

REPUBLIC OF KENYA



Enhancing Accountability



THE NATIONAL ASSEMBLY PAPERS LAID	
REPORT	DATE: 04 AUG 2021
	DAY: wed (AM)
TABLED BY:	Hon E Wangwe Majority & Whip
OF	PII
CLEAR THE TABLE:	

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

**NATIONAL COUNCIL FOR CHILDREN'S
SERVICES**

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





THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES

ANNUAL REPORT AND FINANCIAL STATEMENTS

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

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



I. Contents

KEY ENTITY INFORMATION AND MANAGEMENT	i
ENTITY INFORMATION AND MANAGEMENT (Continued)	ii
THE BOARD OF DIRECTORS	iii
MANAGEMENT TEAM	vii
REPORT OF THE CHIEF EXECUTIVE OFFICER	x
CORPORATE GOVERNANCE STATEMENT	xii
CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY	xv
REPORT OF THE DIRECTORS	xvii
STATEMENT OF DIRECTORS' RESPONSIBILITIES	xixx
1. STATEMENT OF FINANCIAL PERFORMANCE	21
2. STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 30 JUNE 2019.....	22
3. STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2019....	23
4. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2019	24
5. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR THE YEAR ENDED 30 JUNE 2019.....	26
NOTES TO THE FINANCIAL STATEMENTS	28



KEY ENTITY INFORMATION AND MANAGEMENT

(a) Background information

The National Council for children's services was established through the children Act 2001 and it was inaugurated in September, 2002.

The council is a Semi-Autonomous Government Agency (SAGA)

(b) Principal Activities

The mandate of the council is executed by the secretariat as instructed by the council. The secretariat is instructed into four sections that represent the thematic committees formed by the council in the daily running of N.C.C.S

The thematic committees are as follows; -

- Policy development and legal issues,
- Resource mobilization,
- Planning research and mobilization,
- Advocacy media participation.

(c) Key Management

The Secretary/Chief Executive Officer provides leadership to a Secretariat that manages the operations of the Trust Fund

(d) Fiduciary Management

Key management personnel who held office during the financial year ended 30th June 2019 and who had direct fiduciary responsibility were:

Designation	NAME
Ag. C.E.O	Abdinoor Sheikh
Assistant Director, Children's Services/Section head	Benson Bakala Wambani
Principal Children's Officer/ Section head	Truphena Chemining'wa
Principal Accountant	Moses Muga
Senior Children's Officer/ Section head	Judy Wachira
Senior Children's Officer/ Section head	Mary Thiongo
Supply Chain Management Officer [1]	Joseph Oyugi

(e) Fiduciary Oversight Arrangements

Here, provide a high-level description of the key fiduciary oversight arrangements covering (say):

- Audit and finance committee activities
- Parliamentary committee activities
- Development partner oversight activities
- Other oversight activities



ENTITY INFORMATION AND MANAGEMENT (Continued)

(f) Entity Headquarters

National social security house (NSSF)
Block C 4th floor
Bishop road
P.O. Box 6446-00100
Nairobi.

(g) Entity Contacts

Telephone :(254) 020-2691023
E-mail: nccssecretariat@nccs.go.ke
Website: www.nccs.go.ke

(h) Entity Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank
Account: 1132458803
Branch: Moi Avenue
P.O. Box 48400-00100
Nairobi

(i) Independent Auditors

Auditor General
Kenya National Audit Office
Anniversary Towers, University Way
P.O. Box 30084-00100
GPO, Nairobi
Kenya

(j) Principal Legal Adviser

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



THE BOARD OF DIRECTORS



JOYCE NGUGI-CHAIRPERSON

Date of birth:

Key Qualifications:

Master's degree in Counselling Psychology and a post graduate diploma in substance abuse counselling and management and a Bachelor's degree in Education and currently undertaking a PHD in Leadership and Governance

Work Experience:

She has experience in public service delivery in several sectors including the education sector, women empowerment, youth drug addiction prevention/rehabilitation and children rights. I am serving on my 2nd(second)term as the chairperson of the Kenya National Council for Children where I have initiated, steered and completed several projects and programs focused on improving the welfare of children in different parts of the country.



NURIA GOLLO HALAKE HSC

Date of Birth :11.9.1965

Work Experience

Executive Director Marsabit Women Advocacy and Development Organization and Network treasurer of Mionet (Marsabit indigenous Organization Network.) Organizations working with and on children matters. Member of CUC (Court Users Committee) Representing the interest of Children Member of CEB (County Education Board) Cso representing children. Currently, Madam Nuria is a Chair of the audit committee of the council



Henry Mutwiri Riungu

Date of birth:1971,



Key Qualifications:

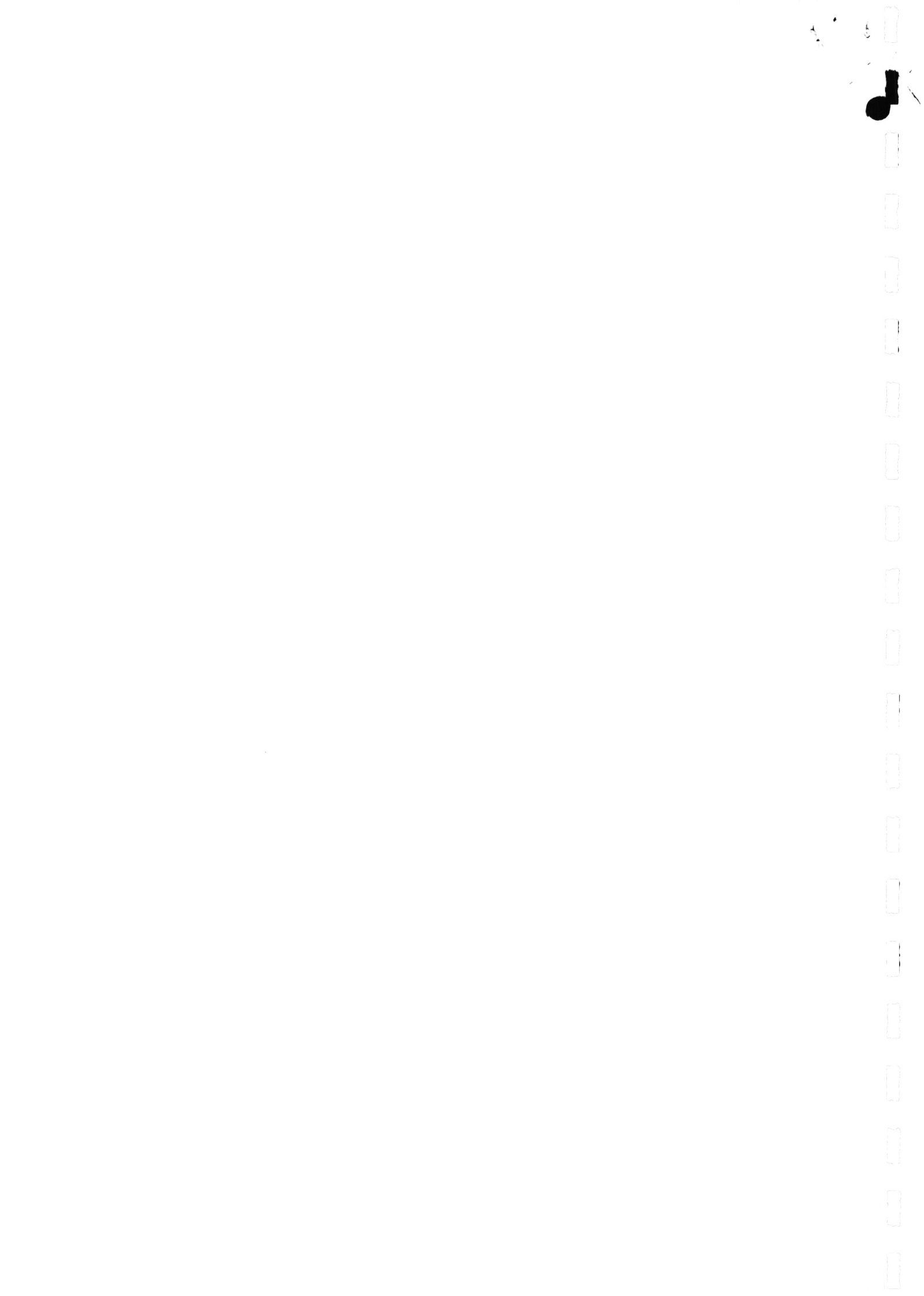
Master's in Business Administration
Bachelor of Commerce (Business Admin)



Work Experience:

As Finance –trained Professional and also having studied Business Administration I am able to drive business and organizational success by using financial and managerial knowledge and skills to influence strategic decisions and manage performance. I am able to analyze issues and events in global business environment and decide whether proposed long-term projects are financially viable. I have also been involved in preparing national budgets forecasts and used techniques for analyzing and improving credit management and disbursements for donor-financed projects and parastatals and other Government Investments in Public Entities. I am also able to analyze competitive environment and evaluate strategic options and also implement strategic plans and manage change.



 <p>Mr. Seth Nyamweya Masese</p> <p>Bachelor of Social Laws, Bachelor of Laws (Special)</p>	<p>Date of birth:1973 Key Qualifications: Bachelor of Social Laws work experience: Seth is a Lawyer with a Bachelor’s Degree in Law. He is an Advocate of the High Court of Kenya and has over eighteen years of experience in commercial law, civil society and governance work with particular strengths in vetting and negotiating International and Local Treaties and Agreements, negotiations skills, legal research and rendering general legal advice particularly to the Government of the Republic of Kenya. Currently he is a Deputy Head - Senior Principal State Counsel, Attorney General’s Chambers and Department of Justice in the Legal Advisory and Research Division.</p>
 <p>Noah Mokaya Omambia Sanganyi, HSC</p>	<p>Date of birth:1962 Key Qualifications: Bachelor of Social Laws Work Experience: Sanganyi is a Child Protection Specialist, Director Children’s Services at the Department of Children Services under the Ministry of Labour and Social Protection. He specializes in Child Protection including Psychosocial Support to Orphans and Vulnerable Children, Development of work plans, Development of National Programme Guidelines on Orphans and other Children made Vulnerable by HIV/AIDS (OVC), Development of National Policy on Orphans and Vulnerable Children (OVC), Development of National Plan of Action on Orphans and Vulnerable Children (OVC). He has 6 years management of ILO/IPEC – child labour funded programme in Kisii soapstone industry, 6 years Government of Kenya(GOK)Expert on Treatment of Juvenile Delinquent System with technical co-operation programmes of Japan International Cooperation Agency (JICA), 6 years as a GOK Expert on Promotion of Street Children and Youth at Risk with German Technical Co-operation (GTZ) and lastly 3 years GOK Expert in management</p>






 <p>Dr. Hashim Osman Warfa</p>	<p>of National Cash Transfer Programme for Orphans and Vulnerable Children (OVC – CT).</p> <p>Date of birth:1962</p> <p>Key Qualifications: Masters of Medicine (Paediatrics & child Health) Master of Public Health (MPH) 2007. Bachelor of Medicine and Bachelor of Surgery (MBChB)</p> <p>Work Experience: Over 18 years of continued quality work experience in health care management and administration implementing Health, Emergency and Development projects. Highly experienced in engaging government authorities, and International Organizations, community based organizations, local authorities, public and private sector service providers Excellent knowledge on enhancing National and international Partnerships, institutional collaborations for strategic partnership required to achieve the vision and mandate of the Indicate whether the secretary is a member of ICPSK as required under the Mwongozo code in addition to their other details.</p>
 <p>Mr. James Ntabo</p>	<p>D.o B: 1968</p> <p>Key Qualification: Master of Business Administration (MBA)</p> <p>Work Experience: Mr. Ntabo is a Senior Deputy Secretary at the Ministry of Labor and Social Protection where he is tasked with Coordination and ensuring compliance to various Government Policies and in particular supporting the Principal Secretary in realizing the mandate as spelt out in Executive Order No. 1 of 2018, He also worked as a deputy secretary at the Ministry of Water and Irrigation coordinating and ensuring compliance to various Government policies and regulations in particular assisting in the realization of the ministry’s mandate and strategic objectives. Mr Ntabo also worked as a County Secretary in Nyamira County where he was the head of county public civil service. He also worked as District Commissioner - Nyakach district, he also worked as Senior Assistant Secretary in the Ministry of lands and settlement, Mr. Ntabo also worked as CEO in</p>





	<p>the Ministry of Housing in the Rent Restriction Tribunal.</p>
<div data-bbox="194 448 577 824" data-label="Image"> </div> <div data-bbox="194 824 507 860" data-label="Caption"> <p>Bishop Bernard Kariuki</p> </div>	<p>Date of birth:1950 Key Qualifications: Masters of Theology Bachelor of Theology Bachelor of Law</p> <p><u>Work Experience</u> Mr Kariuki ministering in the church ACK for 25 years in the church & PISCOPOL Church for a period of 15 years. He was a commissioner CKRC for 5 years(NGAI commission). He has been a director at Rural Electrification Authority for years. Kariuki has a legal firm to Tobiko and Njoroje Advocates, a medium law. Kariuki is now a member of board of directors at The National Council for Children Services.</p>



MANAGEMENT TEAM

 <p>ABDINOOR SHEIKH</p>	<p>Ag. C.E.O, NCCS</p>
 <p>BENSON WAMBANI Bachelor of Social Work</p>	<p>ASSISTANT DIRECTOR CHILDREN SERVICES</p>
 <p>CPA MOSES MUGA</p>	<p>HEAD FINANCE, NCCS</p> <p>Key Qualifications: MSc Commerce(Finance and Investment) BSc International Business Administration CPA (K).</p> <p>Work Experience 2015-2016-UNDP/IGAD Initiative on Capacity Building, Republic of South Sudan.</p> <p>Finance Management Officer</p> <ul style="list-style-type: none"> • Setting of Accounting, Budgetary systems in the National Police and Prisons Department of the Ministry of Interior, • Training and Mentoring of staffs in various functions in financial management • Developing and implementation of finance and management policies for the Directorate of Prisons. • Advisor to the Director General on the Financial Management matter



	<p>DEPUTY HEAD OF ACCOUNTING UNIT (Chief Accountant)-State Department for Social Protection (Kenya)</p> <ul style="list-style-type: none"> • Coordination of accounting Function in the State Department of Social Protection. • Financial Reporting and responding to audit Queries • Represent the Unit in management functions of the State Department (committees, and meetings) • Administrative duties including staffs management in the unit.
 <p>TRUPHENA CHEMININGWA Bachelor of Arts - Anthropology</p>	<p>PRINCIPAL CHILDREN OFFICER</p>
 <p>JUDY WACHIRA. Bachelor of Arts – Social Work Masters in Counselling Psychology</p>	<p>PRINCIPAL CHILDREN OFFICER</p>





MARY THIONG'O
Bachelor of Arts – Sociology

PRINCIPAL CHILDREN OFFICER



REPORT OF THE CHIEF EXECUTIVE OFFICER



The council will ensure that there is legislation that is aligned to the constitution and policies to guide in the implementation of child rights and welfare.

Further the council will ensure that there's adherence to the state obligations to the UNCRC and the ACRWC by coordinating consolidation and submission of the periodic state party reports.

To achieve its objectives, the council will develop a five years strategic plan in line with the vision 2030, SDGs and draw a performance contract for the year 2018/2019 financial year.

It is within the council's mandate to ensure that child rights and welfare is advocated for and that child participation is emphasized in order to give children a voice. This will be achieved during National celebrations of Children's day and also by capturing children views in legislation and policy formulation processes.

The council will also regulate and supervise actors in children sector to ensure that there's adherence to the legislation and policies put in place to govern the sector. Children must be cared for and be protected to ensure holistic growth and development.

Charitable Children Institutions are registered through the council and thus there is need for the council to monitor compliance by the said institutions to the set regulations and standards. More often than not, children suffer in the hands of their carers, there's need therefore for them to be protected.

The council has realised successes during financial year 2018/2019. Some of the key highlights are and not limited to;

- Submission of the children Bill 2018 to the AG
- Finalizing NPA on CSEC
- Finalization of the 2nd and 3rd State Party Report on the level of implementation of the ACRWC
- Celebration for the Day of African Child
- Coordination of stakeholder where issues affecting children are discussed.
- Draft strategic plan in place and mobilization of resources through partners.

Despite the achievements listed above, it is not without challenges since there's inadequate resources both human and financial. The funds from the exchequer are very little and there's a lean staffing of the council thus affecting the operations of the council adversely.

However, it's our hope and trust that soon the council will be categorized and operationalized to achieve its mandate. Once this is achieved the council will strategize on how to effectively regulate children sector and if possible undertake a benchmarking tour to learn best practises.



CHAIRPERSONS' STATEMENT



It my pleasure to present to you the financial report for the National Council for Children's Services for the period 2018-2019 financial year.

This is the first report under my tenure as the chair of this board. In releasing this report, I wish to acknowledge the immense contribution of my board members and the secretariat who made us reach this milestone.

Through thorough induction on Mwongozo code of governance for state corporation has enable us to entrench values and principals of public service and best practices in the council's corporate governance. The council would not have achieved our targets the variable inputs and support from our partners who have offered both technical and financial support. It is through this concerted effort that the council has realized the finalization of children bill 2018 and submission to attorney general's office.

The council in partnership with other stakeholders have also consolidated the second and third state party periodic report on the level of implementation on the African charter on the right and welfare of the child.

During the financial year 2018/2019 the council was able to steer the launch and the national celebration of the day of the African child which took place in West Pokot and Tana River counties and also finalized the national plan of action on child sexual exploitation on children (CSEC).

The council was able to develop the draft strategic plan in the next five years which will guide the operations of the council towards the realization of child rights and welfare of children

A handwritten signature in blue ink, appearing to read 'Joyce Ngugi', written in a cursive style.

**Joyce Ngugi,
Chairperson.**

CORPORATE GOVERNANCE STATEMENT

The Board of Directors appointed members to committees based on their professional competencies and skills.

The committee are expected to operate transparently, ensure full disclosure to the board and confine themselves within the rules and procedures set out by the board. Matters deliberated by the committees are presented to the board by the respective chairmen during the full board meetings. The committees are audit and risk, finance and administration and strategy and implementation committees.

The responsibility and members of the committees are summarized below;

1. AUDIT COMMITTEE.

The committee assists the board to monitors, evaluate, make decisions and propose to the board with respect to all auditing, risk management and internal control functions relating to the council.

The main responsibilities of the council are;

- a) Evaluate the adequacy of the control environment to provide reasonable assurance that the systems of internal control are of a high standard and functioning as intended
- b) Performing an independent review of the financial statements to ensure the integrity and transparency of the financial reporting process.
- c) Monitoring the effectiveness of the Council’s performance information and compliance with the performance management framework and performance reporting requirements,
- d) Review the effectiveness of how the Council monitors compliance with relevant legislative and regulatory requirements and promotes a culture committed to lawful and ethical behaviour
- e) Ensure that external audit recommendations are fully addressed, that the quality of internal audit is of an appropriate standard and that line management has full regard to internal audit recommendations
- f) Advise the Council on financial reporting

The Members of the committee are as follow;

S/No.	Name	Organization	Telephone	Email address
1	Seth Masese (Chairperson)	Office of the Attorney General	0721910995	nyamweyaseth@gmail.com
2	Henry Mutwiri	National Treasury	0720091044	mutwirihr@gmail.com
3	Noah M.O. Sanganyi	Director Children Services	0722813560	sanganyinoah@yahoo.com
4	James Ntabo	PS Representative Social Protection	0722250530	okemwajn@yahoo.com

2. FINANCE AND ADMINISTRATION COMMITTEE.

The finance and administration committee assists the board the board in fulfilling its oversight on management of funds, allocations of funds, preparation and reviewing of budget and financial reporting.

The main responsibilities of the committee are;

- a) Establish financial management system through the development of appropriate guidelines;
- b) Determine the criteria for disbursement of funds and resources to needy and deserving cases,
- c) Conduct training and other capacity building activities to strengthen management and organizational development for the Council and its partners
- d) Ensure proper utilization of the resources in adherence to the financial regulations
- e) Facilitate timely development and implementation of the Council’s strategic plan and
- f) Observe proper assets management and disposals mechanisms

The Members of the committee are as follow;



**The National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2019**

S/No.	Name	Organization	Telephone	Email address
1	Osman Warfa (Chairperson)	Director of Health	0725846809	owarfa@yahoo.com
2	Nuria Golo Halakhe	MWANDO (FBO)	0725401221	nuriagollo@yahoo.com
3	Henry Mutwiri	National Treasury	0720091044	mutwirihr@gmail.com
4	Bishop Bernard Kariuki	Faith Based Org. (FBO)	0722754425	bpnjoroge@gmail.com
5	James Ntabo	PS Representative Social Protection	0722250530	okemwajn@yahoo.com

3. STRATEGY AND IMPLEMENTATION COMMITTEE.

The Strategy and Implementation committee main objective is to assist the board in establishing, coordinate and operationalize mechanisms on service delivery to children matters.

The main responsibilities of the committee are;

- a) Identify, design and implement resource mobilization initiatives directed at various internal and external stakeholders.
- b) Advocate child rights welfare i.e. Develop advocacy, media participation and partnership strategies towards safeguarding children's welfare and rights.
- c) To Develop and review legislation, policies and programmes for care and protection of children,
- d) To enhance research, monitoring and evaluation on children issues i.e. Collaborate with research institutions on children welfare matters and disseminate the findings to relevant stakeholder

The Members of the committee are as follow;

S/No.	Name	Organization	Telephone	Email address
1	Bishop Bernard Kariuki (Chairperson)	Faith Based Org. (FBO)	0722754425	bpnjoroge@gmail.com
2	Noah M.O. Sanganyi	Director Children Services	0722813560	sanganyinoah@yahoo.com
3	Seth Masese	Office of the Attorney General	0721910995	nyamweyaseth@gmail.com
4	Osman Warfa	Director of Health	0725846809	owarfa@yahoo.com
5	James Ntabo	PS Representative Social Protection	0722250530	okemwajn@yahoo.com
6	Nuria Golo Halakhe	MWANDO (FBO)	0725401221	nuriagollo@yahoo.com



**The National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2019**

S/No.	Name	Organization	Telephone	Email address
1	Joyce Wanjiku Ngugi	Chairperson	0722514125	joycejossy@yahoo.com
1	Nuria Golo Halakhe	MWANDO (FBO)	0725401221	nuriagollo@yahoo.com
2	Henry Mutwiri	National Treasury	0720091044	mutwirihr@gmail.com
3	Bishop Bernard Kariuki	Faith Based Org. (FBO)	0722754425	bpnjoroge@gmail.com
4	Seth Masese	Office of the Attorney General	0721910995	nyamweyaseth@gmail.com
5	Noah M.O. Sanganyi	Director Children Services	0722813560	sanganyinoah@yahoo.com
6	James Ntabo	PS Representative Social Protection	0722250530	okemwajn@yahoo.com
7	Osman Warfa	Director of Health	0725846809	owarfa@yahoo.com
8	Abdinoor S. Mohamed	Ag. CEO, NCCS - Secretary	0720938187	Abdinoor.sheikh57@gmail.com

CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

For The National Council for Children's Services, 'corporate social responsibility' refers to efforts to positively change business behaviour and practices as they affect children. This is done in collaboration with a range of stakeholders, including NGOs, government, civil society, children and young people.

Businesses have significant impacts, both positive and negative, on children's rights. They make important contributions to the well-being of children by creating jobs and livelihoods for families, as well as in the form of philanthropic initiatives. At the same time, violations of children's rights by companies can threaten children's protection, survival and development.

We do this through four interrelated work areas:

1. Policy development and legal issues
2. Advocacy, Media and communication
3. Planning, research, monitoring and evaluation and
4. Resources mobilization.

The Council's work on CSR is grounded in delivering results for the most disadvantaged children. It represents a unique opportunity to work together with the private sector – through addressing core social and economic practices and leveraging corporate knowledge, skills and networks – to address the challenges facing disadvantaged children.

We believe that our CSR can make a valuable contribution to children's rights because:

- Companies interact with children on a daily basis. Children are workers in factories and fields, consumers of products, family members of employees, and live in neighborhoods where businesses operate.
- Business impacts a wide range of children's rights. In the past, corporate responsibility towards children has often focused on preventing and eliminating child labor, or on philanthropic investments. But companies also affect children through products and services, marketing methods, relationships with local and national governments, and investments in local communities.
- Companies have a responsibility to comply with national law and respect international standards on children's rights. While governments have a duty to protect children against violations, companies have a responsibility to respect children's rights throughout their activities and relationships.
- Business can act as a champion for children's rights through core business activities, strategic social investments and philanthropy, advocacy and public policy engagement. Companies can work in partnership with, and exercise influence over, governments, peers, suppliers and other business relationships as part of promoting children's rights.

The Council has an important role in raising awareness of children rights, and in working with private sectors to promote the responsibility to protect, respect and support children's rights in the workplace, marketplace and community.



**The National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2019**

Our CSR work is part of the efforts to develop and maintain innovative partnerships and collaborative relationships, with the goal of promoting equity, reducing disparities and expanding services for the most vulnerable and marginalized children.



REPORT OF THE DIRECTORS

The Directors submit their report together with the audited financial statements for the year ended June 30, 2019 which show the state of the council' s affairs.

Principal activities

The principal activities of the entity are (continue to be)

Results

The results of the council for the year ended June 30, 2019 are set out on page 1-14

Directors

The members of the Board of Directors who served during the year are shown on page xiii. During the year 2018/2019 no director retired/ resigned and none was appointed with effect.



**The National Council for Children Services
Annual Reports and Financial Statements
For the year ended June 30, 2019**

Auditors

The Auditor General is responsible for the statutory audit of the council in accordance with Article 229 of the Constitution of Kenya and the Public Audit Act 2015 to carry out the audit of the council for the year/period ended June 30, 2019 in accordance to section 23 of the Public Audit Act, 2015 which empowers the Auditor General to appoint an auditor to audit on his behalf.

By Order of the Board

Corporate Secretary

Nairobi

Date:

STATEMENT OF DIRECTORS' RESPONSIBILITIES

Section 81 of the Public Finance Management Act, 2012 and Section 30(1) of the Children Act 2001 require the Directors to prepare financial statements in respect of that the council, which give a true and fair view of the state of affairs of the council at the end of the financial year/period and the operating results of the council for that year/period. The Directors are also required to ensure that the council keeps proper accounting records which disclose with reasonable accuracy the financial position of the council. The Directors are also responsible for safeguarding the assets of the council

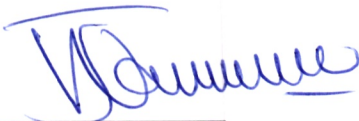
The Directors are responsible for the preparation and presentation of the council's financial statements, which give a true and fair view of the state of affairs of the council for and as at the end of the financial year (period) ended on June 30, 2019. This responsibility includes: (i) maintaining adequate 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 council; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Directors accept responsibility for the council financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgements and estimates, in conformity with International Public Sector Accounting Standards (IPSAS), and in the manner required by the PFM Act, 2012 and (the State Corporations Act) – Section 30(1) of the Children Act 2001. The Directors are of the opinion that the Council's financial statements give a true and fair view of the state of Council's transactions during the financial year ended June 30, 2017, and of the Council's financial position as at that date. The Directors further confirm the completeness of the accounting records maintained for the Council's, which have been relied upon in the preparation of the Council's financial statements as well as the adequacy of the systems of internal financial control.

Nothing has come to the attention of the Directors to indicate that the Council's will not remain a going concern for at least the next twelve months from the date of this statement.

Approval of the financial statements

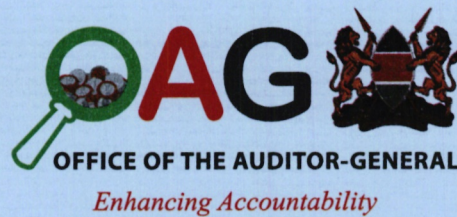
The council's financial statements were approved on behalf of the Board on 1ST JANUARY 2019 by:



CHAIRMAN OF THE BOARD

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL COUNCIL FOR CHILDREN'S SERVICES FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Council for Children's Services set out on pages 21 to 34, which comprise the statement of financial position as at 30 June, 2019, the statement of financial performance, the statement of changes in net assets, the statement of cash flows, the statement of comparison of budget and actual amounts for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the 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 National Council for Children's Services 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 (Accrual Basis) and comply with the Public Finance Management Act, 2012 and the Children Act, 2001.

Basis for Qualified Opinion

Inappropriate Measurement of Assets

The statement of financial position reflects a balance of Kshs.14,404,188 relating to property, plant and equipment as at 30 June, 2019. Most of the assets were donated by the State Department for Social Protection at net book value and have not been revalued. This is contrary to Paragraph 27 of IPSAS 17 – Property, Plant and Equipment which requires assets acquired through non-exchange transactions be measured at fair value as at the date of acquisition.

In the circumstances, it has not been possible to confirm that the property, plant and equipment balance of Kshs.14,404,188 was fairly stated.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Council for Children's Services 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. I have determined that there are no key audit matters to communicate in my report.

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, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Lack of Substantive Office Holders

Section 37 of the Children's Act, 2001 provides for the appointment of a Director and Deputy Directors of Children's services as well as Children's Officers and other Officers. However, as previously reported, the Council had a Chief Executive Officer in an acting capacity and all the Council's staff were on secondment from the Children's Department of the Ministry of Labour and Social Protection. Further, the Council had not developed an internal Human Resource Policy and Procedures Manual. This may have had a

negative impact on the Council's ability to formulate policy direction and effectively deliver on its mandate.

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 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 (Accrual Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Council's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the Management is aware of intention terminate the Council 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 Council's financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs

will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of 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 National Council for Children's Services 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 going concern 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 National Council for Children's Services ability to continue as a going concern or

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 National Council for Children's Services to cease to continue as a going concern or 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 National Council for Children's Services 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.

13 July, 2021

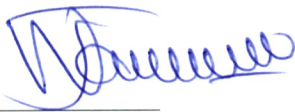
THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019


1. STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2018-2019	2017-2018
		Kshs	Kshs
REVENUES			
Grants from National Government	1	45,118,310.00	43,396,365.00
TOTAL REVENUE		45,118,310.00	43,396,365.00
EXPENSES			
Employee costs	2	-	-
Board Expenses/remuneration of Management	3	2,558,136.00	-
Repairs and maintenance	4	2,884,877.00	9,336,950.00
Contracted services	5	-	434,898.00
Programs	6	8,715,480.00	545,000.00
General expenses	7	40,073,215.00	26,047,571.00
Depreciation of Assets	9	3,851,063.00	
TOTAL EXPENSES		58,082,771.00	36,364,419.00
Surplus/ Deficit for the period		- 12,964,461.00	7,031,945.00

The Financial Statements set out on pages 1 to 7 were signed on 1st January, 2020 behalf of the Board of Directors by:


 DIRECTOR GENERAL/C.E.O/M.D
 Abdnour Sheikh


 CHAIRMAN OF THE BOARD
 Joyce Ngugi



 HEAD FINANCE:
 Moses O. Muga
 ICPAK Member No. 14266

THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019


2. STATEMENT OF FINANCIAL POSITION FOR THE YEAR ENDED 30 JUNE 2019

		2018-2019	2017-2018
		Kshs	Kshs
ASSETS			
Current assets			
Cash at Bank	8	356,484	4,402,195
Non-Current Assets			
Property, plant and equipment	9	14,404,188	18,255,250
TOTAL ASSETS		14,760,672	22,657,445
Liabilities			
Outstanding Debts		-	-
Payables		5,067,687	
Total current liabilities		5,067,687	
Deferred tax liabilities			-
TOTAL LIABILITIES		5,067,687	-
NET ASSETS		9,692,985	22,657,445
TOTAL NET ASSETS AND LIABILITIES		<u>9,692,985</u>	<u>22,657,445</u>
Bal b/f		22,657,446	15,625,500
Surplus for the year		-12,964,461	7,031,946
TOTAL		<u>9,692,985</u>	<u>22,657,446</u>


The Financial Statements set out on pages 1 to 7 were signed on 1st January, 2020 behalf of the Board of Directors by:



 DIRECTOR GENERAL/C.E.O/M.D
 Abdnoor Sheikh



 CHAIRMAN OF THE BOARD
 Joyce Ngugi



 HEAD FINANCE:
 Moses O. Muga
 ICPAK Member No. 14266

THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

3. STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2019

	Capital Reserve	Revenue Reserve	Revaluation Reserve	Total Amount
Balance as at 1st July 2017	15,638,578.00	(13,078.00)		15,625,500.00
Capitalized Government Grant	-			-
Total Comprehensive Income for the Year		7,031,945.00		7,031,945.00
Balance as at 30th June 2018	15,638,578.00	7,018,867.00	-	22,657,445.00
Balance as at 1st July 2018	15,638,578.00	7,018,867.00	-	22,657,445.00
Capitalized Government Grant				-
Total Comprehensive Income for the Year		(12,964,461.00)		(12,964,461.00)
Balance as at 30th June 2019	15,638,578.00	(5,945,594.00)	-	9,692,984.00

THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

4 STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2019


	Note	2018-2019	2017-2018
		KSH.	KSH.
RECEIPTS			
Grants from National government	1	45,118,310	43,396,365.00
Total receipts		45,118,310	43,396,365.00
PAYMENTS			
Employee cost		-	-
Board expenses		2,558,136	-
Repairs and maintenance	4	2,884,877	9,336,950.00
General expenses	7	40,073,215	26,047,571.00
Contracted services	5	0	434,898.08
Programs	6	8,715,480	545,000.00
Total Payments		54,231,708	36,364,419.08
Adjusted for:			
Changes in receivables		0	
Changes in payables		5,067,686	
Net cash flow from operating activities		-4,045,712	7,031,945.92
Cash flow from Investing Activities			
Acquisition of Assets	9	0	2,805,000.00
Net cash flows from Investing Activities		0	-2,805,000.00
Cash flow from Borrowing Activities			
Proceeds from Domestic Borrowings		0	



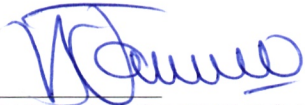
THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

Net cash flow from financing activities		-	-
Net increase in Cash and Cash Equivalent		-4,045,712	4,226,945.92
Cash and cash equivalent at beginning of the period		4,402,196	175,250.00
Cash and cash equivalent at END of the year		356,484	4,402,195.92


The Financial Statements set out on pages 1 to 7 were signed on 1st January, 2020 behalf of the Board of Directors by:



 DIRECTOR GENERAL/C.E.O/M.D
 Abdnoor Sheikh



 CHAIRMAN OF THE BOARD
 Joyce Ngugi



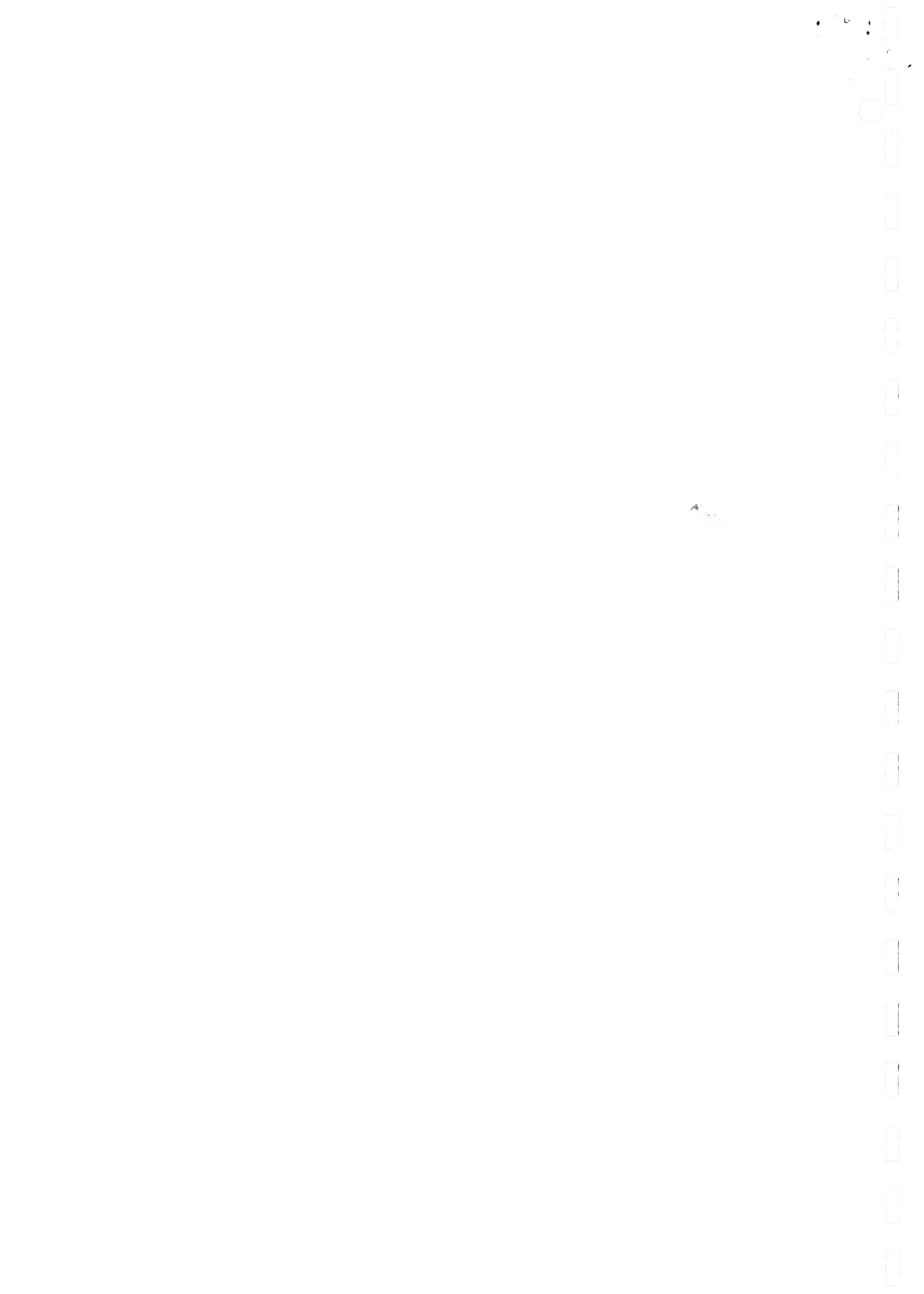
 HEAD FINANCE:
 Moses O. Muga
 ICPAK Member No. **14266**



THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

**5. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS FOR
THE YEAR ENDED 30 JUNE 2019**

	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Performance Difference	%tage
	2018/19	2018/19	2018/19	2018/19	2018/19	2018/19
REVENUE						
Grants from National Government	46,500,000.00	930,000	45,570,000	45,118,310	451,690	99%
TOTAL REVENUE	46,500,000	930,000	45,570,000	45,118,310	451,690	
EXPENSES						
Board Expenses	2,600,000	0	2,600,000	2,558,136.00	41,864.00	98%
Employee Costs				-		
Repairs and Maintenance	3,000,000	0	3,000,000	2,884,877.00	115,123.00	96%
Programmes	8,750,000		8,750,000	8,715,480	34,320	100%
General Expenses	32,150,000	(930,000)	31,220,000	40,073,215	(8,853,215)	128%
TOTAL EXPENSES	46,500,000	930,000	45,570,000	54,231,708	(8,661,708)	




THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

Budget Notes


The under expenditures were due to

1. **Employees Cost**- The employees under the council were seconded from the Ministry and their cost borne by the ministry. Therefore, there was no cost related to the employees.
2. **Programme**-Day of African Child under the programme was co funded by the development partners and therefore reduced the cost to the Council during the financial year.
3. **General expenses**-Because there was no board in place, some activities which needed there input never took off thus under expenditure.


The Financial Statements set out on pages 1 to 7 were signed on 1st Junvary, 2020 behalf of the Board of Directors by:



DIRECTOR GENERAL/C.E.O/M.D
Abdnoor Sheikh



CHAIRMAN OF THE BOARD
Joyce Ngugi



HEAD FINANCE:
Moses O. Muga
ICPAK Member No. **14266**



NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

The National Council is established by and derives its authority and accountability from Children's Act. The National Council for Children Services is a Semi-Autonomous Government Agency under the State Department for Social Protection. The National Council for Children's Services principal activity is Oversight of Children issues in the country

2. STATEMENT OF COMPLIANCE AND BASIS OF PREPARATION

The National Council for Children's Services financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS). The financial statements are presented in Kenya shillings, which is the functional and reporting currency of the entity. The accounting policies have been consistently applied to all the years presented.

The financial statements have been prepared on the basis of historical cost, unless stated otherwise. The cash flow statement is prepared using the direct method. The financial statements are prepared on accrual basis.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Revenue recognition

I) Revenue from non-exchange transactions

Transfers from other government entities

Revenues from non-exchange transactions with other government entities are measured at fair value and recognized on obtaining control of the asset (cash, goods, services and property) if the transfer is free from conditions and it is probable that the economic benefits or service potential related to the asset will flow to The National Council for Children's Services and can be measured reliably.

ii) Revenue from exchange transactions

a) Rendering of services

The National Council for Children's Services recognizes revenue from rendering of services by reference to the stage of completion when the outcome of the transaction can be estimated reliably. The stage of completion is measured by reference to labour hours incurred to date as a percentage of total estimated labour hours. Where the contract outcome cannot be measured reliably, revenue is recognized only to the extent that the expenses incurred are recoverable.

b) Budget information

The original budget for FY 2018-2019 was approved by the National Assembly on September. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by The National Council for Children's Services upon receiving the respective approvals in order to conclude the final budget. Accordingly, The National Council for Children's Services recorded additional appropriations of fifty million on the 2017-2018 budgets following the governing body's approval.

The National Council for Children's Services budget is prepared on basis of the work plan, procurement plans translated into the actual income and expenditure. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the statement of financial performance, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts.

A statement to reconcile the actual amounts on a comparable basis included in the statement of comparison of budget and actual amounts and the actuals as per the statement of financial performance has been presented under section of these financial statements.

THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

Property, plant and equipment

All property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the items. When significant parts of property, plant and equipment are required to be replaced at intervals, The National Council for Children's Services recognizes such parts as individual assets with specific useful lives and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in surplus or deficit as incurred. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration the asset is initially measured at its fair value.

1. TRANSFERS FROM MINISTRIES, DEPARTMENTS AND AGENCIES

	2018-19	2017-2018
Name of the Entity sending the grant	Kshs	Kshs
State Department of social protection	43,048,800.00	29,394,985
Direct Payment by State Department of social protection	2,069,510.00	14,001,380
Total	45,118,310.00	43,396,365

2 EMPLOYEE COSTS

Description	2018-2019	2017-2018
	KShs	KShs
Transport allowance	0	-
Travelling allowance	0	-
Total employee cost	0	-

3. REMUNERATION OF DIRECTORS

Description	2018-2019	2017-2018
	KShs	KShs
Chairman's Honoraria	119,000.00	-
Directors emoluments	2,439,136.00	-
Total director emoluments	2,558,136.00	-



THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

1. REPAIRS AND MAINTENANCE

Description	2018-2019	2017-2018
	Kshs	Kshs
Repairs and Maintenance- Others	660,000.00	3,064,450.00
Repairs and Maintenance-Vehicles	1,544,877.00	6,272,500.00
Furniture and Fittings	-	-
Computers and Accessories	680,000.00	-
Total Repairs and Maintenance	2,884,877.00	9,336,950.00

5. CONTRACTED SERVICES

Description	2018-2019	2017-2018
	Kshs	Kshs
Consultancy on child to child abuse	-	
Payment of Rent	0	434,898
Totals	0	434,898

6. PROGRAMS

	2018-2019	2017-2018
	KShs	KShs
Cash transfer on a National Day Celebrations	8,715,480	545,000
Children Bill	-	-
Total Cost	8,715,480	545,000

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29
30
31
32
33
34
35
36
37
38
39
40
41
42
43
44
45
46
47
48
49
50
51
52
53
54
55
56
57
58
59
60
61
62
63
64
65
66
67
68
69
70
71
72
73
74
75
76
77
78
79
80
81
82
83
84
85
86
87
88
89
90
91
92
93
94
95
96
97
98
99
100

THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

7. GENERAL EXPENSES

Description	2018-2019	2017-2018
	Kshs	Kshs
Domestic travel	29,545,227	16,347,670
Foreign travel	3,333,420	36,920
Catering services	2,682,390	580,000
Fuel and oil		610,789
Office and general supplies	1,182,438	3,285,230
Bank Charges	62,068	
Electricity Expenses		240000
Specialised Materials and Supplies	498,000	29500
Purchase of Computers and Accessories	-	60000
Printing stationeries	90,000	1,665,630
Postal & Courier	19,152	
Provisions for Audit fee	50,000	
Conferences and delegation & Training	598,000	2,300,832
Subscriptions	777,520	
Telecommunications	1,235,000	891,000
Total General Expenses	40,073,215	26,047,571

8. CASH AND CASH EQUIVALENTS

Description	2018-2019	2017-2018
	Kshs	Kshs
Bank	356,484	4,402,195
Total cash and cash equivalents	356,484	4,402,195



THE NATIONAL COUNCIL FOR CHILDREN'S SERVICES
Reports and Financial Statements
For the year ended June 30, 2019

8.1

DETAILED ANALYSIS OF THE CASH AND CASH EQUIVALENTS				
Name of Bank	Account number	Currency	2018/2019	2017/2018
Kenya Commercial Bank	1132458803	Kshs	356,484	4,402,195
		TOTALS	356,484	4,402,195

9. PROPERTY PLANT AND EQUIPMENTS

	Land and Buildings	Motor vehicles	Furniture and fittings	Computers	Office Equipment	Total
	Shs	Shs	Shs	Shs	Shs	
As At 1 July 2018	-	5,624,250	1,876,000	4,225,000	6,530,000	18,255,250
Additions	-	-	-	-	-	-
Disposals	-	-	-	-	-	-
Transfers/adjustments	-	-	-	-	-	-
As At 30th June 2019	-	5,624,250	1,876,000	4,225,000	6,530,000	18,255,250
Depreciation and impairment						
As At 1 July 2018	-	-	-	-	-	-
Charge for the year	-	1,406,063	234,500	1,394,250	816,250	3,851,063
As At 30 June 2019	-	1,406,063	234,500	1,394,250	816,250	3,851,063
Net book values	-	4,218,188	1,641,500	2,830,750	5,713,750	14,404,188
As At 30th June 2019	-	4,218,188	1,641,500	2,830,750	5,713,750	14,404,188
As At 30th June 2018	-	5,624,250	1,876,000	4,225,000	6,530,000	18,255,250

Note; The assets were not depreciated in the financial year 2017/18 because the council had no board in place to direct a revaluation process and policy on these assets which were transferred from the ministry at cost. However in the Financial Year 2018/2019, the management took a decision to depreciate the assets as per the Accounting Standards pending board's approval.



REPUBLIC OF KENYA

Date : 01/07/2016

Report of the Board of Survey on the Cash and Bank Balances of 2018/2019 as at the close of Business on 30/6/19. The Board, consisting of - (Names and official titles) assembled at the office of the NATIONAL COUNCIL FOR CHILDREN SUBJECTS at 2:00 PM (time) on the 01-07-2016 and the following cash was produced:-

Notes	..	..	..	..	Sh.	<u>Nil</u>
Silver	..	..	..	..	Sh.	<u>Nil</u>
Copper	..	..	..	..	Sh.	<u>Nil</u>
Cheques (as per details on reverse)	..	..	..	..	Sh.	<u>Nil</u>

It was observed that cheques amounting to Sh. Nil cts.

Had been on hand for more than 14 days prior to the date of the survey.

The cash consists of East African currency and does not contain any demonetized coin or notes.

The Cash Book reflected the following balances as at the close of business on the

Cash on hand	..	..	..	..	Sh.	<u>Nil</u>
Bank Balance	..	..	..	..	Sh.	<u>355,148.95</u>

The Bank Certificate of Balance showed a sum of Shs. THREE HUNDRED & FIFTY FIVE THOUSANDS, ONE HUNDRED & FORTY THREE (Sh. 355,143 cts 95)

Standing to the credit of the account on 20

The difference between this figure and the Bank Balance as shown by the Cash Book is accounted for in the Bank Reconciliation Statement (F.O. 30) attached.

[Signature]
Chairman

[Signature] Alfred K. Tele
Secretary

[Signature] DAVID K. NDUNGE / [Signature]
Members of the Board.

Date 1/7/19