EQUITY	1580279796326	109,681	0
MTSAMVIANI SECONDARY SCHOOL	EQUITY	1580279795504	453,989	0
DIMA PRIMARY SCHOOL	EQUITY	1580278845332	0	466,207
GOLINI SECONDARY SCHOOL	EQUITY	1580266614680	0	1,319
MBEGANI SECONDARY SCHOOL	EQUITY	1580279584095	207,858	0
BALOZI AM JORORI SECONDARY SCHOOL	EQUITY	1580278602786	0	120,412
NG'OMBENI POLICE POST-PMC	EQUITY	1580279005443	1,382,066.00	0
MATUGA GIRLS HIGH SCHOOL	EQUITY	1580266195898	509,653	4,360,356
Total			26,772,116	32,395,668

