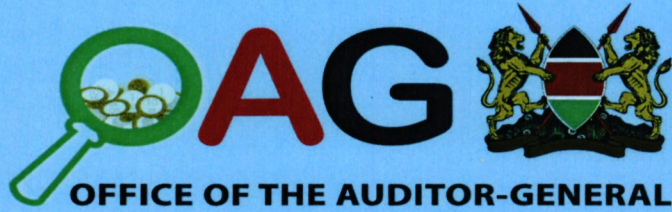



REPUBLIC OF KENYA



*Enhancing Accountability*



 <b>REPORT</b> NATIONAL ASSEMBLY PAPERS LAID	
DATE: -1 DEC 2021	DAY: WED
TABLED BY: <b>OF</b>	L. O. Majority
CLERK-AT THE-TABLE:	R. K. T. ASIPA

PARLIAMENT  
OF KENYA  
LIBRARY

**THE AUDITOR-GENERAL**

**ON**

**NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND -  
DAGORETTI NORTH CONSTITUENCY**

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



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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –  
DAGORETTI NORTH CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2020

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

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

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
DAGORETTI NORTH CONSTITUENCY**  
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For the year ended June 30, 2020

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**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

**Mandate**

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

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

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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

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

**DAGORETTI NORTH CONSTITUENCY**

**Reports and Financial Statements**

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**Core Values**

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

**(b) Key Management**

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

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

**(c) Fiduciary Management**

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

No	Designation	Name
1.	A.I.E holder	<b>VICTOR OMONDI OUMA</b>
2.	Sub-County Accountant	<b>CONELIAS OMONYO</b>
3.	Chairman NGCDFC	<b>ERICK NYANDIKO</b>
4.	Member NGCDFC	<b>DORIS M. KANINI</b>

**(d) Fiduciary Oversight Arrangements**

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

P.O. Box 36845-00100  
Kango Estate Kileleshwa off Tabere Crescent Road  
Nairobi, KENYA

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
DAGORETTI NORTH CONSTITUENCY**  
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**(f) NGCDF DAGORETTI NORTH Constituency Contacts**

Telephone: (254) 0205217862  
E-mail: [info@dagorettinorthngcdf.go.ke](mailto:info@dagorettinorthngcdf.go.ke)  
Website: [www.dagorettinorthngcdf.go.ke](http://www.dagorettinorthngcdf.go.ke)

**(g) NGCDF DAGORETTI NORTH Constituency Bankers**

Bank name:	Equity Bank
Branch:	Kilimani Supreme
Account name:	Dagoretti North NG-CDF

**(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**

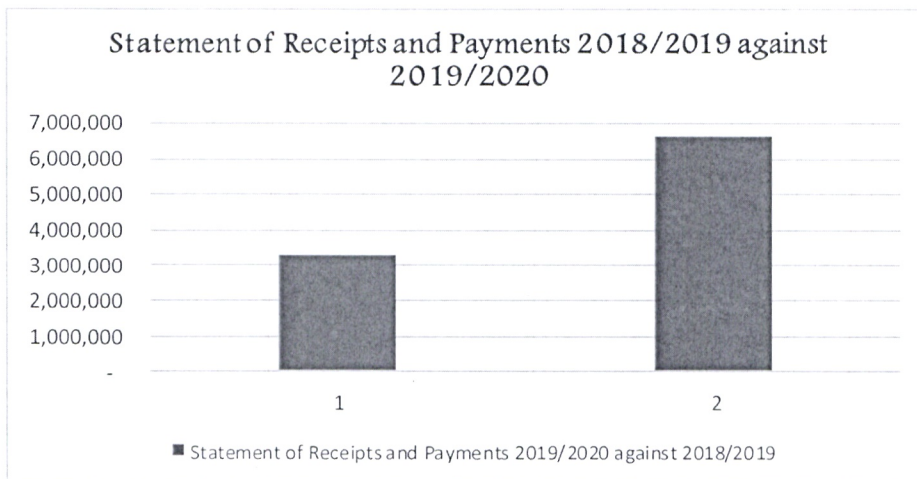
The Attorney General  
State Law Office  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
 DAGORETTI NORTH CONSTITUENCY  
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**II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE**

The introduction of the IPSAS mode of preparing Financial Statements is a great milestone in achieving our end goal of ensuring development and proper utilization of funds. Accountability has been enhanced and the committee has been more empowered in decision making with regards to utilization of funds

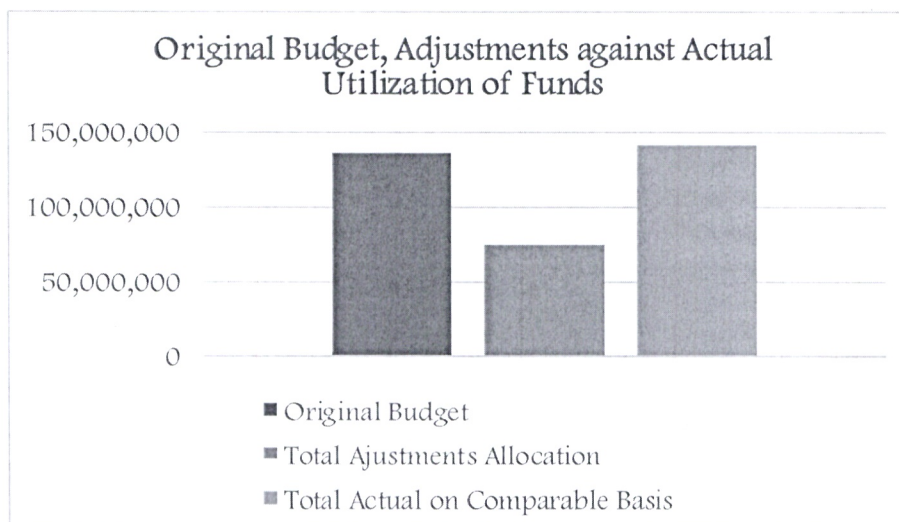
*Summary of the budget performance against actual amounts for current year based on economic classification and programmes*



**Key**

- 1- Surplus of FY 2018/2019
- 2- Surplus of FY 2019/2020

The above graph indicates better performance in FY 2019/2020 compared to FY 2018/2019.



**Key**

- 1- Original Budget Allocation
- 2- Total Adjustment Allocation during the FY 2019/2020
- 3- Total Actual on Comparable Basis

The funds allocated during the financial year was implemented at **67.2%**

*NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)*  
*DAGORETTI NORTH CONSTITUENCY*  
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FY 2019/2020 ALLOCATION AGAINST FY  
2018/2019 ALLOCATION



■ 2019/2020 ■ 2018/2019

**Key**

- 1- FY 2019/2020 Allocation (Ksh. **137,398,868**)
- 2- FY 2018/2019 Allocation (Ksh. **109,040,876**)

This shows an improvement as compared to the last financial year

**KEY ACHIEVEMENTS IN THE FY 2019/2020**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
DAGORETTI NORTH CONSTITUENCY  
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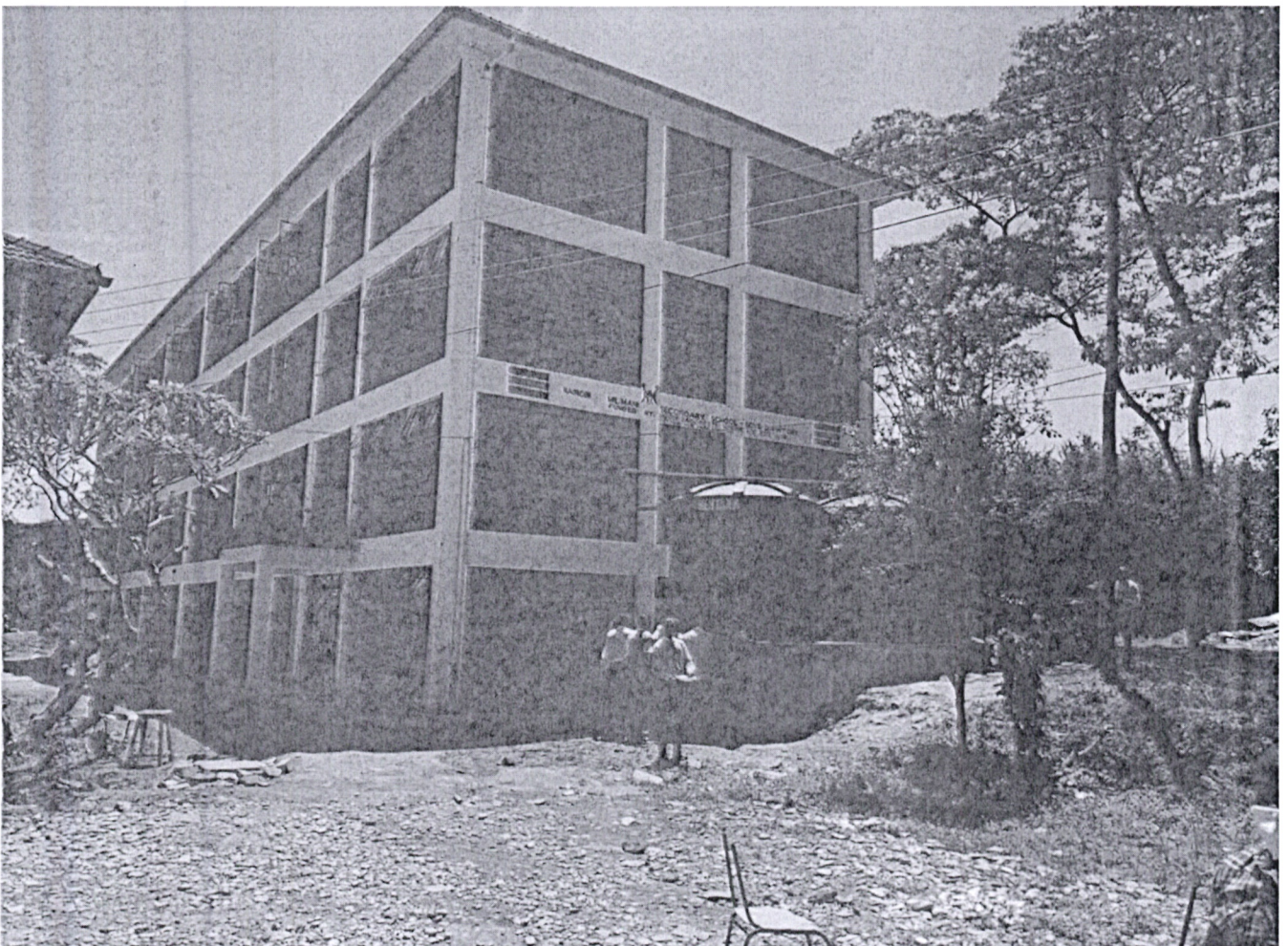
**Figure 1:** Construction of a Perimeter wall at Nairobi Primary School

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**  
**DAGORETTI NORTH CONSTITUENCY**  
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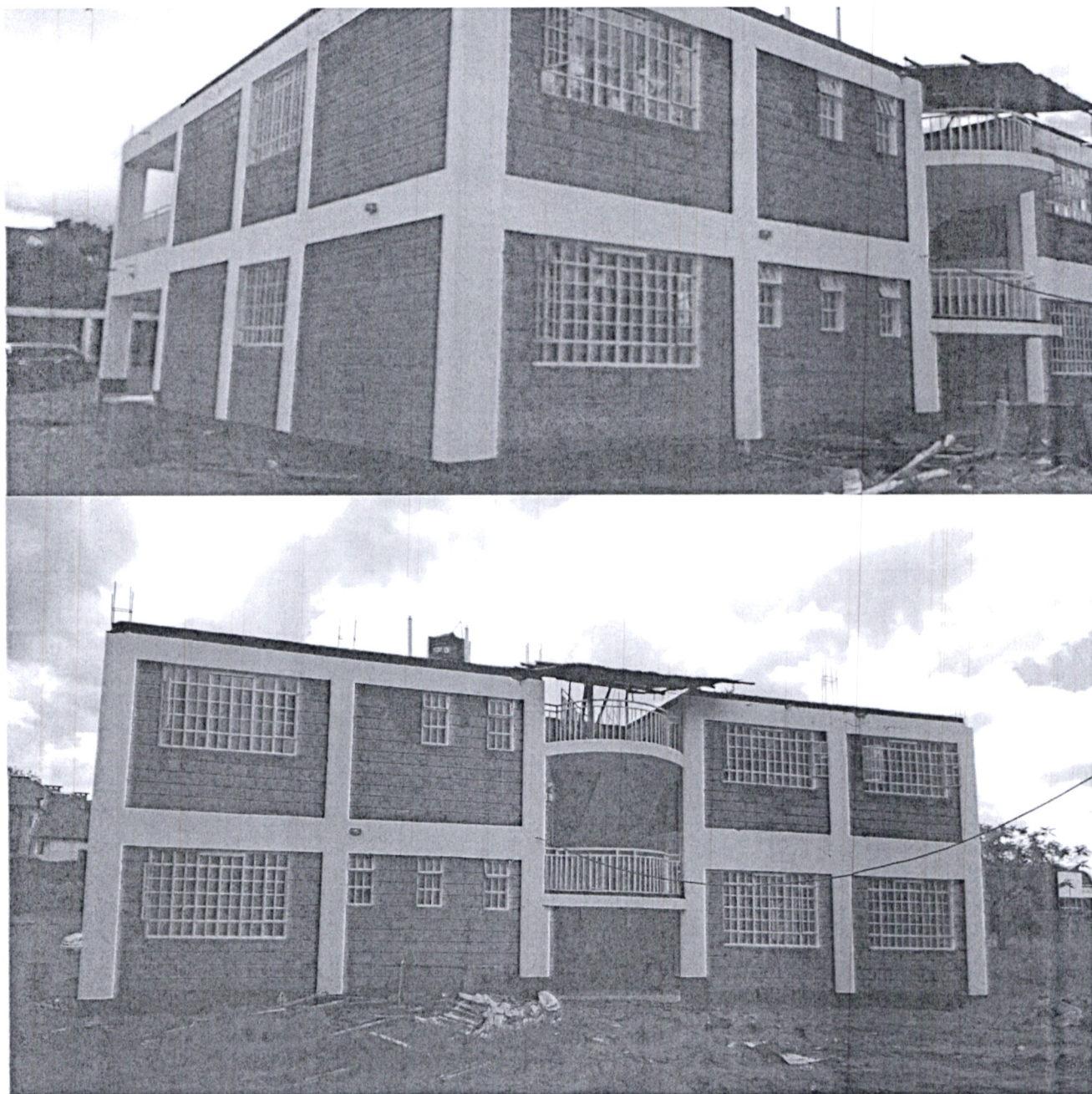
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**Figure 2:** Supply of School Lockers and Desks to various Primary Schools and Secondary Schools within the Constituency.

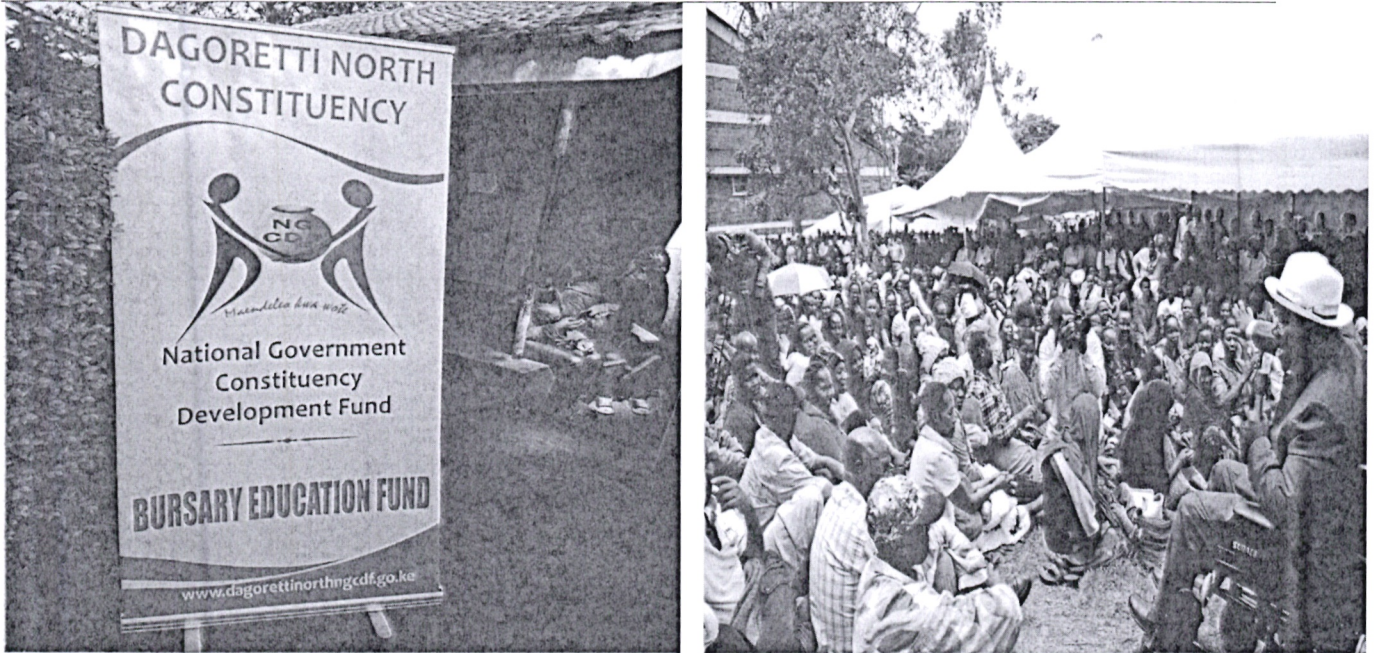


**Figure 3:** Construction of 3 Floors (400 student's capacity) Modern Dormitory Block at Nairobi Milimani Secondary School.



*Figure 4: Construction of Administration Block at Lavington Secondary School*

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
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*Figure 5: Issuance of Bursary Funds to needy students*

**IMPLEMENTATION CHALLENGES**

There has been the staff turnover Challenge ie. Fund account Manager Transfers which results to time consumption in understanding the constituency environment with its operational challenges in the past but currently this has been addressed and there is smooth operations.

Many projects delayed due to the late disbursement of public funds. We hope that this will improve to enable us do the projects in time.

The delay in implementing of the projects was due to the delayed disbursement for the project funds.

There was a challenge in implementing the projects because most of the PMCs stayed at home due to COVID-19.

There is also a challenge in the education sector this is because there are many needy students who are in need of support through the bursary fund which is never enough; this is due to lower middle income economy status within the constituency.

Otherwise the impact of the NG-CDF kitty is felt countrywide and we hope and pray that the fund lives longer and longer in order to impact more and more lives in Kenya.

Sign

**CHAIRMAN NGCDF COMMITTEE**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
DAGORETTI NORTH CONSTITUENCY  
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**III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED 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-DAGORETTI NORTH Constituency's 2018-2022 plan are to:

*(Enumerate all the objectives of the constituency as per the Strategic Plan)*

- a) To provide basic amenities to all constituents through proper planning and prioritization of development projects.
- b) To mobilize effective participation and involvement of the community in development and creation of a better environment.
- c) To strengthen the economic capacity of Dagoretti North Constituency residents towards self-sufficiency and independence.

**Progress on attainment of Strategic development objectives**

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Increased number of Classrooms and Dormitories in various Institutions and Increased number of Bursary beneficiaries	In FY 19/20 -we increased number of classrooms, dormitories, laboratories etc from 10 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	Develop and enhance provincial administration and other security organs infrastructure to	Number of usable physical infrastructure built in locations, sub locations and police stations	Number of renovated chiefs' offices increased from 1 to 2. 2 high masts added in the constituency

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

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	improve service delivery	enhance service delivery		
Environment	Improve access to clean water and a more sustainable and conserved environment through natural resources conservation initiatives	Equip schools with solar masts	High masts installed	High masts installed
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 10 to 12
Disaster Management	Improve the mechanism used in handling disasters	Reduce loss of live and properties	Number of staircases and rumps put in place.	Construction of structures with spacious staircases and Rumps to enable easier exit in case of an emergency

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

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

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

**1. Sustainability Strategy and Profile –**

Dagoretti North NG-CDF has tried to maintain a clear project scope in implementing its projects. However, changes have come up especially from the users even after contracts has been awarded. In this case, the employer and the contractor parties have had to come up with strategies to accommodate some requests not in the scope.

On timelines, our sustainable efforts towards implementation of projects has been affected by the emergence of the Covid-19 pandemic which hit Kenya in March this year. With this end of third and fourth quarter's saw project implementation affected since the President gave out directives affecting movement from one County to another and convergence of individuals at one place and the duration thereof.

Even though the above were the cases on ground, the office managed to implement projects with the funds available adhering to the President's directives as well as the Ministry of Health guidelines in combating the pandemic.

**2. Environmental Performance**

In adherence to the Environmental Management and Co-ordination Act (EMCA) 1999, the Fund strives to protect the environment by mitigating any pollution activities by ensuring that such measures as water harvesting measures are taken through the provision of water tanks.

In its effort to manager biodiversity, the Fund continues to engage in schools landscaping activities and supporting of pupils raring rabbits in schools.

**3. Employee Welfare**

Terms and Conditions of the service

Under this, the general rules governing employment of Dagoretti North NG-CDFC staff in such as staff appointments, promotions and related matters are highlighted.

Categories of Employment:

Dagoretti North NG-CDFC staff are employed on contractual basis, which is usually 2 years maximum, and it is usually renewable basing on the terms and conditions. Such employees are eligible for employee benefits in line with the statutory requirements. New employees are usually put on one month's probation after which they are given a contract term in line with the rest.

Interns are engaged mostly during bursary issuance period since this is when the office needs such short-term services.

Recruitment Procedure: The Fund Account Manager declares vacancies within the office through the NG-CDFC, an approval is then sought for advertisement within the constituency to be done on the notice board and on the website.

Contents of job advertisement

- Job title
- Main purpose of the job
- Description of responsibilities
- Mandatory education level, related work experience and physical office of appointment.
- Application criteria and closing date of the advertisement.

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

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**Selection and Appointment**

The Fund through the accounting officer appoints an adhoc selection and interview subcommittee whose main duty is to oversee the job applicants' analysis and selection to determine the applicants to be shortlisted for interviews.

Upon a completed analysis procedure, interviews for staff employment are conducted in a manner that complies with the office's commitment to equal employment opportunity, to ensure that qualified candidates are not discriminated upon based on ethnicity, religion, gender, age, disability, and status among others.

**Offer of Appointment:**

A person appointed to the office is given the appropriate letter, such an appointee is given 14 days within which to tender in their acceptance letter, failure to which, and this is deemed as a decline of the offer.

**Letters of Appointment:**

A written contract of service that is signed by the Fund Account Manager and the NG-CDFC Chairman is then issued, which states particulars of employment which includes; the name and address of the employee, job description, probation period and terms, date of commencement of the job, form and duration of the contract, place of work, hours of work, remuneration, termination, benefits and statutory deductions, terms and conditions of employment which the employee is entitled to.

**Orientation and Induction of employees:**

Dagoretti North NG-CDFC ensures orientation and induction of new employees. This is carried out in order to familiarize the new employees with the mandate, vision, mission and operations of the office and how their jobs contribute to this. Induction and orientation are done within the first one month of employment.

**HEALTH, SAFETY AND WELL BEING**

This provides guidelines on the health, safety and well-being of the organization's staff.

**Guidelines to General Safety**

The office in its quest to maintain a safe working environment, has put up tailored measures to ensure that the working environment adheres to the OSHA regulations. Personal injuries are mitigated and measures such as a working medical cover is in place to take care of this.

**4. Market place practices-**

National Government Constituency Development Fund Committee was designed to support constituency-level, grass-root development projects. It is aimed to achieve equitable distribution of development resources across regions and to control imbalances in regional development brought about by partisan politics. It targets all constituency-level development projects, particularly those aiming to alleviate poverty at the grassroots and entrench equitable distribution of development in line with the NG-CDFC Act 2015 provisions

The objective of the Fund is to provide mechanisms for supplementing implementation of the National Government development Agenda at the constituency level, hence making the limited resources available to everyone.

i) Responsible competition practice.

During projects implementation, Dagoretti North NG-CDF transfers funds to the Project Management Committees (PMC) who are thereafter guided during tendering process, to ensure that the locals benefit competitively and equitably in the provision of services and materials to the projects.

How the organisation ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors

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

**DAGORETTI NORTH CONSTITUENCY**

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

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- ii) Responsible Supply chain and supplier relations Payments to suppliers are done promptly upon presentation of requisite supporting documents
- iii) Responsible marketing and advertisement outline efforts to maintain ethical marketing practices Advertisement for tenders is done publicly and no form of discrimination is applied to unfairly lock out interested bidders
- iv) Product stewardship: In order to safeguard consumer rights and interests, Dagoretti North NG-CDF managed to come up with a service charter and the complaints handling policy, principles and procedures brochure.

The service charter points out the Fund's commitment in ensuring that it provides quality services to its customers with high level of professionalism, dignity, integrity and courtesy, whereas complaints handling policy, principles and procedures show the commitment of the Fund's commitment to consistent, fair and confidential complaint handling and to resolve complaints promptly.

**5. Community Engagements -**

**Public Participation in Project Identification and Implementation and Monitoring**

Dagoretti North NG-Constituency Development Act 2015 stipulates in part 5 section 27 subsection 1 and 2 that the chairperson of the NG-CDFC shall, within the first year of the commencement of a new Parliament and at least once every two years thereafter, convene open forum public meetings in every ward in the constituency to deliberate on development matters in the ward and in the constituency.

The NG-CDFC shall then deliberate on project proposals from the constituency wards' report and any other projects which the Constituency Committee considers beneficial to the constituency, including joint projects with other constituencies, consider the National development plans and policies and the constituency strategic development plan, and identify a list of priority projects, both immediate and long term, out of which the list of projects to be submitted in accordance with the Act shall be drawn from. Thereafter, the list of proposed constituency-based projects to be covered under this Act shall be submitted by NG-CDFC to the Board for approval.

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. However, public needs are diverse and at times they may not be pegged on the public participation every after two years. In such cases, members of the public are allowed to visit the office and discuss with the Fund Account Manager or the Dagoretti North NG-CDFC on urgent issues that cannot wait.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
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**V. STATEMENT OF DAGORETTI NORTH NGCDF 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 NGCDF-DAGORETTI NORTH shall prepare financial statements in respect of that NGCDF-DAGORETTI NORTH. 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-DAGORETTI NORTH Constituency is responsible for the preparation and presentation of NGCDF-DAGORETTI NORTH's financial statements, which give a true and fair view of the state of affairs of NGCDF-DAGORETTI NORTH 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 NGCDF-DAGORETTI NORTH; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

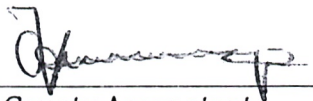
The Accounting Officer in charge of the NGCDF-DAGORETTI NORTH Constituency accepts responsibility for NGCDF-DAGORETTI NORTH financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector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

The Accounting Officer in charge of the NGCDF-DAGORETTI NORTH Constituency confirms that NGCDF-DAGORETTI NORTH has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NGCDF-DAGORETTI NORTH'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 NGCDF-DAGORETTI NORTH'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**

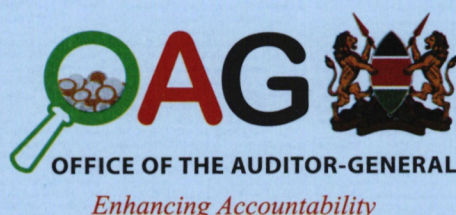
The NGCDF-DAGORETTI NORTH Constituency financial statements were approved and signed by the Accounting Officer on 13/04/2021.

  
\_\_\_\_\_  
**Fund Account Manager**  
**Name: Victor Omondi Ouma**

  
\_\_\_\_\_  
**Sub-County Accountant**  
**Name: Conelius Omony**  
**ICPAK Member Number: 17636**

# REPUBLIC OF KENYA

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## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - DAGORETTI NORTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020**

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### **REPORT ON THE FINANCIAL STATEMENTS**

#### **Qualified Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Dagoretti North Constituency set out on pages 18 to 47, which comprise of the statement of assets and liabilities as at 30 June, 2020, statement of receipts and payments, statement of cash flows and the 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 - Dagoretti North Constituency as at 30 June, 2020, 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 Bank Balance**

As disclosed in Note 10A to the financial statements, the statement of assets and liabilities reflects bank balances total of Kshs.16,396,351. The bank reconciliation statement for the month of June, 2020 reflected payments in cashbook which were not recorded in the bank statement amounting to Kshs.15,169,114 out of which cheques totalling to Kshs.492,995 were stale. However, the cheques had not been written back in the cash book as at 30 June, 2020.

Consequently, the accuracy and completeness of bank balances total of Kshs.16,396,351 reflected in the statement of assets and liabilities as at 30 June, 2020 could not be confirmed.

## **2. Inaccuracies in Statement of Receipts and Payments**

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects other grants and other payments totalling to Kshs.52,241,834. However, the balance includes payments amounting to Kshs.1,292,000 that were charged to other grants and other payments (bursaries account) instead of use of goods and services. The payments included committee allowances amounting to Kshs.730,000, courier amount of Kshs.219,000 and stationery amount of Kshs.343,000.

Consequently, the accuracy, completeness and validity of payments amounting to Kshs.1,292,000 for the year ended 30 June, 2020 could not be confirmed.

## **3. Inaccuracy of Committee Bank Balances**

Note 17.4 to the financial statements reflects Project Management Committee bank balances amounting to Kshs.43,833,070 as at 30 June, 2020. However, Project Management Committee bank balances for State House Girls High School, State House Primary School and Kilimani Primary School were not included in Annex 5 to the financial statements.

Consequently, the accuracy, completeness and validity of Project Management Committee bank balances amounting to Kshs.43,833,070 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 - Dagoretti North 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**

### **Budgetary Control and Performance**

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis totalling to Kshs.211,865,667 and Kshs.142,466,799 respectively, resulting to an under-funding amounting to Kshs.69,398,868 or 33% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis totalling to Kshs.211,865,667 and Kshs.126,070,448 respectively, resulting to an under expenditure amounting to Kshs.85,795,219 or 40% of the budget.

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

## 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, I confirm that, nothing 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**

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

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

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

### **Basis for Conclusion**

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

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 its services, disclosing, as applicable, matters related

to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease operations.

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

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

Those charged with Governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the Fund 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 overall 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 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 continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with 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.

  
Nancy Gathungu  
**AUDITOR-GENERAL**

**Nairobi**

**05 November, 2021**

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

**DAGORETTI NORTH CONSTITUENCY**

**Reports and Financial Statements**

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

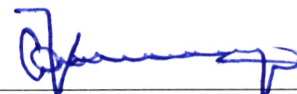
**VII. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	133,040,876	113,784,483
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	60,400	32,000
<b>TOTAL RECEIPTS</b>		<b>133,101,276</b>	<b>113,816,483</b>
<b>PAYMENTS</b>			
Compensation of employees	4	2,450,250	1,967,878
Use of goods and services	5	6,473,837	5,667,810
Transfers to Other Government Units	6	64,904,527	51,910,961
Other grants and transfers	7	52,241,834	46,999,825
Acquisition of Assets	8	-	-
Other Payments	9	-	3,974,000
<b>TOTAL PAYMENTS</b>		<b>126,070,448</b>	<b>110,520,474</b>
<b>SURPLUS/DEFICIT</b>		<b><u>7,030,828</u></b>	<b><u>3,296,009</u></b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-DAGORETTI NORTH Constituency financial statements were approved on 13/04/ 2021 and signed by:



Fund Account Manager  
Name: Victor Omondi Ouma




National Sub-County Accountant  
Name: Conelius Omony  
ICPAK Member Number: 17636

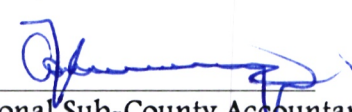
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**  
**DAGORETTI NORTH CONSTITUENCY**  
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 For the year ended June 30, 2020

**VIII. STATEMENT OF ASSETS AND LIABILITIES**

	Note	2019-2020	2018-2019
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	16,396,351	9,365,524
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>16,396,351</b>	<b>9,365,524</b>
Current Receivables-Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>16,396,351</b>	<b>9,365,524</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable-Retention	12A	-	-
Gratuity	12B	-	-
<b>NET FINANCIAL ASSETS</b>		<b>16,396,351</b>	<b>9,365,524</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	9,365,524	6,069,514
Surplus/Deficit for the year		7,030,828	3,296,009
Prior year adjustments	14	-	-
<b>NET FINANCIAL POSITION</b>		<b>16,396,351</b>	<b>9,365,523</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- DAGORETTI NORTH Constituency financial statements were approved on 13/09/ 2021 and signed by:

  
 Fund Account Manager  
 Name: Victor Omondi Ouma


  
 National Sub-County Accountant  
 Name: Conelius Omony  
 ICPAK Member Number: 17636


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

**IX. STATEMENT OF CASHFLOW**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>Receipts for operating income</b>			
Transfers from NGCDF Board	1	133,040,876	113,784,483
Other Receipts	3	60,400	32,000
		<b>133,101,276</b>	<b>113,816,483</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	2,450,250	1,967,878
Use of goods and services	5	6,473,837	5,667,810
Transfers to Other Government Units	6	64,904,527	51,910,961
Other grants and transfers	7	52,241,834	46,999,825
Other Payments	9	-	3,974,000
		<b>126,070,448</b>	<b>110,520,474</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	15		
Increase/(Decrease) in Accounts Payable	16		-
Prior year Adjustments	14	-	-
<b>Net Adjustments</b>		-	-
<b>Net cash flow from operating activities</b>		<b>7,030,828</b>	<b>3,296,009</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2		-
Acquisition of Assets	8	-	-
<b>Net cash flows from Investing Activities</b>		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>7,030,828</b>	<b>3,296,009</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	<b>13</b>	<b>9,365,524</b>	<b>6,069,515</b>
<b>Cash and cash equivalent at END of the year</b>		<b>16,396,351</b>	<b>9,365,524</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-DAGORETTI NORTH Constituency financial statements were approved on 13/09/2021 and signed by:

  
Fund Account Manager  
Name: Victor Omondi Ouma

  
National Sub-County Accountant  
Name: Conelias Omony  
ICPAK Member Number: 17636

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 %
<b>RECEIPTS</b>						
Transfers from NG-CDF Board	137,398,868	74,406,399	211,805,267	142,406,399	69,398,868	67%
Proceeds from Sale of Assets				-	-	0%
Other Receipts		60,400	60,400	60,400	-	
<b>TOTAL RECEIPTS</b>	<b>137,398,868</b>	<b>74,466,799</b>	<b>211,865,667</b>	<b>142,466,799</b>	<b>69,398,868</b>	<b>67%</b>
<b>PAYMENTS</b>						
Compensation of Employees	4,115,496	3,590,739	7,706,235	2,450,250	5,255,985	32%
Use of goods and services	8,250,479	5,347,786	13,598,265	6,473,837	7,124,428	48%
Transfers to Other Government Units	68,147,001	26,010,000	94,157,001	64,904,527	29,252,474	69%
Other grants and transfers	51,885,892	24,431,874	76,317,766	52,241,834	24,075,932	69%
Acquisition of Assets	5,000,000	15,000,000	20,000,000	-	20,000,000	0%
Other Payments	-	26,000	26,000	-	26,000	0%
Sale of Tender	-	60,400	60,400	-	60,400	0%
<b>TOTAL</b>	<b>137,398,868</b>	<b>74,466,799</b>	<b>211,865,667</b>	<b>126,070,448</b>	<b>85,795,219</b>	<b>60%</b>

i. The under-utilization under compensation of employees at 68%, use of goods and services at 52%, Transfers to other Government Units at 31%, other grants and transfers at 31% was generally due to the fact that Dagoretti North NGCDF received only **Kshs 68,000,000** out of the budgeted **Kshs 137,398,868** during the financial year. With this it meant that full budget implementation was not practical.


The difference between the original and the final budget was brought about by the opening cashbook balance of **Kshs. 9,365,523.60** and 65,040,874.92 that was not yet received from the Board


ii. These funds were available for utilization during the financial year under review and thus the difference in the budget.

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

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The NGCDF-DAGORETTI NORTH Constituency financial statements were approved on 13/09/2021 and signed by:

  
\_\_\_\_\_  
**Fund Account Manager**  
**Name: Victor Omondi Ouma**

  
\_\_\_\_\_  
**Sub-County Accountant**  
**Name: Conelias Omonyo**  
**ICPAK Member Number: 17636**

XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2019/2020	Adjustments	Final Budget 2019/2020	Actual on comparable basis 30/06/2020	Budget utilization difference
	Kshs	Kshs	Kshs	Kshs	Kshs
<b>1.0 Administration and Recurrent</b>					
1.1 Compensation of employees	4,115,496	3,590,739	7,706,235	2,450,250	5,255,985
1.2 Committee allowances	1,906,787	428,000	2,334,787	905,000	1,429,787
1.3 Use of goods and services	2,221,700	1,333,377	3,555,077	3,059,059	496,018
<b>2.0 Monitoring and evaluation</b>					
2.1 Capacity building	2,470,000	1,729,947	4,199,947	1,552,000	2,647,947
2.2 Committee allowances	975,000	1,053,786	2,028,786	650,000	1,378,786
2.3 Use of goods and services	676,992	802,675	1,479,667	307,778	1,171,889
3.0 Emergency	7,198,241	7,145,890	14,344,131		
3.1 KILELESHWA POLICE STATION			-	4,700,000	
3.2 JACARANDA SPECIAL SCHOOL			-	1,023,888	
3.3 KILELESHWA POLICE STATION			-	1,265,952	
3.4 Security projects					
	7,198,241	7,145,890	14,344,131	6,989,840	7,354,291
<b>4.0 Bursary and Social Security</b>					
4.1 Primary Schools					
4.2 Secondary Schools	16,596,868	1,771,438	18,368,306	17,570,000	798,306
4.3 Tertiary Institutions	17,794,794	1,259,589	19,054,383	10,942,000	8,112,383
4.4 Universities					
4.5 Social Security					
<b>5.0 Sports</b>					
5.1	2,747,994	2,218,749	4,966,743	492,000	4,474,743

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – DAGORETTI NORTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2019/2020		2019/2020	30/06/2020	
5.2					
<b>6.0 Environment</b>					
6.5 Dagoretti Mixed Secondary School Pmc	570,000		570,000	570,000	-
6.6 Jacaranda Special School Pmc	380,000		380,000	380,000	-
6.7 Kileleshwa Primary School Pmc	197,994		197,994	197,994	-
6.8 St. Georges Girls Secondary School Pmc	1,000,000		1,000,000	-	1,000,000
6.9 State House Girls Secondary School Pmc	600,000		600,000	-	600,000
<b>7.0 Primary Schools Projects (List all the Projects)</b>					
7.1 Riruta HGM Primary School	4,947,000	0	4,947,000	3,000,000	1,947,000
7.2 St. Georges Primary School	1,000,000	-	1,000,000	500,000	500,000
7.3 Kawangware Primary. School	4,200,000	-	4,200,000	2,200,000	2,000,000
7.4 Kilimani Primary school		-	-	-	-
7.5 Gatina Primary School	4,000,000	-	4,000,000	4,000,000	-
7.6 Muthangari Primary school	2,500,000	-	2,500,000	2,500,000	-
7.7 Lavington Primary school	2,500,000	10,000	2,510,000	2,500,000	10,000
7.8 Kileleshwa Primary School	2,500,000	2,000,000	4,500,000	2,500,000	2,000,000
7.9 Nairobi Primary School		5,000,000	5,000,000	5,000,000	-
7.10 Jacaranda Special School		5,400,000	5,400,000	1,000,000	4,400,000
7.11 Dagoretti Muslim Primari School	3,500,000	-	3,500,000	3,000,000	500,000
7.12 Milimani Pimary School		600,000	600,000	-	600,000
7.13 State House Primary School	2,500,000		2,500,000	2,500,000	-
7.14 Retention b/f		-	-		-
<b>8.0 Secondary Schools Projects</b>					

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – DAGORETTI NORTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2019/2020		2019/2020	30/06/2020	
<b>(List all the Projects)</b>					
8.1 Nairobi Milimani Sec School	21,000,001	7,900,000	28,900,001	26,604,527	2,295,474
8.2 Lavington Secondary Sch.	4,500,000	-	4,500,000	-	4,500,000
8.3 Dagoretti Mixed Secondary School	8,500,000	5,100,000	13,600,000	9,600,000	4,000,000
8.4 Precious Blood Secondary School	2,000,000		2,000,000	-	2,000,000
8.5 State House Girls Secondary School	4,500,000		4,500,000	-	4,500,000
8.6 retention b/f		-	-		-
<b>9.0 Tertiary institutions Projects (List all the Projects)</b>					
9.1					
9.3					
<b>10.0 Security Projects</b>					
10.1 Kileleshwa Police Station		4,100,000	4,100,000	4,100,000	-
10.2 Muslim Chiefs Office	200,000	1,200,000	1,400,000	1,400,000	-
10.3 Muthangari Police Station	4,000,000	5,000,000	9,000,000	9,000,000	-
10.3 Kawangware Acc Office	600,000	-	600,000	600,000	-
10.4 Retention b/f		-	-		-
<b>11.0 Acquisition of assets</b>					
11.1 Motor Vehicles (including motorbikes)					
11.2 Construction of CDF office	5,000,000	15,000,000	20,000,000	-	20,000,000
11.3 Purchase of furniture and equipment					
11.4 Purchase of computers					
11.5 Purchase of land					
<b>12.0 Others</b>					
12.1 Strategic Plan		26,000	26,000	-	26,000
12.2 Innovation Hub					

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

<b>Programme/Sub-programme</b>	<b>Original Budget</b>	<b>Adjustments</b>	<b>Final Budget</b>	<b>Actual on comparable basis</b>	<b>Budget utilization difference</b>
	<b>2019/2020</b>		<b>2019/2020</b>	<b>30/06/2020</b>	
<b>13.0 Sale of Tender</b>					-
13.1 Sale of Tender		60,400	60,400	-	60,400
<b>GRAND TOTALS</b>	<b>137,398,868</b>	<b>74,466,799</b>	<b>211,865,667</b>	<b>126,070,448</b>	<b>85,795,219</b>

## **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-DAGORETTI NORTH Constituency. The financial statements encompass NGCDF-DAGORETTI NORTH 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 DAGORETTI NORTH NGCDF for all the years presented.

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

Dagoretti North NGCDF recognises all receipts from the various sources when the event occurs and the related cash has actually been received by Dagoretti North NGCDF.

#### **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 Dagoretti North NGCDF.

## **SIGNIFICANT ACCOUNTING POLICIES**

### **External Assistance**

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

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

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

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

### **Other receipts**

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

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

Dagoretti North NGCDF recognises all payments when the event occurs and the related cash has actually been paid out by Dagoretti North NGCDF.

### **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.

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**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, Dagoretti North NGCDF 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 NGCDF-DAGORETTI NORTH 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.

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**SIGNIFICANT ACCOUNTING POLICIES**

**11. Budget**

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

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

**12. Comparative Figures**

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

**13. Subsequent Events**

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

**14. Errors**

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

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

**15. Related Party Transactions**

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

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**XIII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2019-2020	2018-2019
		Kshs	Kshs
NGCDF Board			
AIE NO. B005237	1		54,784,483
AIE NO. B030048	2		10,000,000
AIE NO. B030370	3		10,000,000
AIE NO. B006314	4		6,000,000
AIE NO. B042699	5		5,000,000
AIE NO. B042725	6		13,000,000
AIE NO. B042880	7		15,000,000
AIE NO. B042880	1	55,040,876	
AIE NO. B047210	2	4,000,000	
AIE NO. B047392	3	18,000,000	
AIE NO. B041261	4	5,000,000	
AIE NO. B047681	5	7,000,000	
AIE NO. B047873	6	14,000,000	
AIE NO. B049250	7	20,000,000	
<b>TOTAL</b>		<b>133,040,876</b>	<b>113,784,483</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	2019-2020	2018-2019
	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	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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**3. OTHER RECEIPTS**

	2019-2020	2018-2019
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	60,400	32,000
Other Receipts Not Classified Elsewhere	-	-
<b>Total</b>	<b>60,400</b>	<b>32,000</b>

**4. COMPENSATION OF EMPLOYEES**

	2019-2020	2018-2019
	Kshs	Kshs
Basic wages of temporary employees	1,736,600	1,793,400
Basic wages of casual labour	-	128,000
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance		
Other personnel payments		
Employer contribution to NSSF	20,800	23,600
Gratuity-contractual employees	692,850	22,878
<b>TOTAL</b>	<b>2,450,250</b>	<b>1,967,878</b>

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**5. USE OF GOODS AND SERVICES**

	2019-2020	2018-2019
	Kshs	Kshs
Utilities, supplies and services	1,566,070	
Electricity	57,820	31,203
Water & sewerage charges	48,495	-
Office rent	670,334	696,000
Communication, supplies and services	60,000	
Domestic travel and subsistence	0	0
Printing, advertising and information supplies & services	152,200	0
Rentals of produced assets	-	-
Training expenses	1,552,000	543,053
Hospitality supplies and services	0	0
Other Committee expenses	0	0
Committee allowance	1,555,000	2,587,000
Insurance costs	44,198	51,470
Specialized materials and services	-	-
Office and general supplies and services	557,000	1,066,000
Fuel , oil & lubricants	0	300,000
Other operating expenses	0	151,212
Bank service commission and charges	7,140	25,300
Other Operating Expenses		-
Security operations		-
Routine maintenance - vehicles and other transport equipment	203,580	216,572
Routine maintenance- other assets		0
<b>TOTAL</b>	<b>6,473,837</b>	<b>5,667,810</b>

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**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2019-2020	2018-2019
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	28,700,000	27,124,755
Transfers to secondary schools (see attached list)	36,204,527	24,786,206
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	-	-
<b>TOTAL</b>	<b><u>64,904,527</u></b>	<b><u>51,910,961</u></b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

	2019-2020	2018-2019
	Kshs	Kshs
Bursary - Secondary	17,570,000	16,627,000
Bursary -Tertiary	10,942,000	17,000,630
Bursary- Special Schools	-	-
Mocks & CAT	-	-
Water	-	-
Food Security	-	-
Electricity	-	-
Security	15,100,000	1,100,000
Roads and Bridges	-	-
Sports	492,000	3,563,793
Environment	1,147,994	2,408,402
Cultural Projects	-	-
Agriculture	-	-
<b>Emergency Projects</b>	<b>6,989,840</b>	<b>6,300,000</b>
<b>TOTAL</b>	<b><u>52,241,834</u></b>	<b><u>46,999,825</u></b>

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**8. ACQUISITION OF ASSETS**

	2019-2020	2018-2019
	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	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
<b>Total</b>	-	-

**9. OTHER PAYMENTS**

	2019-2020	2018-2019
	Kshs	Kshs
Strategic plan	-	3,474,000
ICT Hub	-	500,000
	-	<b>3,974,000</b>

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

Name of Bank, Account No. & currency	2019-2020	2018-2019
	Kshs	Kshs
<i>Equity Bank Bank, Kilimani Supreme Branch . Dagoretti North NG-CDF- A/C no.14702616322406</i>	16,396,351	9,365,524
<b>Total</b>	<b>16,396,351</b>	<b>9,365,524</b>
<b>10B: CASH IN HAND</b>		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

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**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>
<b>Total</b>				-

**12A. RETENTION**

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

**12B. GRATUITY DEPOSITS**

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
<b>Total</b>	403,000	-

**13. BALANCES BROUGHT FORWARD**

	2019-2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Bank accounts	9,365,524	6,069,514
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	9,365,524	6,069,514

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**14. PRIOR YEAR ADJUSTMENTS**

	Balance b/f FY 2018/2019 as per Financial statements	Adjustments	Adjusted Balance b/f FY 2018/2019
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others	-	-	-
	-	-	-

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

	2019 - 2020	2018 - 2019
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July 2019 (A)	-	-
Imprest issued during the year (B)	1,613,600	-
Imprest surrendered during the Year (C)	1,613,600	-
Net changes in account receivables D= A+B-C	-	-

**16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS**

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

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**17. OTHER IMPORTANT DISCLOSURES**

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

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

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

	2019-2020	2018-2019
	Kshs	Kshs
NGCDFC Staff Gratuity	403,000	568,850
Others ( <i>specify</i> )	-	-
<b>Total</b>	<b>403,000</b>	<b>568,850</b>

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

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	5,255,985	3,590,739
Use of goods and services	7,124,428	10,315,785
Amounts due to other Government entities	29,252,474	21,010,000
Amounts due to other grants and other transfers	24,075,932	24,431,874
Acquisition of assets	20,000,000	15,000,000
Others (Strategic Plan)	26,000	26,000
Sale of Tender	60,400	
<b>Total</b>	<b>85,795,219</b>	<b>74,406,399</b>

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**17.4: PMC account balances (See Annex 5)**

	2019-2020	2018-2019
	Kshs	Kshs
PMC account Balances (see attached list)	43,833,070	41,804,486
	43,833,070	41,804,486

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**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

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**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2019/2020	2018/2019	
<b>Compensation of Employees</b>		5,255,985	3,590,739	
<b>Sub-Total</b>		<b>5,255,985</b>	<b>3,590,739</b>	
<b>Use of goods &amp; services</b>				
ADM- Committee allowances		1,429,787	428,000	
ADM-Use of goods and services		496,018	1,333,377	
M&E Capacity building		2,647,947	1,729,947	
M&E Committee allowances		1,378,786	1,053,786	
M&E Use of goods and services		1,171,889	802,675	
<b>Sub-Total</b>		<b>7,124,428</b>	<b>5,347,786</b>	
<b>Amounts due to other Government entities</b>				
St. Georges Primary School		500,000	-	
Lavington Primary school		10,000	10,000	
Milimani Primary School		600,000	600,000	
Kileleshwa Primary School		2,000,000	2,000,000	
Nairobi Primary School		-	5,000,000	
Jacaranda Special School		4,400,000	5,400,000	
Dagoretti Muslim Primary School		500,000	-	
Riruta HGM Primary School		1,947,000		
Kawangware Primary. School		2,000,000		
Nairobi Milimani Secondary School		2,295,474	3,000,000	

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Lavington Secondary School		4,500,000		
Dagoretti Mixed Secondary School		4,000,000	10,000,000	
State House Girls Secondary School		4,500,000		
Precious Blood Secondary School		2,000,000		
<b>Sub-Total</b>		<b>29,252,474</b>	<b>26,010,000</b>	
<b>Amounts due to other grants and other transfers</b>				
Kileleshwa Police Station		-	4,100,000	
Muslim Chiefs Office		-	1,200,000	
Muthangari Police Station		-	5,000,000	
Bursary		8,910,689	3,031,027	
Sports		4,474,743	2,218,749	
Environment		3,336,208	1,736,208	
Emergency		7,354,291	7,145,890	
<b>Sub-Total</b>		<b>24,075,932</b>	<b>24,431,874</b>	
<b>Acquisition of assets</b>				
Dagoretti North NGCDF Office	Construction of an office	20,000,000	15,000,000	
<b>Sub-Total</b>		<b>20,000,000</b>	<b>15,000,000</b>	
<b>Others (specify)</b>				
Strategic plan		26,000	26,000	
Sale of Tender		60,400		
<b>Sub-Total</b>		<b>86,400</b>	<b>26,000</b>	
<b>Grand Total</b>		<b>85,795,219</b>	<b>74,406,399</b>	

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

<b>Asset class</b>	<b>Historical Cost Kshs 2018/2019</b>	<b>Additions During the year</b>	<b>Disposals During the Year</b>	<b>Historical Cost Kshs 2019/2020</b>
Land	0	-	-	0
Buildings and structures	0	-	-	0
Transport equipment	2,050,000	-	-	2,050,000
Office equipment, furniture and fittings	1,209,000	-	-	1,209,000
ICT Equipment, Software and Other ICT Assets	461,000	-	-	461,000
Other Machinery and Equipment		-	-	0
Heritage and cultural assets	0	-	-	0
Intangible assets	0	-	-	0
<b>Total</b>	<b>3,720,000</b>	<b>0</b>	<b>0</b>	<b>3,720,000</b>

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DAGORETTI NORTH CONSTITUENCY**

**Reports and Financial Statements**

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

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

PMC	Bank	Account Number	Bank Balance 2019/20	Bank Balance 2018/19
Kileleshwa Police Station	Equity-Kilimani Branch	1470272153382	163,293	182,814
Muthangari Primary School	Equity-Kilimani Branch	1470271830666	2,597,262	5,414,895
Nairobi Primary School	Equity-Kilimani Branch	1470271830574	236,317	4,950,175
Milimani Primary School	Equity-Kilimani Branch	1470269814613	61,105	543,756
Lavington Primary School	Equity-Kilimani Branch	1470271830222	2,587,913	4,235,977
Kileleshwa Primary School	Equity-Kilimani Branch	1470268910687	848,532	120,369
Riruta HGM Primary School	Equity-Kilimani Branch	1470271830060	3,368,947	6,977,998
St. Georges Girls Sec. School	Equity-Kilimani Branch	1470271425101	158,069	158,069
Dagoretti Muslim Pri. Sch.	Equity-Kilimani Branch	1470268579903	3,286,997	2,342,646
Kabiro Muslim Chiefs Office	Equity-Kilimani Branch	1470271424902	647,362	482,016
Kawangware Primary School	Equity-Kilimani Branch	1470271424958	2,286,017	317,645
Gatina Primary School	Equity-Kilimani Branch	1470268910644	4,246,433	272,415
Dagoretti Mixed Secondary School	Equity-Kilimani Branch	1470268910618	10,261,883	91,883
Dagoretti Sub County Office	Equity-Kilimani Branch	1470268910586	2,780	2,780
Kenya High School	Equity-Kilimani Branch	1470271829992	18,705	205,618
Lavington Secondary School	Equity-Kilimani Branch	1470268941783	675,809	7,599,893
Jacaranda Special School	Equity-Kilimani Branch	1470267814476	448,011	1,900
Nairobi Milimani Sec. School	Equity-Kilimani Branch	1470272153436	5,962,049	7,085,091
Muthangari Police Station	Equity-Kilimani Branch	1470276334943	4,275,100	229,602
St. Georges Primary School	Absa Bank- Hurlingam Branch	2036822085	1,084,667	584,745
Kawangware Acc Office	Equity - Kawangware Branch	1800277697745	615,820	4,200
<b>Total</b>			<b>43,833,070</b>	<b>41,804,486</b>

**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.

<b>Reference No. on the external audit Report</b>	<b>Issue / Observations from Auditor</b>	<b>Management comments</b>	<b>Focal Point person to resolve the issue (Name and designation)</b>	<b>Status: (Resolved / Not Resolved)</b>	<b>Timeframe: (Put a date when you expect the issue to be resolved)</b>
1.	<b>Budget Performance Under expenditure of 52% (Ksh. 57,101,305) of the total budget</b>	This was because of late disbursement of funds from the NGCDF Board.	Fund Account Manager-		
1.	<b>Unpresented Bursary Cheques amounting to Ksh. 14,406,000.00</b>	This was because the Bursary Cheques were issued out in June 2018 hence by the closure of the financial year most of the Cheques had not been presented at the bank. This cheques cleared through the bank in the following months.	Fund Account Manager-		