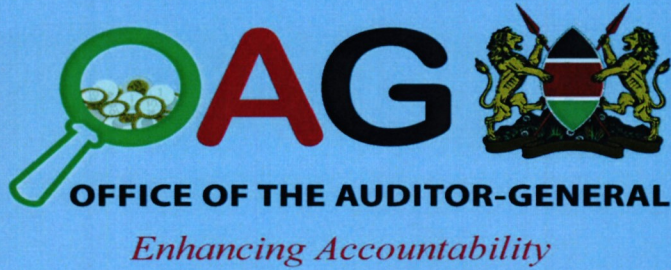



REPUBLIC OF KENYA



## REPORT

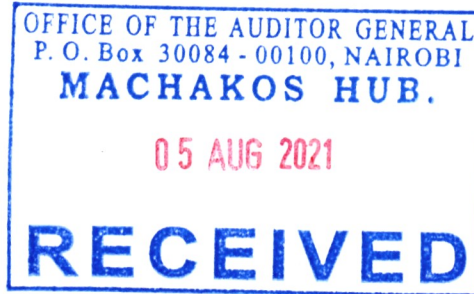
OF

**THE AUDITOR-GENERAL**

 THE NATIONAL ASSEMBLY PAPERS L AID	
DATE: 09 NOV 2021	DAY: TUE
TABLED BY:	ON Majority Whip Hon W. W. W. W.
CLERK-AT THE-TABLE:	B. Inzogu

## NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KILOME CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE, 2019



*Revised Template 30<sup>th</sup> June 2019*



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

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2019**

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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)**  
**KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

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Table of Content

Page

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	1-3
II. FORWARD BY THE NGCDF COMMITTEE CHAIRMAN .....	4-6
III. STATEMENT OF NGCDF COMMITTEE MANAGEMENT RESPONSIBILITIES.....	7
IV. STATEMENT OF RECEIPTS AND PAYMENTS .....	8
V. STATEMENT OF ASSETS AND LIABILITIES.....	9
VI. STATEMENT OF CASHFLOW.....	10
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED .....	11-12
VIII BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES.....	13-19
IX. SIGNIFICANT ACCOUNTING POLICIES .....	20-23
X. NOTES TO THE FINANCIAL STATEMENTS.....	24

**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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

**Core Values**

1. **Patriotism** – we uphold the national pride of all Kenya as 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 KILOME 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 2019 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	A.I.E holder	<b>Robert M. Kioko</b>
2.	Sub-County Accountant	Name: <b>Muasa Clement Kitua</b>
3.	Chairman NGCDFC	<b>Raphael K. Kongu</b>
4.	Member NGCDFC	<b>Simon Muthiani Tama</b>

**(d) Fiduciary Oversight Arrangements**

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

P.O. Box 163-90134  
NG-CDF Kilome Building,  
Mukaa Sub-County HQtrs  
Yoani-Salama.

**(f) NGCDF KILOME Constituency Contacts**

Telephone: (254) 720 090 730

E-mail: kilome@ng-cdf.go.ke

Website: www.go.ke

**(g) NGCDF KILOME Constituency Bankers**

Kenya Commercial Bank

Emali Branch

P.O. Box 4076-90121

Emali, Kenya

Acc. No. 1124880895

**(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

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

Commentary on significant budget performance against actual amounts for current year based on economic classification and programmes

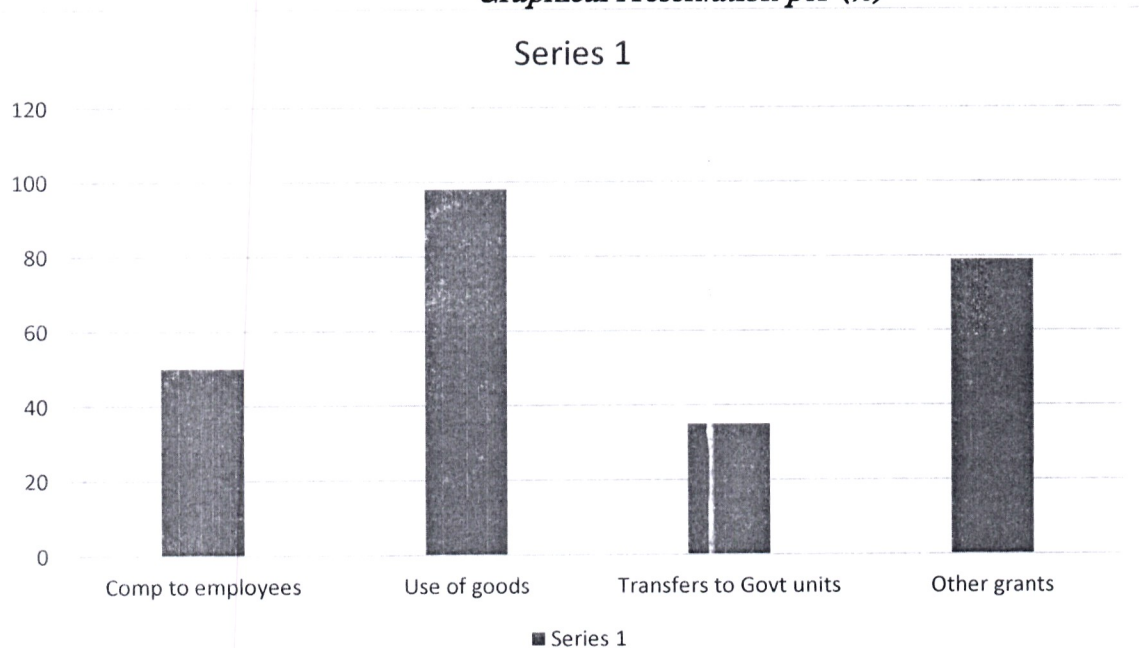
Overview

- a) **Compensation of Employees**-Performed at 50% - This is a recurrent budget catering for NG-CDFC staff salaries and Staff Monthly NSSF, NHIF dues.
- b) **Use of goods and services** – Posted an overall performance of 98%, Being an Administration Acc. Catering for general Office operation, NG-CDFC / PMC Trainings and NG-CDFC Meeting allowances.
- c) **Transfer to other Government Units** posted 35% performance. This was noted as an improvement compared to the last Financial years’ which performed at 15%. NG-CDFC however acknowledges delayed disbursement of Development funds from the NG-CDF Board and hence, late implementation of proposed projects during the year and this has hindered the target expected.
- d) **Other Grants and Transfers** – performed at 79% which was noted to be above average. Projects under this category involves allocation and awarding of Bursaries to needy students and a few development projects. Bursaries were prioritized during the Financial Year and hence posting the high performance of all. Other projects falling under this category were however delayed since they require Proper Procurement Procedures that MUST be undertaken before payment and implementation, hence by close of the Financial Year, some processes hadn’t been concluded.

**General overview**

- There was no under-utilization posted on all the Years’ programme performances, since all posted and average percentage of 56%.

*Graphical Presentation per (%)*



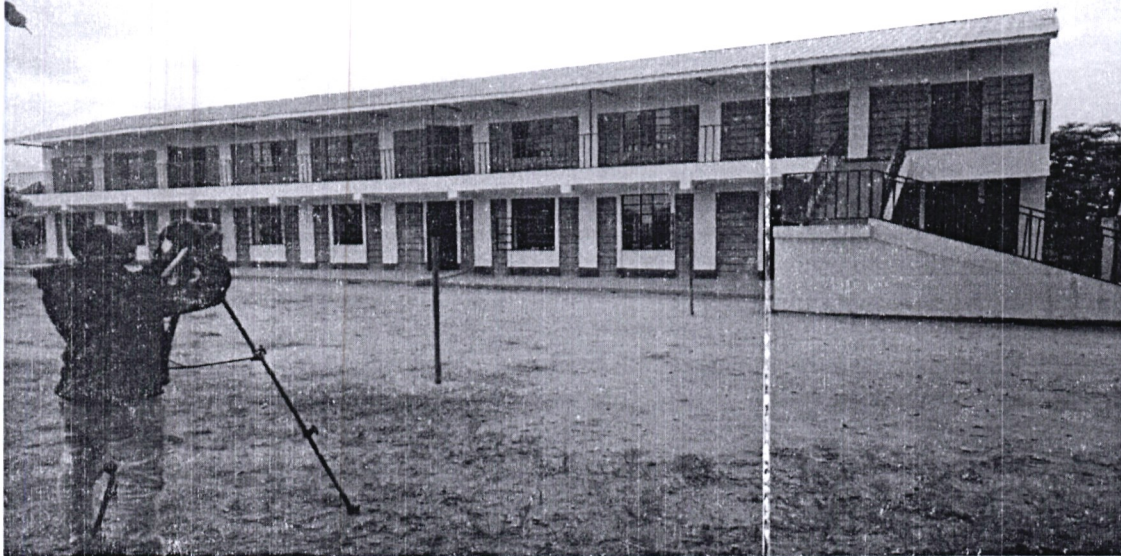
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KILOME CONSTITUENCY**

**Reports and Financial Statements**

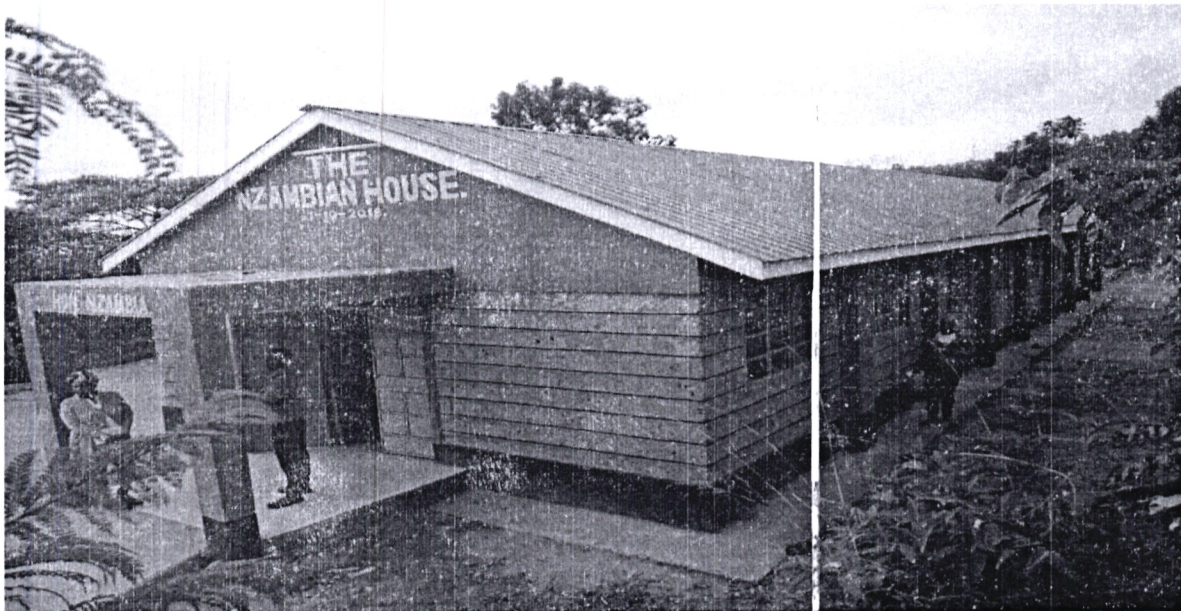
**For the year ended June 30, 2019**

**Successful projects undertaken during the year**

1. **Project Name:** Kasikeu Girls Secondary School  
**Project Activity:** Construction to completion of a Storey Building housing Admin Block, 3 No. Classrooms and 2 HOD Offices.  
**Project Status:** Complete and in use  
**Photo:** Annexed



2. **Project Name:** Bishop Ngala Secondary School  
**Project Activity:** Construction of a Dormitory to completion.  
**Project Status:** Complete and in use  
**Photo:** Annexed

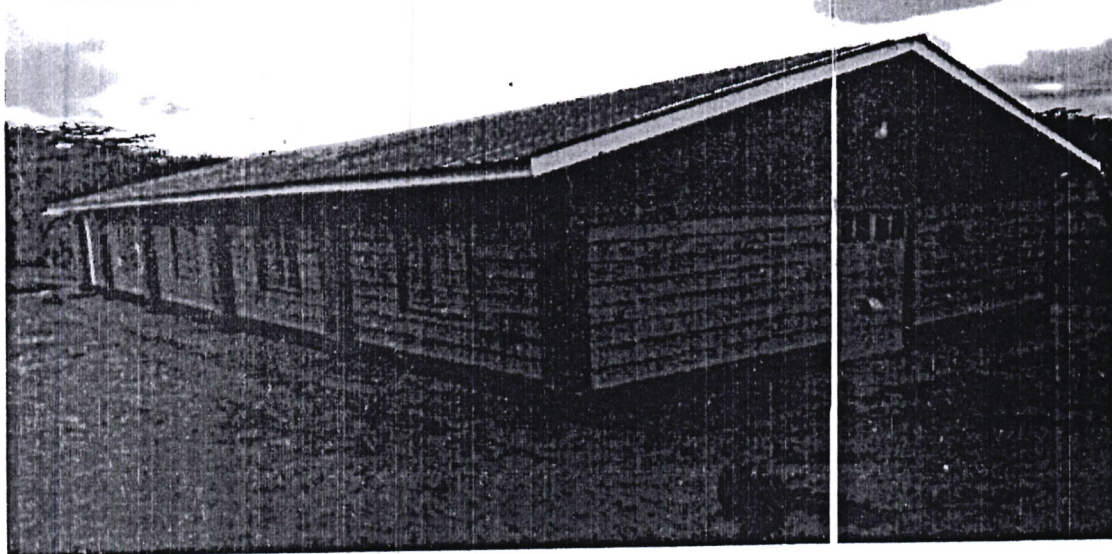


3. **Project Name:** Kathungu Primary School  
**Project Activity:** Construction of a Dormitory to completion.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KILOME CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

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*Photo: Annexed*



**Emerging issues related to the CDF,**

- The shift of some functions formerly funded by the CDF, being devolved to the County Govt i.e. Water, Roads and Health Sectors, was a very untimely idea though a relief to the Fund, since they took the largest share of the Constituency total allocation. Several projects especially water projects that were still ongoing by time of devolution came to a standstill to date. The NG-CDF Kilome therefore requests the NG-CDF Board to consider funding the incomplete projects to aid the suffering communities, who have no access of clean water.

**Implementation challenges and recommended way forward.**

- The NG-CDFC lays blame of late implementation of Public funds to the NG-CDF Board, who overtime have disbursed development funds late on closure of the subsequent Financial Year. Hopefully, in the future the NG-CDF Board shall release development funds right on time and hence enable timely implementation of scheduled projects.

Finally, I now forward the NG-Kilome Financial Statements for FY 2018/19 and appreciate the inputs of the NG-CDF Board in all aspects towards achieving our mission. It is through the efforts of teamwork that these Financial Statement have been a success.

*Sign*

A handwritten signature in blue ink, appearing to read 'Raphael K. Kongu'. The signature is stylized and somewhat cursive.

**CHAIRMAN NGCDF COMMITTEE  
RAPHAEL K. KONGU**

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

**Reports and Financial Statements  
For the year ended June 30, 2019**

**STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES**

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


The Accounting Officer in charge of the NGCDF-KILOME Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2019. 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-KILOME Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-KILOME Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

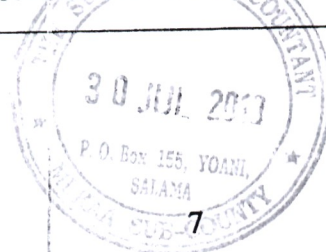
The Accounting Officer in charge of the NGCDF-KILOME Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible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

**Approval of the financial statements**

The NGCDF-KILOME Constituency financial statements were approved and signed by the Accounting Officer on 30<sup>TH</sup> June, 2019.

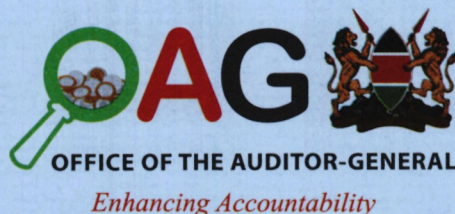
  
Fund Account Manager  
Name: Robert M. Kioko

  
Sub-County Accountant  
Name: Muasa Clement Kitua  
ICPAK Member Number:



# REPUBLIC OF KENYA

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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 - KILOME CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019**

---

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

#### **Qualified Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kilome Constituency set out on pages 8 to 45 , which comprise the statement of assets and liabilities as at 30 June, 2019, 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 matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituency Development Fund - Kilome Constituency as at 30 June, 2019, 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. Inaccuracies in the Financial Statements**

###### **1.1 Excluded Transfers and Transfers of Receipts outside Cut Off Period**

The statement of receipts and payments reflects transfers from NGCDF Board of Kshs.74,784,483;(2018-Kshs.66,205,172) and as disclosed under Note 1 to the financial statements. However, transfers vide Authority to Incur Expenditure (AIE) receipt number 047089 dated 15 May, 2019 of Kshs.13,000,000 are excluded. Further, the figure includes transfers vide AIE receipt number A896908 dated 15 May, 2018 of Kshs.22,405,173 which is outside the financial reporting period.

In the circumstances, the accuracy and completeness of the receipts of Kshs.74,784,483 for the year ended 30 June, 2019 could not be confirmed.

## 1.2 Variances in Comparative Balances

The comparative balances in the financial statements are at variances with those of the audited financial statements as detailed out below: -

Component	Comparative Figures (Kshs.)	Audited Figures (Kshs.)	Variance in Figures (Kshs.)
Committee Expenses	2,222,000	2,337,000	115,000
Training Expenses	1,219,000	1,534,000	315,000
General Supplies and Services	2,239,399	1,809,399	430,000
Use of Goods and Services	9,821,326	6,321,326	3,500,000
Other Grants and Payments	36,926,904	40,426,904	3,500,000
Unutilized Funds	38,590,782	49,970,092	11,379,310
PMC Account Balance	3,921,335	0	3,921,335

No disclosures have been made in the financial statements to explain the adjustments made, contrary to the requirements of International Public Sector Accounting Standard (IPSAS).

Consequently, the validity and accuracy of the adjusted figures could not be confirmed.

## 2. Accuracy of Summary of Fixed Asset Register

The summary of fixed assets register at Annex 4 to the financial statements reflects historical cost of the fixed assets of Kshs.15,611,979 which differs from the recasted figure of Kshs.15,311,979 resulting to unexplained variance of Kshs.300,000.

Consequently, the accuracy of the fixed assets historical cost value of Kshs.15,611,979 disclosed at Annex 4 to the financial statements could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the NGCDF - Kilome 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 receipts budget and actual receipts on a comparable basis of Kshs.147,631,658 and Kshs.90,970,092 respectively resulting to an underfunding of Kshs.56,661,566 or 38% of the budget. Similarly, the Fund spent Kshs.82,490,544 against an approved budget of Kshs.147,631,658 resulting to an under-expenditure of Kshs.65,141,114 or 44% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the residents of Kilome Constituency.

## **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 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. Project Implementation Status**

Review of the project implementation status report as of 30 June, 2019 reflects that eighty-eight (88) projects with funding allocation of Kshs.102,607,004 were at different implementation statuses. Seven (7) projects had not started due to reallocation of funds to other projects, fifty two (52) were incomplete but ongoing while twenty nine (29) were complete and in use.

Consequently, it was not possible to confirm when value for money will be realized from the incomplete and yet to be started projects.

#### **1.1 Unsatisfactorily Implemented Projects**

Six (6) projects with funding allocation of Kshs.5,900,000 were sampled for verification during the month of March, 2020. The following observations made against the projects. Tender documents for construction of water pipes for three (3) primary schools were not availed for audit and the projects had stalled. There was evidence of poor workmanship on construction and renovations of nine (9) classrooms and one dormitory in three (3) primary schools.

No satisfactory explanations have been given for the deficiencies in projects implementation.

Consequently, it was not possible to confirm if and when the constituents of Kilome Constituency will realize value for money from the projects funded to the tune of Kshs.5,900,000 for the year ended 30 June, 2019.

## **2. Unsupported Bursaries to Students**

The statement of receipts and payments reflects other grants and transfers of Kshs.43,771,727;(2018-Kshs.36,926,904) and as disclosed under Note 7 to the financial statements which includes Kshs.40,940,977 paid as bursaries. However, there were no supporting documents by way of; minutes of the vetting committee, amounts awarded per student, signed and stamped application forms to confirm the basis for the awards.

In the circumstances, the regularity, validity and value for money of bursaries payments amounting to Kshs.40,940,977 for the year ended 30 June 2019 could not be confirmed.

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

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

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and 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 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 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 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**

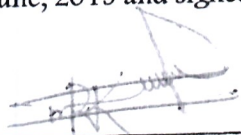
**06 October, 2021**


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**  
**KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

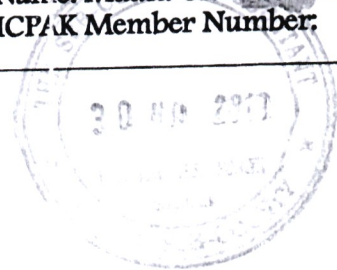
**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2018 - 2019 Kshs	2017 - 2018 Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF board	1	74,784,483	66,205,172
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	=	=
<b>TOTAL RECEIPTS</b>		<b>74,784,483</b>	<b>66,205,172</b>
<b>PAYMENTS</b>			
Compensation of employees	4	1,395,748	2,305,324
Use of goods and services	5	9,102,652	9,821,326
Transfers to Other Government Units	6	28,220,417	3,650,000
Other grants and transfers	7	43,771,727	36,926,904
Acquisition of Assets	8	-	-
Other Payments	9	=	=
<b>TOTAL PAYMENTS</b>		<b>82,490,544</b>	<b>52,703,554</b>
<b>SURPLUS/(DEFICIT)</b>		<b>(7,706,061)</b>	<b>13,501,618</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-KILOME Constituency financial statements were approved on 30<sup>th</sup> June, 2019 and signed by:

  
**Fund Account Manager**  
**Name: Robert M. Kioko**

  
**Sub-County Accountant**  
**Name: Muasa Clement Kitua**  
**ICPAK Member Number:**





**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**  
**KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

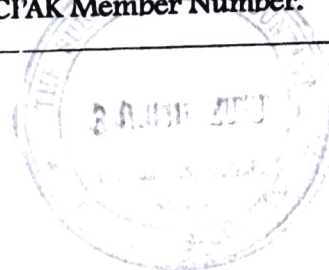
**V. STATEMENT OF ASSETS AND LIABILITIES**

	Note	2018-2019 Kshs	2017-2018 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	8,479,549	16,185,609
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>8,479,549</b>	<b>16,185,609</b>
Current Receivables		-	-
Outstanding Imprests	11	-	-
		<hr/>	<hr/>
		8,479,549	16,185,609
<b>TOTAL FINANCIAL ASSETS</b>			
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable		-	-
Retention	12A	-	-
Gratuity	12B	-	-
<b>TOTAL FINANCIAL LIABILITES</b>		<hr/>	<hr/>
<b>NET FINANCIAL ASSETS</b>			
<b>REPRESENTED BY</b>			
Fund balance b/fwd	13	16,185,609	2,683,991
Surplus/Deficit for the year		(7,706,061)	13,501,618
Prior year adjustments	14	-	-
<b>NET FINANCIAL POSITION</b>		<hr/> <b>8,479,548</b> <hr/>	<hr/> <b>16,185,609</b> <hr/>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-KILOME Constituency financial statements were approved on 30<sup>TH</sup> June, 2019 and signed by:

  
**Fund Account Manager**  
**Name: Robert M. Kioko**

  
**Sub-County Accountant**  
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**ICPAK Member Number:**

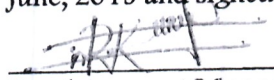



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**  
**KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

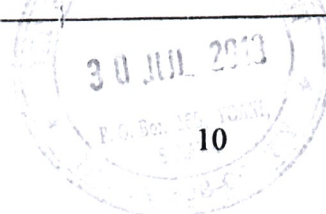
**VI. STATEMENT OF CASHFLOW**

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
<b>Receipts</b>			
Transfers from NGCDF Board	1	74,784,483	66,205,172
Other Receipts	3	-	-
<b>Total receipts</b>		<b>74,784,483</b>	<b>66,205,172</b>
<b>Payments</b>			
Compensation of Employees	4	1,395,748	2,305,324
Use of goods and services	5	9,102,652	9,821,326
Transfers to Other Government Units	6	28,220,417	3,650,000
Other grants and transfers	7	43,771,727	36,926,904
Other Payments	9	-	-
<b>Total payments</b>		<b>82,490,544</b>	<b>52,703,554</b>
<b>Total Receipts Less Total Payments</b>		<b>(7,706,061)</b>	<b>13,501,618</b>
<b>Adjusted for:</b>			
Outstanding imprest	11	-	-
Retention Payable	12A	-	-
Gratuity Payable	12B	-	-
Prior year adjustments	14	-	-
<b>Net Adjustments</b>		-	-
<b>Net cash flow from operating activities</b>		-	-
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
<b>Net cash flows from Investing Activities</b>		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(7,706,061)</b>	<b>13,501,618</b>
Cash and cash equivalent at BEGINNING of the year	13	16,185,609	2,683,991
Cash and cash equivalent at END of the year		8,479,548	16,185,609

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-KILOME Constituency financial statements were approved on 30<sup>TH</sup> June, 2019 and signed by:

  
**Fund Account Manager**  
**Name: Robert M. Kioko**

  
**Sub-County Accountant**  
**Name: Muasa Clement Kitua**  
**ICPAK Member Number:**



Reports and Financial Statements  
For the year ended June 30, 2019

II. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
<b>RECEIPTS</b>						
Transfers from NGCDF Board	109,040,876	38,590,782	147,631,658	90,970,092	56,661,566	62%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
<b>TOTAL RECEIPTS</b>	<b>109,040,876</b>	<b>38,590,782</b>	<b>147,631,658</b>	<b>90,970,092</b>	<b>56,661,566</b>	<b>62%</b>
<b>PAYMENTS</b>						
Compensation of Employees	1,950,000	864,600	2,814,600	1,395,748	1,418,852	50%
Use of goods and services	7,763,135	1,527,619	9,290,754	9,102,652	188,102	98%
Transfers to Other Government Units	43,600,000	36,198,563	79,798,563	28,220,417	51,578,146	35%
Other grants and transfers	55,727,741	-	55,727,741	43,771,727	11,956,014	79%
Acquisition of Assets	-	-	-	-	-	#DIV/OI
Other Payments	-	-	-	-	-	#DIV/OI
<b>TOTALS</b>	<b>109,040,876.00</b>	<b>38,590,782.00</b>	<b>147,631,658</b>	<b>82,490,544</b>	<b>65,141,114</b>	<b>56%</b>

*Commentary on significant underutilization (below 90% of utilization)*

- i. **Compensation of Employees**-Performed at 50% - This is a recurrent budget catering for NG-CDFC staff salaries and Staff Monthly NSSF, NHIF dues.

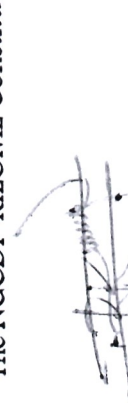
**Reports and Financial Statements  
For the year ended June 30, 2019**


- ii. **Use of goods and services** – Posted an overall performance of 98%, Being an Administration Acc. Catering for general Office operation, NG-CDFC / PMC Trainings and NG-CDFC Meeting allowances.
- iii. **Transfer to other Government Units** posted 35% performance. This was noted as an improvement compared to the last Financial years' which performed at 15%. NG-CDFC however acknowledges delayed disbursement of development funds and hence late implementation of proposed projects during the year and this has hindered the target expected.
- iv. **Other Grants and Transfers** – performed at 79% which was noted to be above average. Projects under this category involves allocation and awarding of Bursaries to needy students and a few development projects. Bursaries were prioritized during the Financial Year and hence posting the high performance of all. Other projects falling under this category were however delayed since they require Proper Procurement Procedures that MUST be undertaken before payment and implementation, hence by close of the Financial Year, some processes hadn't been concluded.

***Changes between the original and final budget***

- Variations noted between the Original and Final Budget are as a result of Ksh. 16,185,609.00 which was the Closing Bal for FY 2017/18 and consequently posted as the Opening Bal. for FY 2018/19.

The NGCDF-KILOME Constituency financial statements were approved on 30<sup>TH</sup> June, 2019 and signed by:

  
Fund Account Manager  
Name: Robert M. Kioko

  
Sub-County Accountant  
Name: Muasa Clement Kitua  
ICPAK Member Number:



ANNUAL GOVERNMENTAL ACCOUNTS  
 Reports and Financial Statements  
 For the year ended June 30, 2019

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget 2018/2019		Final Budget 2018/2019		Actuals on comparable basis 2018/2019		Budget surplus/deficit
	Original Budget	Final Budget	Original Budget	Final Budget	Actuals on comparable basis	Difference	
<b>1.0 Administration and Recurrent</b>							
1.1 Compensation of employees	1,900,542	864,600	2,765,142	1,395,748	1,369,394		
1.2 Committee allowances	3,200,000	-	3,200,000	3,190,526	9,474		
1.3 Use of goods and services	1,291,821	527,619	1,819,440	1,782,454	36,986		
	<b>6,392,364</b>	<b>1,392,219</b>	<b>7,784,583</b>	<b>6,368,728</b>	<b>1,415,855</b>		
<b>2.0 Monitoring and evaluation</b>							
2.1 Capacity building	1,400,000	-	1,400,000	1,453,389	(53,389)		
2.2 Committee allowances	1,071,225	-	1,071,225	1,909,864	(838,639)		
2.3 Use of goods and services	800,000	-	800,000	766,419	33,581		
	<b>3,271,225</b>	<b>-</b>	<b>3,271,225</b>	<b>4,129,672</b>	<b>(858,447)</b>		
<b>3.0 Emergency</b>							
	5,738,993.01	-	5,738,993	730,750	5,008,243		
3.1 Primary Schools	5,738,993	-	5,738,993	730,750	5,008,243		
<b>4.0 Bursary and Social Security</b>							
4.1 Primary Schools	-	-	-	-	-		
4.2 Secondary Schools	22,382,153.21	-	22,382,153	32,419,921	(10,037,768)		
4.3 Special Schools	14,582,153.22	-	14,582,153	7,835,100	6,747,053		
4.3 Universities/ Tertiary Institutions	1,000,000.00	-	1,000,000	685,956	314,044		

**NATIONAL GOVERNMENT CONSULTANCIES DEVELOPMENT CORPORATION**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

Original Budget	Adjusted Budget	Actuals	Compendium	Comparison	Budget Utilization
10187818	10187818	34062019	34062019		
4.4 Social Security	150,000.00	-	150,000	27,027	122,973
	38,114,306	-	38,114,306	40,968,004	(2,853,698)
5.0 Sports Activities	2,180,817.52	-	2,180,818	900,000	1,280,818
	2,180,818	-	2,180,818	900,000	1,280,818
6.0 Environment					
6.1 Kiuroni River	1,180,818	-	1,180,818	950,000	230,818
6.2 Kwamenya River	1,000,000	-	1,000,000	-	1,000,000
	2,180,818	-	2,180,818	950,000	1,230,818
7.0 Primary Schools Projects (List all the Projects)					
7.1. Muangini Primary School	500,000.00	-	500,000	-	500,000
7.2. Chief Mzamba Primary School	500,000.00	-	500,000	-	500,000
7.3. Wathini Primary School	500,000.00	-	500,000	-	500,000
7.4. Kathii Primary School	1,000,000.00	-	1,000,000	1,000,000	-
7.5. Masokari Primary School	1,000,000.00	-	1,000,000	-	1,000,000
7.6. Kiumoni Primary School		500,000	500,000	500,000	-
7.7. Kwambumbu Primary School	1,000,000.00	-	1,000,000	-	1,000,000
7.8. Mbiini Primary School	2,400,000.00	-	2,400,000	-	2,400,000
7.9. Kwakalelo Primary School		500,000.00	500,000	500,000	-

Reports and Financial Statements  
For the year ended June 30, 2019

Program/Activity/Account	Original Budget	Adjustment	Final Budget	Actual on comparable basis	Budget utilization difference
	2018-2019	2018-2019	2018-2019	2018-2019	2018-2019
7.8. Kilome SA Primary School		500,000.00	500,000	500,000	-
7.9. Kitivo Primary School	1,000,000.00		1,000,000	-	1,000,000
7.10 Nduluni Primary School	500,000.00		500,000	-	500,000
7.11 Isika Primary School	500,000.00		500,000	-	500,000
7.12 Muani Primary School		500,000	500,000	500,000	-
7.13 Kiongwani Primary School	1,000,000.00		1,000,000	1,000,000	-
7.14 Kwamboote Primary School	500,000.00		500,000	-	500,000
7.15 Uvunye Primary School	500,000.00		500,000	500,000	-
7.16 Kaluli Primary School	2,000,000.00		2,000,000	2,000,000	-
7.17 MUSAANI Primary School		1,000,000	1,000,000	1,000,000	-
7.18 Masaani Primary School		1,000,000	1,000,000	1,000,000	-
7.19 Ndalani Primary School	500,000.00		500,000	-	500,000
7.20 Uuini Primary School	700,000.00		700,000	700,000	-
7.21 Kalanzoni Primary School	500,000.00		500,000	-	500,000
7.22 Mbondoni Primary School	500,000.00		500,000	-	500,000
7.23 Mawani Primary School	2,000,000.00		2,000,000	-	2,000,000
7.24 Kwambeu Primary School		500,000	500,000	500,000	-
7.25 Enguli Primary School		1,000,000	1,000,000	1,000,000	-
7.26 Mbyani Primary School	500,000.00		500,000	-	500,000
7.27 Kitonguni Primary School	1,000,000.00		1,000,000	1,000,000	-

Reports and Financial Statements  
For the year ended June 30, 2019

Programme Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actuals on comparable basis 2018/2019	Budget utilization difference
7.28 Masive Primary School	100,000.00	-	100,000	-	100,000
7.29 Kiou Primary School		500,000.00	500,000	500,000.00	
7.30 St. Peters Kwandeke Pr.		600,000.00	600,000	600,000.00	
7.31 Kitumbini Primary School		2,000,000.00	2,000,000	2,000,000.00	
7.32 Maiani Primary School	100,000.00	-	100,000	-	100,000
7.33 Lumu Primary School	100,000.00	-	100,000	-	100,000
7.34 Mumela Primary School		543,390.00	543,390	543,390.00	
7.35 Kaluli Primary School	100,000.00	1,000,000	1,100,000	-	1,100,000
7.36 Kilome S.A Primary School	100,000.00	-	100,000	-	100,000
7.37 Kwambeu Primary School	100,000.00	-	100,000	-	100,000
7.38 Kwale Primary School		1,000,000.00	1,000,000	1,000,000.00	
7.39 Lumu Primary School		2,400,000.00	2,400,000	2,400,000.00	
7.40 Kea Primary School		500,000.00	500,000	500,000.00	
7.41 AIC Malili Township Pr.		250,000.00	250,000	250,000.00	
7.42 Nzeveni Primary School		500,000.00	500,000	500,000.00	
7.43 Kathikwani Primary School		500,000.00	500,000	500,000.00	
7.44 Kandolo Primary School		500,000.00	500,000	500,000.00	
7.45 Kwakatia Primary School	100,000.00	-	100,000	-	100,000
7.46 Kavuko Primary School	100,000.00	-	100,000	-	100,000
7.47 Kitaingo Primary School	150,000.00	-	150,000	-	150,000

**NATIONAL GOVERNMENT COLLEGE**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

Department/Programme	Original Budget 2018/2019	Final Budget 2018/2019	Actual on comparable basis 2018/2019	Budget utilization difference
7.48 retention b/f	-	-	-	-
<b>Sub-Total</b>	<b>19,550,000</b>	<b>15,793,390</b>	<b>20,998,390</b>	<b>14,350,000</b>
<b>8.0 Secondary Schools Projects (List all the Projects)</b>				
8.1. Kasikeu Girls Secondary School	500,000.00	500,000	500,000	0
8.2. Mukaa Boys Secondary School	3,000,000.00	3,000,000	2,500,000	500,000
8.3. Enguli Secondary School	500,000.00	500,000	0	500,000
8.4. Kayata Girls Secondary School	1,000,000.00	1,000,000	0	1,000,000
8.5. Kwothithu Secondary School	3,000,000.00	3,000,000	2,000,000	1,000,000
8.6. St. Regina Kiou Secondary School	1,000,000.00	1,000,000	1,000,000	0
8.7. Muani Secondary School	3,000,000.00	3,000,000	0	3,000,000
8.8. Kamuthini Secondary School	1,000,000.00	1,000,000	0	1,000,000
8.9. Kiongwani Boys Secondary School	1,000,000.00	1,000,000	1,000,000	0
8.10. ACK St. Stephen's Secondary School	500,000.00	500,000	0	500,000
8.11 S.A Maiani Girls Secondary School	1,000,000.00	1,000,000	0	1,000,000
8.12 Ngaamba Secondary School	1,000,000.00	1,000,000	0	1,000,000
8.13 Kiu Secondary School	1,000,000.00	1,000,000	0	1,000,000
8.14 Matiani Girls Secondary School	4,000,000.00	4,000,000	0	4,000,000
8.15 Kitaingo Secondary School	2,000,000.00	2,000,000	0	2,000,000
8.16 Bishop Ngala Secondary School	100,000.00	100,000	0	100,000



**Reports and Financial Statements  
For the year ended June 30, 2019**

Component/Program	Approved Budget 2018/2019	Actual on comparable basis 2018/2019	Budget utilization difference
<b>13.0 Others</b>			
13.1 ICT HUB	4,677,027.00	4,677,027	4,677,027
13.2 Strategic Plan			
13.3 Social hall			
<b>Sub-Total</b>	<b>4,677,027</b>	<b>4,677,027</b>	<b>4,677,027</b>
<b>GRAND TOTALS</b>	<b>109,040,876</b>	<b>147,631,658</b>	<b>65,141,114</b>

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

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**IX. 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-KILOME Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

**3. Reporting Currency**

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

**4. Significant Accounting Policies**

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

**a) Recognition of Receipts**

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

**Tax Receipts**

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

**Transfers from the Exchequer**

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILOME CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

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**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 2019, 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) –  
KILOME CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

**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) –  
KILOME CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

**SIGNIFICANT ACCOUNTING POLICIES**

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**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 2017 for the period 1<sup>st</sup> July 2018 to 30<sup>th</sup> June 2019 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 2019.

**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) –  
KILOME CONSTITUENCY**  
Reports and Financial Statements  
For the year ended June 30, 2019

**X. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2018-2019	2017-2018
		Kshs	Kshs
NGCDF Board			
<i>A855865</i>	1		5,500,000.00
<i>A892831</i>	2		37,905,172.00
<i>A896832</i>	3		21,000,000.00
<i>A892733</i>	4		1,800,000.00
<i>A896908</i>	1	22,405,173	
<i>B005047</i>	2	11,379,310.85	
<i>B030329</i>	3	10,000,000	
<i>B006386</i>	4	7,000,000	
<i>B030443</i>	5	13,000,000	
<i>A699132</i>	6	11,000,000	
<b>TOTAL</b>		<b>74,784,483</b>	<b>66,205,172</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	2018-2019	2017-2018
	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>	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILOME CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER RECEIPTS**

	2018-2019 Kshs	2017-2018 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**4. COMPENSATION OF EMPLOYEES**

	2018-2019 Kshs	2017-2018 Kshs
Basic wages of contractual employees	1,298,866	2,217,814
Basic wages of casual labour	-	-
<b>Personal allowances paid as part of salary</b>		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity – paid	-	-
- accrued	96,882.00	87,510
Other personnel payments (NSSF)	1,395,748	2,305,324
<b>Total</b>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILOME CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs</b>	<b>Kshs</b>
Committee Expenses	4,254,598	2,222,000
Utilities, supplies and services	-	-
Communication, supplies and services	9,450	10,960
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	1,453,389	1,219,000
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	2,840,215	2,239,399
Other operating expenses (Fuel)	545,000	629,967
Routine maintenance – vehicles and other transport equipment	-	-
Routine maintenance – other assets	-	3,500,000
Strategic Plan		
<b>Total</b>	<b>9,102,652</b>	<b>9,821,326</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILOME CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2018-2019 Kshs	2017-2018 Kshs
Transfers to National Government entities		
Transfers to primary schools (see attached list)	17,293,390.00	2,150,000.00
Transfers to secondary schools (see attached list)	10,927,027	1,500,000.00
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	-	-
<b>TOTAL</b>	<b>28,220,417</b>	<b>3,650,000</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

	2018-2019 Kshs	2017-2018 Kshs
Bursary – secondary schools (see attached list)	32,419,921.00	20,687,620.00
Bursary – tertiary institutions (see attached list)	7,835,100	8,694,000.00
Bursary – special schools (see attached list)	685,956	-
Mock & CAT (see attached list)	-	-
Security projects (see attached list)	250,000	2,500,000
Sports projects (see attached list)	950,000.00	1,736,206.00
Environment projects (see attached list)	900,000.00	1,736,206.00
Emergency projects (see attached list)	730,750.00	1,572,872.00
<b>Total</b>	<b>43,771,727</b>	<b>36,926,904</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILOME CONSTITUENCY**  
Reports and Financial Statements  
For the year ended June 30, 2019

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8. ACQUISITION OF ASSETS**

**Non Financial Assets**

	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs</b>	<b>Kshs</b>
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 Specialised Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-

**Total**

-	-
---	---

**9. OTHER PAYMENTS**

	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs</b>	<b>Kshs</b>
ICT Hub	-	-
Specify	-	-
Specify	-	-
	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
 KILOME CONSTITUENCY  
 Reports and Financial Statements  
 For the year ended June 30, 2019**

**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**10A: Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kshs	Kshs
<i>Kenya Commercial Bank</i>	8,473,549.00	16,185,609
<i>Account No. 1124880895</i>		
<b>Total</b>	<b>8,473,549.00</b>	<b>16,185,609</b>
<b>10B: CASH IN HAND</b>		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations ( <i>specify</i> )	-	-
<b>Total</b>	-	-
<i>[Provide cash count certificates for each]</i>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
 KILOME CONSTITUENCY  
 Reports and Financial Statements  
 For the year ended June 30, 2019  
 NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**11: OUTSTANDING IMPRESTS**

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

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

**12A. RETENTION**

Supplier 1  
 Supplier 2  
 Supplier 3

**2018 - 2019  
 Kshs**

**2017-2018  
 Kshs**

-  
 -  
 -

**Total**

*[Provide short appropriate explanations as necessary]*  
**12B. STAFF GRATUITY OUTSTANDING**

Name 1  
 Name 2  
 Name 3

Add as appropriate

**Total**

**2018 - 2019  
 Kshs**

**2017-2018  
 Kshs**

-  
 -  
 -

*[Provide short appropriate explanations as necessary]*

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
 KILOME CONSTITUENCY  
 Reports and Financial Statements  
 For the year ended June 30, 2019**

**13. BALANCES BROUGHT FORWARD**

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts	16,185,609	2,683,991
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>16,185,609</b>	<b>2,683,991</b>

*[Provide short appropriate explanations as necessary]*

**14. PRIOR YEAR ADJUSTMENTS**

	2018-2019 Kshs	2017-2018 Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILOME CONSTITUENCY**  
Reports and Financial Statements  
For the year ended June 30, 2019  
*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**15. OTHER IMPORTANT DISCLOSURES**

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

	2018-2019 Kshs	2017-2018 Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	<hr/>	<hr/>
	<hr/>	<hr/>

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

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others ( <i>specify</i> )	-	-
	<hr/>	<hr/>
	<hr/>	<hr/>

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

	Kshs	Kshs
Compensation of employees	1,418,852	2,340,271
Use of goods and services	188,102	19,795,390
Amounts due to other Government entities (see attached list)	51,578,146	16,455,121
Amounts due to other grants and other transfers (see attached list)	11,956,014	-
Acquisition of assets	-	-
Others ( <i>specify</i> )	-	-
	<hr/>	<hr/>
	<b>65,141,114</b>	<b>38,590,782</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
 KILOME CONSTITUENCY  
 Reports and Financial Statements  
 For the year ended June 30, 2019**

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*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

15.4: PMC account balances (See Annex 5)

	<b>2018-2019</b>	<b>2017-2018</b>
	<b>Kshs</b>	<b>Kshs</b>
PMC account Balances (see attached list)	15,109.22	3,921,335
	15,109.22	3,921,335

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

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

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
	a	b	c	d=a-c	
<b>Construction of buildings</b>					
1.	-	-	-	-	N/A
2.	-	-	-	-	
3.	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	N/A
<b>Construction of civil works</b>					
4.	-	-	-	-	
5.	-	-	-	-	
6.	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	N/A
<b>Supply of goods</b>					
7.	-	-	-	-	
8.	-	-	-	-	
9.	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	N/A
<b>Supply of services</b>					
10.	-	-	-	-	
11.	-	-	-	-	
12.	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	
<b>Grand Total</b>	-	-	-	-	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	Comments
		a	b	c	d=a-c	
<b>Senior Management</b>	-	-	-	-	-	N/A
1.	-	-	-	-	-	
2.	-	-	-	-	-	
3.	-	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	-	N/A
<b>Middle Management</b>	-	-	-	-	-	
4.	-	-	-	-	-	
5.	-	-	-	-	-	
6.	-	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	-	N/A
<b>Unionisable Employees</b>	-	-	-	-	-	
7.	-	-	-	-	-	
8.	-	-	-	-	-	
9.	-	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	-	N/A
<b>Others (specify)</b>	-	-	-	-	-	
10.	-	-	-	-	-	
11.	-	-	-	-	-	
12.	-	-	-	-	-	
<b>Sub-Total</b>	-	-	-	-	-	
<b>Grand Total</b>	-	-	-	-	-	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

**ANNEX 3 – UNUTILIZED FUNDS**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Compensation of employees	Payment of staff salaries and PAYE, NSSF, NHIF.	1,418,852.00	1,887,287.00	Funds were not received by close of Financial Year.
Use of goods & services	Purchase of fuel, repairs and maintenance, printing, stationery, Telephone, travel and subsistence, Office Newspapers, Office Tea, e.t.c	188,102.00	452,984.00	Funds were not received by close of Financial Year.
<b>Sub-Total</b>		<b>1,606,954.00</b>	<b>2,340,271</b>	
<b>Amounts due to other Government entities</b>				
Muangini Primary School	Renovation of 2 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Chief Kiamba Primary School	Renovation of 2 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Wathini Primary School	Renovation of 2 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Masokani Primary School	Renovation of 4 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Kiumoni Primary School	Water connection project.	500,000.00		Funds were not received by close of Financial Year.
Kwambumbu Primary School	Renovation of 4 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Mbiimi Primary School	Construction of a dormitory to completion.	2,400,000.00		Funds were not received by close of Financial Year.
Kwakalelo Primary School	Water connection project.	500,000.00		Funds were not received by close of Financial Year.
Kilome SA Primary School	Renovation of 2 No. classrooms.	500,000.00		Funds were not received by close of Financial Year.
Kitiyo Primary School	Construction of 1 Classroom to completion.	1,000,000.00		Funds were not received by close of Financial Year.
Nduluni Primary School	Construction of a 8-Door Toilet Block to	500,000.00		Funds were not received by close of

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
	completion.			Financial Year.
Isika Primary School	Renovation of 2 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Kathii Primary School	Renovation of 4 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Kitivo Primary School	Construction of 1 Classroom to completion.	1,000,000.00		Funds were not received by close of Financial Year.
Kiongwani Primary School	Renovation of 4 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Uvunye Primary School	Construction of a 8-Door Toilet Block to completion.	500,000.00		Funds were not received by close of Financial Year.
Katuli Primary School	Construction of 2 Classroom to completion.	2,000,000.00		Funds were not received by close of Financial Year.
Kaluli Primary School	Purchase of 10,000 Ltrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Kandolo Primary School	Renovation of (3) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Muani Primary School	Renovation of (3) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Kathikwani Primary School	Renovation of (3) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Kea Primary School	Construction of a classroom-Foundation, Walling & Roofing.	500,000.00		Funds were not received by close of Financial Year.
Kilome S.A Primary School	Renovation of (3) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Mathunzuni Primary School	Renovation of (5) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Kwale Primary School	Renovation of (5) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Kitumbini Primary School	Renovation of (3) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Musaani Primary School	Renovation of (5) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Lumu Primary School	Renovation of (5) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Nzeveni Primary School	Renovation of (3) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Enguli Primary School	Renovation of (5) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Kiou Primary School	Renovation of (3) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Kathungu Primary School	Completion of a dormitory-Roofing, Fitting of Doors and Windows, Flooring, Plastering, painting and General finishing	1,500,000.00		Funds were not received by close of Financial Year.
AIC Malili Township Primary School	Completion of a classroom-Fitting of Doors and Windows, Flooring, Plastering, painting and General finishing	250,000.00		Funds were not received by close of Financial Year.
St. Peter's Kwandeke School	Completion of (2) no. classrooms-Roofing, Fitting of Doors and Windows, Flooring, Plastering, painting and General finishing	600,000.00		Funds were not received by close of Financial Year.
Ndemiu Primary School	Renovation of (5) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Mumela Primary School	Renovation of (4) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	545,390.00		Funds were not received by close of Financial Year.
Muani Primary School	Renovation of 2 No. classrooms.	500,000.00		Funds were not received by close of Financial Year.
Kwambotoe Primary School	Renovation of 2 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Musaani Primary School	Renovation of 4 No. classrooms.	1,000,000.00		Funds were not received by close of Financial Year.

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

**Reports and Financial Statements  
For the year ended June 30, 2019**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Masaani Primary School	Renovation of 4 No. classrooms.	1,000,000.00		Funds were not received by close of Financial Year.
Ndalani Primary School	Completion of Construction of 1 classroom i.e. Roofing, Fitting of doors and windows, Flooring, plastering and finishing.	500,000.00		Funds were not received by close of Financial Year.
Kalanzoni Primary School	Construction of 1 Classroom – Foundation, walling (Phase 1 funding)	500,000.00		Funds were not received by close of Financial Year.
Mbondoni Primary School	Renovation of 2 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Mawani Primary School	Construction of 2 Classrooms to completion	2,000,000.00		Funds were not received by close of Financial Year.
Kwambeu Primary School	Water Connection project.	500,000.00		Funds were not received by close of Financial Year.
Enguli Primary School	Renovation of 4 No. classrooms.	1,000,000.00		Funds were not received by close of Financial Year.
Mbyani Primary School	Renovation of 2 classrooms i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Masive Primary School	Purchase of 10,000 Litrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Kiou Primary School	Renovation of 2 No. classrooms.	500,000.00		Funds were not received by close of Financial Year.
St. Peters Kwandeke Pr.	Completion of 1 No. classroom.	600,000.00		Funds were not received by close of Financial Year.
Kitumbini Primary School	Construction of 2 No. classrooms	2,000,000.00		Funds were not received by close of Financial Year.
Maiani Primary School	Purchase of 10,000 Litrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Lumu Primary School	Purchase of 10,000 Litrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Mumela Primary School	Renovation of 2 No. classrooms.	543,390.00		Funds were not received by close of Financial Year.
Kaluli Primary School	Purchase of 10,000 Litrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Kilome S.A Primary School	Purchase of 10,000 Litrs Water Reservoir	100,000.00		Funds were not received by close of

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
	Tank, Transports and Installation at the school.			Financial Year.
Kwambeu Primary School	Purchase of 10,000 Ltrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Kwale Primary School	Construction of 1 Classroom.	1,000,000.00		Funds were not received by close of Financial Year.
Lumu Primary School	Construction of a Dormitory.	2,400,000.00		Funds were not received by close of Financial Year.
Kea Primary School	Construction of a classroom – Phase 1	500,000.00		Funds were not received by close of Financial Year.
AIC Malili Township Pr.	Completion of a classroom.	250,000.00		Funds were not received by close of Financial Year.
Nzeveni Primary School	Renovation of 2 No. classrooms.	500,000.00		Funds were not received by close of Financial Year.
Kathikwani Primary School	Renovation of 2 No. classrooms.	500,000.00		Funds were not received by close of Financial Year.
Kandolo Primary School	Renovation of 2 No. classrooms.	500,000.00		Funds were not received by close of Financial Year.
Kwakatia Primary School	Purchase of 10,000 Ltrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Kavuko Primary School	Purchase of 10,000 Ltrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
Kitaingo Primary School	Purchase of 100 New School Desks (Ksh. 100,000.00) and 50 Lockers (Ksh. 50,000.00) for use by pupils.	282,756.00		Funds were not received by close of Financial Year.
Masaani Primary School	Renovation of (5) No. classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	1,000,000.00		Funds were not received by close of Financial Year.
Enguli Secondary School	Renovation of 2 classrooms Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
Kayata Girls Secondary School	Construction of a dormitory – Foundation, Walling (Phase 1 funding)	1,000,000.00		Funds were not received by close of Financial Year.
Muani Secondary School	Construction of a dormitory to completion.	3,000,000.00		Funds were not received by close of Financial Year.
Kamuthini Secondary School	Construction of 1 Classroom to completion.	1,000,000.00		Funds were not received by close of Financial Year.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
ACK St. Stephen's Secondary School	Renovation of 2 classroom Block i.e. Re-roofing, Door and window fitting, Flooring, Plastering and Re-painting.	500,000.00		Funds were not received by close of Financial Year.
S.A Maiani Girls Secondary School	Construction of 1 Classroom to completion.	1,000,000.00		Funds were not received by close of Financial Year.
Ngaamba Secondary School	Construction of a Science Laboratory – Foundation, Walling (Phase 1 funding)	1,000,000.00		Funds were not received by close of Financial Year.
Kiu Secondary School	Construction of 1 Classroom to completion.	1,000,000.00		Funds were not received by close of Financial Year.
Kasikeu Girls Secondary School	Completion of a Storey Building housing Admin Block and Classrooms-Flooring and plastering.	500,000.00		Funds were not received by close of Financial Year.
Mukaa Boys Secondary School	Construction of an underground Water Tank with a capacity to store 150m <sup>3</sup> (150,000Ltrs) of rain harvested water.	3,000,000.00		Funds were not received by close of Financial Year.
Kwothithu Secondary School	Construction of a dormitory to completion.	3,000,000.00		Funds were not received by close of Financial Year.
Kiongwani Boys Secondary School	Completion of a storey Building – Roofing, Fitting of Doors & Windows, Plastering, Flooring and General finishing. Project started by School BOM/PTA.	1,000,000.00		Funds were not received by close of Financial Year.
Kitaingo Secondary School	Completion of a storey Building – Construction of 1 <sup>st</sup> Floor walling, Roofing and finishing. Project started by School BOM/PTA.	2,000,000.00		Funds were not received by close of Financial Year.
Bishop Ngala Secondary School	Purchase of 10,000 Ltrs Water Reservoir Tank, Transports and Installation at the school.	100,000.00		Funds were not received by close of Financial Year.
<b>Sub-Total</b>		<b>51,578,146</b>	<b>19,795,390</b>	
<b>Amounts due to other grants and other transfers</b>				Funds were not received by close of Financial Year.
Sports Activities	Purchase of uniforms and balls for identified Constituency teams and facilitate a constituency sports tournament and the winning teams/schools to be awarded with trophies. All participation costs catered for.	1,280,818		Funds were not received by close of Financial Year.
Environment	Planting of trees at Mukaa Sub County Headquarters- 100,000.00 Erection of Water Gabions for earth retention, erosion control and soil stabilization at;	1,166,953		Funds were not received by close of Financial Year.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
	Kiumoni River near Kiumoni Pr. School – 1,080,817.52			
	Kwamenya River near Kwakatia Primary School– 1,000,000.00			
Muua AP Camp	Construction of AP Office to completion.	1,500,000		Funds were not received by close of Financial Year.
Malili AP Camp	Construction of AP Office to completion.	1,500,000		Funds were not received by close of Financial Year.
Kiimakuu AP Camp	Construction of AP Office to completion.	1,500,000		Funds were not received by close of Financial Year.
Emergency Projects	To cater for any unforeseen occurrences in the constituency during the financial year	5,008,243		A Reserve kitty for unseen future occurrences.
<b>Sub-Total</b>		<b>11,956,014</b>	<b>16,455,121</b>	
<b>Acquisition of assets</b>			-	
<b>Sub-Total</b>			-	
<b>Others (specify)</b>				
<b>Sub-Total</b>				
<b>Grand Total</b>		<b>65,141,114</b>	<b>38,590,782</b>	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KILOME CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2019**

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

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) 2017/18</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) 2018/19</b>
Land	-	-	-	-
Buildings and structures	10,487,253	-	-	10,487,253
Transport equipment	1,409,476	-	-	1,409,476
Office equipment, furniture and fittings	1,612,610	-	-	1,612,610
ICT Equipment, Software and Other ICT Assets	694,140	-	-	694,140
Other Machinery and Equipment	1,108,500	-	-	1,108,500
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>15,611,979</b>	-	-	<b>15,611,979</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KILEOME CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2019**

**ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2019**

PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
Kiongwani Primary School	KCB	1206627948	1,764.50	
Mbyani Primary School	KCB	1117716139	2,084.77	
Nduluni Primary School	KCB	1111353174	390.50	
Mbiini Primary School	KCB	1114181293	10,754.95	
Kamuthini Secondary School	KCB	1107172594	114.50	
S.A Kikongooni Primary School	KCB	1206683597		170,000.00
Katulyani Pr. School	KCB	1114263753		300,000.00
Kwakavita Primary School	KCB	1207302708		130,000.00
Kitivo Primary School	KCB	1114738050		100,000.00
Nguuni Primary School	KCB	1114662232		117,350.00
Masive Primary School	KCB	1127489070		120,000.00
Ianduini Primary School	KCB	1136915060		120,000.00
Ngiluni Pr. School	KCB	1132736099		79,710.00
Kwawala Pr. School	KCB	1137682264		50,000.00
Kwakyambu Primary School	KCB	1136740813		400,000.00
A.P Line House S.A S.H.G	KCB	1205934014		2,334,275.00
<b>Total</b>			<b>15,109.22</b>	<b>3,921,335.00</b>

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

**KILOME CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2019**

**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)
4.1. Mis-posted Expenditure	Mis-posted Expenditure in the Financial Statements.	The Management noted the erroneous mis-posted expenditure, and hence done all the necessary and adjustments in the Financial Statements.	Robert M. Kioko Fund Account Manager	Resolved	30/6/2020
4.2. Lack of Proper filing controls	Staff personal files had no folios to indicate a sequence of actions and Decisions.	The Management has since ensured that all documents contained in staff files are serialized with Folio Numbers as recommended by the Audit Team.	Robert M. Kioko Fund Account Manager	Resolved	30/6/2020
4.3. Implementation of Projects	Projects were implemented late after closure of the Financial Year - No projects signages at project sites.	NG-CDFC shall henceforth ensure immediate and proper branding of all projects implemented during a Financial Year, for clarity.	Robert M. Kioko Fund Account Manager	Resolved	30/6/2020
4.4. Cash and Bank Balances Unexplained Difference	Unexplained difference of Ksh. 453,234.00 (Cash and Bank Balances)	The Management noted erroneous entries input in the Bank Reconciliation as at 30 <sup>TH</sup> June, 2018 hence resulting to the difference noted. The statements have since been corrected and correct figures posted.	Robert M. Kioko Fund Account Manager	Resolved	30/6/2020
4.5. Misstatement in the Financial Statements	Unexplained difference in Statement of Receipts and Payments	The Managements acknowledged a typo error that resulted to the unexplained variation. Correction has since been done, with actual figures reported in the Financial Statements.	Robert M. Kioko Fund Account Manager	Resolved	30/6/2020