

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 06 AUG 2024	DAY: TUE 6/8/2024
TABLED BY: Deputy Majority Whip	
CLERK-AT-THE-TABLE: Benson Inzofu	

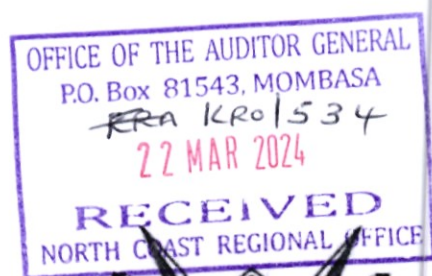
OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2023**



MALINDI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30th JUNE 2023

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

*Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

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I. Acronyms and Abbreviations

NGCDF-National Government Constituency Development Fund
PFM-Public Finance Management
IPSAS-International Public Sector Accounting Standards.
PMC- Project Management Committee
FY-Financial Year

II. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

The Functions of the NG-CDF Committee is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

(b) Key Management

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

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

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	NELSON ALFAYO
2.	Sub-County Accountant	ELIJAH ATAMBO
3.	Chairman NGCDFC	SAMMY KAZUNGU
4.	Member NGCDFC	ELIJAH OCHOO

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Malindi Constituency NGCDF. 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.

(d) Malindi Constituency NGCDF Headquarters

P.O. Box 244 - 80200
Ng-cdf Building
Opp.DCC's office besides MAWASCO and KPLC office
Malindi, KENYA

(e) Malindi Constituency NGCDF Contacts

Telephone: (254) 743-327286
E-mail: cdfmalindi@ngcdf.go.ke
Website: www.ngcdf.go.ke/malindi

(f) Malindi Constituency NGCDF Bankers

Equity Bank
Branch
P. O. Box 75104
Nairobi

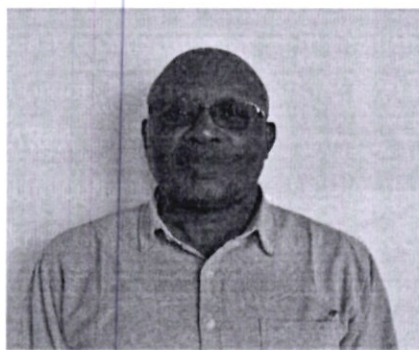
(g) Independent Auditors

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

(h) Principal Legal Adviser

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

III. NG-CDFC Chairman's Report



SAMMY KAZUNGU KAINGU, NG-CDF CHAIRMAN MALINDI

BACKGROUND INFORMATION

I wish to take this opportunity on behalf of Malindi NG-CDFC to present the Financial Reports and Statement for the period ending June 30 2023.

Malindi constituency is one of the seven constituencies in Kilifi County, coast region. The other constituencies are Kilifi North, Kilifi South, Kaloleni, Ganze, Rabai and Magarini. The constituency is indicated as 016 according to the IEBC index code. The constituency borders Kilif North in the South, Ganze constituency in the South West and Magarini in the North. In the west, Malindi constituency borders Tsavo East National Park.

AREA

The constituency covers a total area of 627.20 square kilometre. Out of this total area of 627.27.2 km², 88% OR 546.90KM² is occupied by the two rural wards, Jilore and Kakuyuni. This area classified as ASAL (arid and semi-arid lands). Sabaki river passes through these two wards as it enters the Indian Ocean.

Political administration

The constituency is divided into 5 wards namesly, Jilore, Kakuyuni, Ganda, Malindi town and Shella.

Population distribution by ward.

IEBC CODE	NAME OF WARD	POPULATION	AREA KM ²	CATEGORY
0075	Jilore	17,497	454.90	Rural
0076	Kakuyuni	17,965	92.00	Rural
0077	Ganda	32,562	54.70	Rural-Urban
0078	Malindi Town	51,254	94.40	Urban
0079	Shella	43,434	16.20	Rural-Urban

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The constituency is unique in that it has rural and urban wards. The urban wards are more cosmopolitan and have higher population densities than the rural ones. The rural wards are sparsely populated. The urban and semi urban wards are relatively developed with most of the basic social infrastructure such as tarmac road, running water, school being easily accessible and more developed compared to the rural wards infrastructure.

Malindi constituency has a total population of 162,712 people according to 2009 population census. This population is projected to increase in coming years. Of these 102,906 are males and female 112,167 are female.

Economic activities.

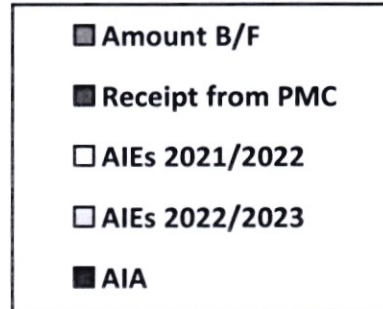
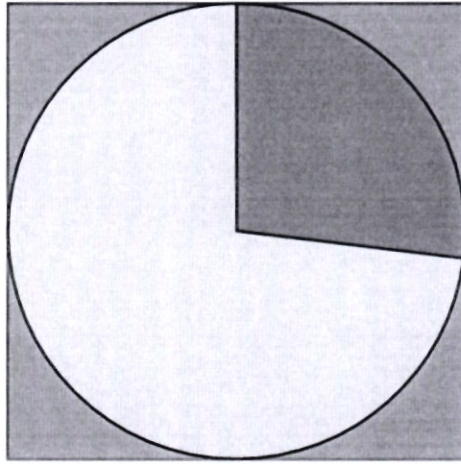
The major economic activity for Malindi constituency is tourism and fishing in the Indian Ocean and along river sabaki. There is also thriving horticulture in most parts of Malindi growing of mangoes, pineapples and watermelons especially in the high rainfall areas. Tourism has impacted the economic sectors, even in the rural areas, tourism has impacted in the type of economic activities.

Program budget.

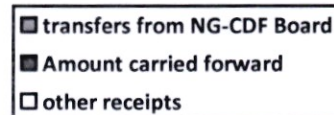
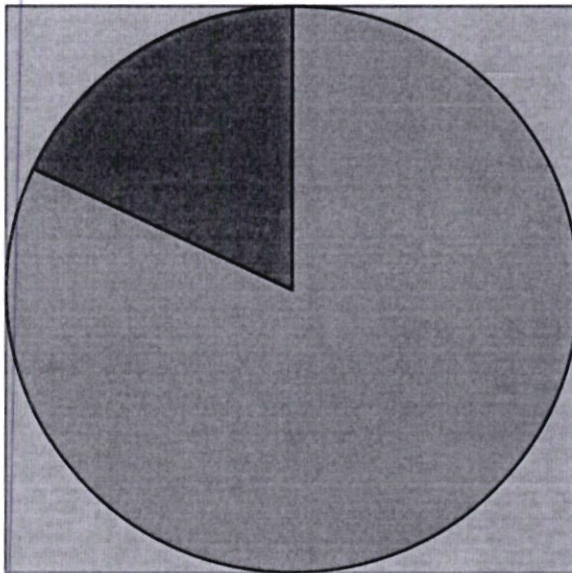
The final budget for the year, which consists of all the funds available for use, was Kshs. 177,088,219.00. This amount was made up of the following

Item	Amount
Amount B/F (cash book balance)	31,973,616.00
Receipts from PMCs	0.00
AIEs FY 2021/2022	0.00
AIEs FY 2022/2023	87,000,000.00
AIA (from sale of tenders)	27,000.00
TOTALS	119,000,616.00

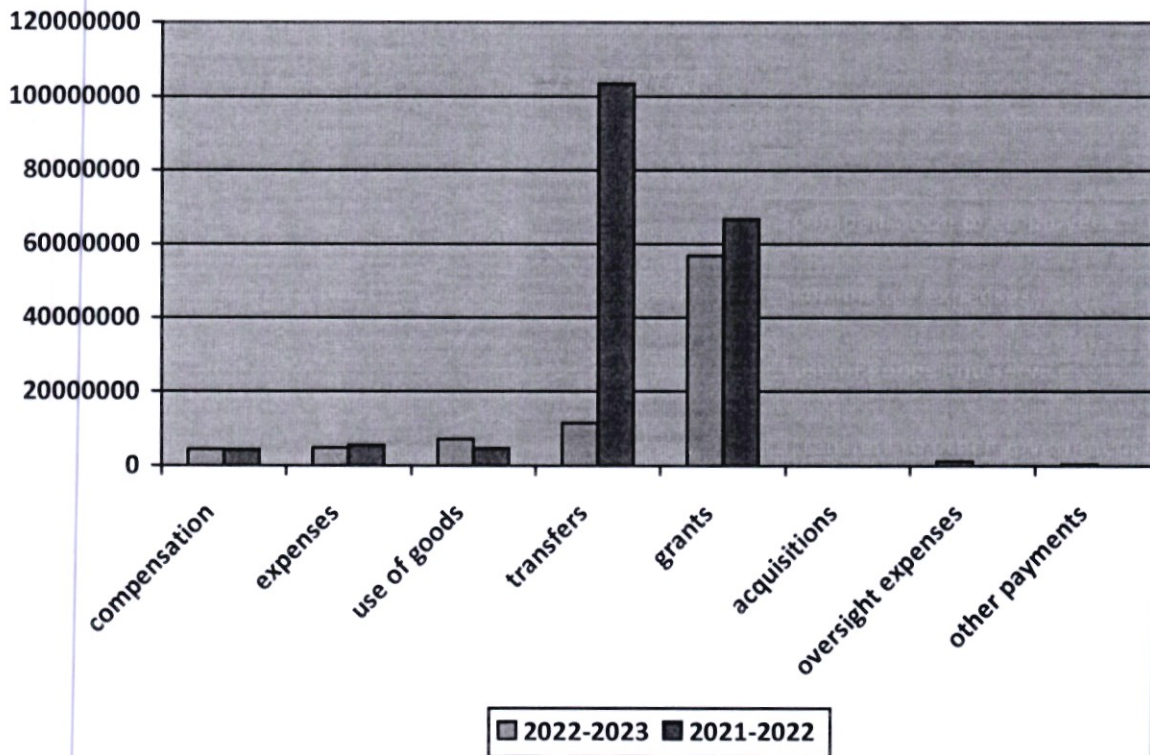
The following is a graphical presentation of the final budget as depicted above



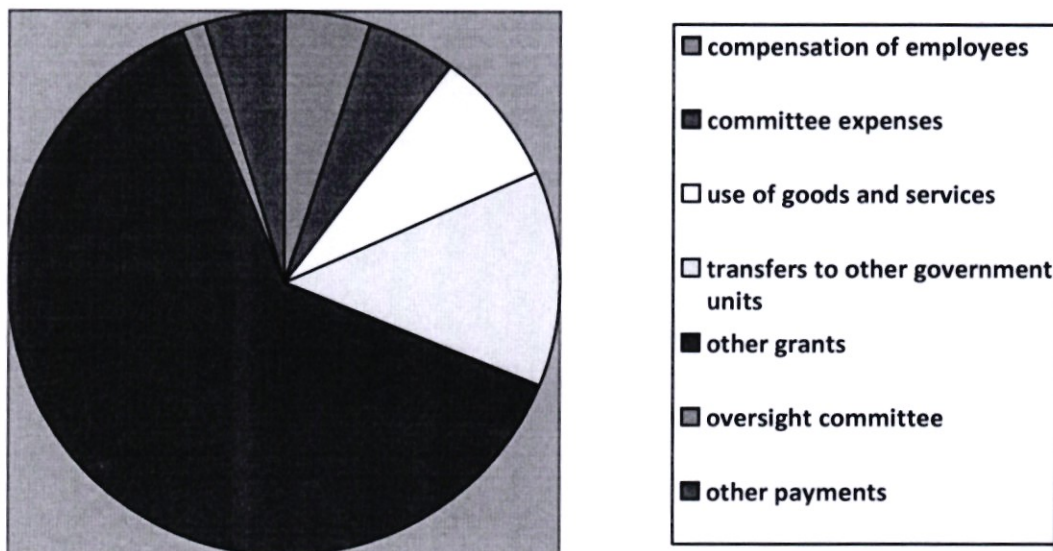
BUDGET



PAYMENTS



EXPENDITURE

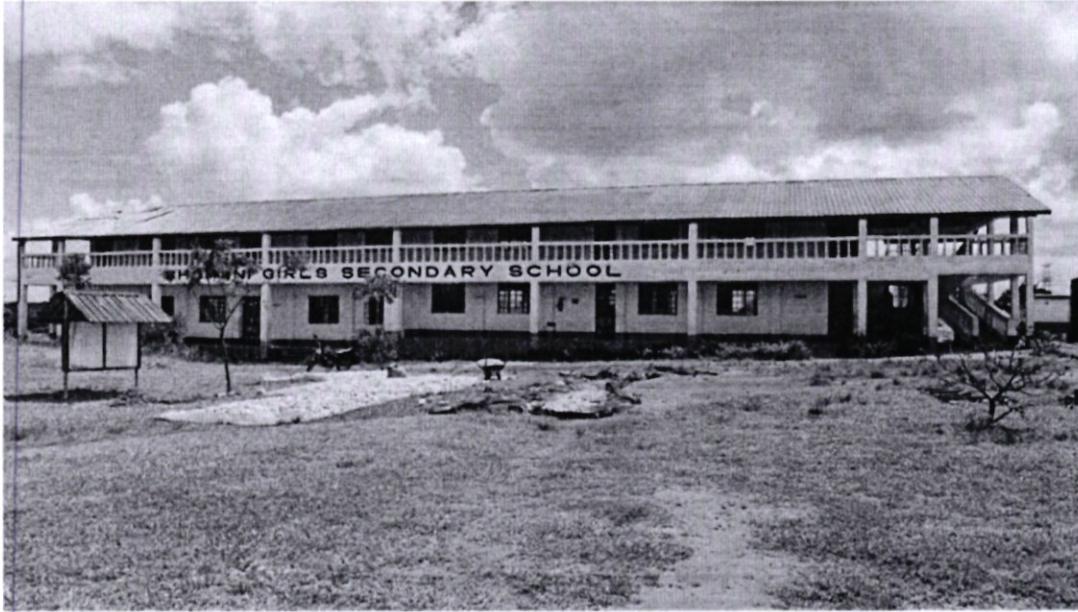


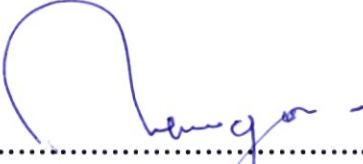
Program implementation status

Despite the delays, the constituency managed to implement a number of projects particularly in the development of school infrastructure. These include renovation of 5 classrooms at Marikano Primary school in Jilore ward and constructions of three classrooms, and two blocks of pit latrines at St. Andrew Primary School, Malindi town ward



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Name **SAMMY Jcazunkw**
CHAIRMAN NGCDF COMMITTEE

IV. Statement Of Performance Against Predetermined Objectives for FY2022/23

Introduction

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

The key development objectives of *Malindi Constituency 2023-2028* plan are to:

- *To have all children of school going age attending school*
- *To provide infrastructure to ease the process of administering justice, law and order at local level*
- *To promote sustainable utilization of natural resources*
- *To enhance socio-economic empowerment of the youth*
- *To nurture sporting and artistic talents among the youth*
- *To improve infrastructure to reduce unforeseen occurrences*

Progress on attainment of Strategic development objectives

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

s	Objective	Outcome	Indicator	Performance
Education	<i>To have all children of school going age attending school</i>	<i>Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions</i>	<i>number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary's beneficiaries at all levels</i>	<i>In FY 2022/23 -we increased number of classrooms, dormitories, laboratories etc from ... to... in the following schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules</i>
Security	<i>- To improve in residential and commercial areas - To provide infrastructure to ease the process of administering</i>	<i>- Safe and secure environment - Growth and sustainability of economic activities - Decline in</i>	<i>-Number of usable physical infrastructure build in police stations/post, chief's/assistant chief's offices and street lights.</i>	<i>In FY 2022/23 -We increased number of police stations/ post, chief's offices and assistant chief's offices etc from 25-28</i>

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	<i>justice, law and order at local level</i>	<i>number of criminal instances - Existence of peace, justice and order.</i>		
<i>Environment</i>	<i>-To promote sustainable utilization of natural resources -To enhance socio-economic empowerment of the youth</i>	<i>-An increased forest cover. -Sustainable socio-economic development</i>	<i>-Increased forest cover -Improved climate change</i>	<i>In FY 2022/23 -We increased number of schools with supplies, with tree seedlings from 22-27</i>
<i>Sports</i>	<i>-To nurture sporting and artistic talents among the youth -Sponsoring of various tournaments</i>	<i>-Increased talents among youths</i>	<i>-Increased number of talents among youths.</i>	<i>In FY 2022/23 -Increased the number of talented youth who rose to national standards</i>
<i>Emergency</i>	<i>-To improve infrastructure to reduce unforeseen occurrences</i>	<i>-Improve sanitation and hygiene in schools -Improve learning environment</i>	<i>-Increased number of usable infrastructure both in school and security stations</i>	<i>In FY 2022/23 -We increased the number of usable classrooms and toilets</i>

V. Statement of Governance

Process of Appointment of NG-CDF Committee Members

Section 43(3) of NG-CDF Act 2015 states that there shall be an established National Government Constituency Development Fund Committee for every constituency. These committee shall comprise of;

1. National government official responsible for coordination of National Government functions.
2. Two men, one of whom shall be a youth at the date of appointment
3. Two women, one of whom shall be a youth at the date of appointment
4. One person with disability nominated by a registered group representing persons with disability in the constituency
5. Two persons nominated by the constituency office established by Regulations made pursuant to the Parliamentary Service Act
6. The officer of the Board seconded to the constituency committee by the Board who shall be an ex officio member without a vote
7. One member co-opted by the Board in accordance to the regulation made by the Board

NG-CDF Regulations 2016, Sections 5, 6 and 7 provides the eligibility criteria and procedure for nomination of 5 members of the NG-CDF committee (member 2, 3 and 4 above) through a selection panel. The selection panel shall consist of;

1. One person nominated by national government official in charge of sub county or designated representative, who shall be the chairperson of the selection panel
2. The officer of the Board seconded to the constituency who shall be the secretary to the selection panel
3. Two persons, one of either gender, nominated by the constituency office

Applications are invited from interested and qualified members of the public for appointment to the constituency Committee. Thereafter the selection panel considers the applications and selects the suitable persons taking into account age gender, special interest group and regional balance.

A member of the NG-CDF committee must meet the following requirements

- A Citizen of Kenya
- Ordinary resident and a voter in the constituency
- Able to read and write and communicate in English and Kiswahili
- Meet the requirements of Chapter six of the Constitution of Kenya
- Is available to participate in activities of the constituency committee
- In case of a youth representative, the person must be above 18 years but below 35 years at the time of appointment

The 2 members, one of either gender in the category of constituency Office nominees are nominated by the Constituency Office manager.

Process of Removal of NG-CDF Committee member as stipulated in the NG-CDF Act 2015.

A member of the constituency committee may be removed from office on any or more of the following grounds

- Lack of integrity
- Gross misconduct
- Embezzlement of public funds
- Bringing the committee into disrepute through unbecoming personal public conduct
- Promoting unethical practices
- Causing disharmony within the committee
- Physical or mental infirmity

A decision to remove a member shall be made through a resolution of at least 5 members of a committee and the members sought to be removed shall be given a fair hearing before the resolution is made and a vacancy arising shall be filled in a manner set out in the NG-CDF Act Sub section (10) and minutes of the meeting shall indicate the fact of the removal or appointment of a member.

Roles and Functions of the NG-CDF Committee as stipulated in the Act 2015

- Collection of project proposals through ward meeting forums and submission to the NG-CDF Board for approval

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- To prioritize and approve all project proposals from all wards in the constituency and any other projects which they consider beneficial to the constituency.
- Rank project proposals in order of priority provided that ongoing projects shall take precedence.
- Responsible for preparation of the constituency's strategic plan
- Ensure recruitment of competent staff in compliance with the Act.

Number of meetings held by Malindi NG-CDF

Malindi NG-CDF held 24 NG-CDFC meetings in the FY 2022/2023. The sitting allowance for the chairperson is Kshs. 7,000 while other members are entitled to a sitting allowance of Kshs. 5,000.

Conflict of interest Policy

A member who has an interest in any contract or matter present at the meeting shall in the meeting and as soon as reasonably practicable after the commencement, disclose the fact thereof and shall not take part in the consideration or discussion of, or vote on, any questions with respect to the contract or other matter, or be counted in the quorum of the meeting during consideration of the matter.

A disclosure of interest shall be recorded in the minutes of the meeting at which it is made.

Risk Management policy

The NG-CDF board established an Enterprise Risk Management (ERM) which is an integrated and joined up approach to managing risk across an organization and its extended networks. This approach guides Malindi NG-CDF in the day to day processes and activities in the constituency.

The system seeks to identify, monitor and mitigate the risks in the constituency and report to the board through response of daily, monthly and annual key risk indicators.

The risks identified are rated using colors with tagged meaning i.e.

- Red- High risk indicator
- Amber- Medium risk indicator
- Green-Low risk indicator

Malindi NG-CDF manages the risk issues as follows

Risk assessment is the process of identifying, analyzing and evaluating risks that may adversely affect the achievement of an objective and risks that may positively affect the objective in an organization

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- i. Risk Identification -process of documenting any risks that could keep an organization or program from reaching its objective
- ii. Risk Analysis -Understanding the causes and factors of an event and how likely it is ; Understanding how severe the damage could be if it happened help the NG-CDF Committee decide needs to be done to build resilience if the event occurred.
- iii. Risk Evaluation-Process of comparing the results of risk analysis with risk criteria to determine whether the risk and/or its magnitude is acceptable or tolerable.

Malindi NG-CDF has mitigated risks and all risks identified were monitored and reduced and others avoided.

VI. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 22/23 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

2. Environmental performance

- *Malindi constituency undertakes the provision of water tanks and installation of gutters to schools so as to store water that is used during the dry seasons.*

3. Employee welfare

We invest in providing the best working environment for our employees. Malindi constituency recruitment is guided by Employment Act, NGCDF Act and other regulations as issued from time to time. In line with the law and regulations, the Constituency offers equal opportunity to all while adhering to the one third gender rule and special groups. We also Recognize and appreciate of our employees for exemplary performance. The reward and sanctions system is based on performance appraisal.

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Malindi constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

4. Market place practices-

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

The Procurement of goods and services is done through a transparent and competitive bidding process that allows equal opportunities to all participants. We support local vendors drawn from the

constituency for purposes of uplifting them economically. Our ethical market practises ensure the fund get value for money on all goods and services procured.

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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


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

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

Public Awareness

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

Malindi NG-CDF has continually practiced public participation and public awareness during project identification and proposal collections in all the wards in the constituency.



Name **NELSON ALENAYO'**
Fund Account Manager.

VII. Statement Of Management Responsibilities

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

The Accounting Officer in charge of the NGCDF-Malindi 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, 2023. 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-Malindi Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Malindi Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

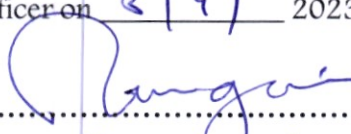
The Accounting Officer in charge of the NGCDF Malindi Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further

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the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Malindi Constituency financial statements were approved and signed by the Accounting Officer on 31/9 2023.


.....
Name: Sammy Kariuki
Chairman – NGCDF Committee


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Name: Nelson Njiru
Fund Account Manager

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HEADQUARTERS
Anniversary Towers
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MALINDI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Malindi Constituency set out on pages 1 to 49, which

comprise of the statement of assets and liabilities as at 30 June, 2023, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Malindi Constituency as at 30 June, 2023, 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

Basis for Qualified Opinion

1. Unconfirmed Bursary Disbursements

The statement of receipts and payments reflects other grants and transfers amount of Kshs.56,851,568 which as disclosed in Note 8 to the financial statements, includes bursary to secondary schools, tertiary institutions and special schools of Kshs.26,276,790, Kshs.14,966,545 and Kshs.2,236,673 respectively totalling Kshs.43,480,008. Review of payment records revealed bursary payments amounting to Kshs.54,723,736 resulting to an unreconciled variance of Kshs.11,243,728. Management explained the variance was as a result of funds brought forward from previous year. However, the bursary payments amounting to Kshs.11,243,728 were not disclosed in the financial statements.

In the circumstances, the accuracy and completeness of bursary disbursements amounting to Kshs.43,480,008 could not be confirmed.

2. Unsupported Project Management Committee Balances

Note 18.4 and Annex 5 to the financial statements reflects Project Management Committee (PMC) bank balance totalling Kshs.5,984,116. However, the cash books, bank reconciliation statements and certificates of bank balances for the individual PMC accounts were not provided for audit.

In the circumstances, the accuracy and completeness of the PMC accounts balance of Kshs.5,984,116 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Malindi 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.177,088,219 and Kshs.118,973,616 respectively resulting to an underfunding of Kshs.58,114,603 or 33% of the budget. Similarly, the Fund spent a balance of Kshs.90,369,787 against actual receipts of Kshs.118,973,616, resulting to an under-utilization of Kshs.28,603,829 or 24% of the actual receipts.

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

My opinion is not modified in respect of this matter.

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

Unresolved Prior Year Matters

The audit report for the previous year highlighted several issues in the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources and Report on Effectiveness of Internal Controls, Risk Management and Governance. Management's report on the progress made in resolving the issues, at Annex 6 of other important disclosures, did not indicate whether the issues had been resolved and no explanation was provided on failure to implement the recommendations.

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 matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Delayed Projects Implementation

Review of the project implementation status report provided for audit indicated that Management planned to implement thirty-four (34) projects at a total cost

of Kshs.95,588,961 during the year under review. However, twenty (20) projects with a total cost of Kshs.59,327,400 were not started as at 30 June, 2023. This was contrary to Regulation 11(1)(i) and (j) of the National Government Constituencies Development Fund Regulations, 2016 which provides that the functions of a Constituency Committee shall be to rank projects proposals in order of priority while ensuring that on-going projects take precedence and to ensure that all projects receive adequate funding and are completed within three years. No explanation was provided for failure to implement the projects as planned.

In the circumstances, value for money was not obtained from the twenty (20) not started projects.

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 controls, 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 controls, risk management and governance.

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls 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 controls would not necessarily disclose all matters in the internal controls 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 controls 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 controls 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of 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 Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that are identified during the audit.

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


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

20 June, 2024

*Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

IX. Statement of Receipts and Payments for the Year Ended 30th June 2023

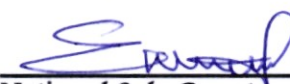
	Note	2022-2023	2021-2022
		Kshs	Kshs
Receipts			
Transfers From NGCDF Board	1	87,000,000	182,677,758
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	27,000	203,254
Total Receipts		87,027,000	182,881,012
Payments			
Compensation Of Employees	4	4,466,424	4,340,304
Committee expenses	5	4,857,019	5,565,000
Use Of Goods and Services	6	7,214,777	4,700,339
Transfers To Other Government Units	7	11,500,000	103,460,000
Other Grants and Transfers	8	56,851,568	66,698,113
Acquisition Of Assets	9	-	-
Oversight Committee Expenses	10	1,180,000	
Other Payments	11	4,300,000	-
Total Payments		90,369,787	184,763,756
Surplus/(Deficit)		(3,342,787)	(1,882,744)

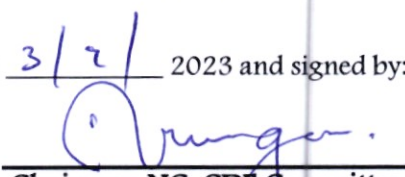
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by the NGCDFC on 3/2/ 2023 and signed by:


Fund Account Manager

Name: Nelson Alfayo


National Sub-County
Accountant
Name: Elijah Atambo
ICPAK M/No:


Chairman NG-CDF Committee

Name: Sammy Kazungu

Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

X. Statement Of Assets and Liabilities As At 30th June, 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	12A	28,630,829	31,973,616
Cash Balances (Cash at Hand)	12B	-	-
Total Cash and Cash Equivalents		28,630,829	31,973,616
Accounts Receivable			
Outstanding Imprests	13	-	-
Total Financial Assets		28,630,829	31,973,616
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
Total Financial Liabilities		-	-
Net Financial Assets		28,630,829	31,973,616
Represented By			
Fund Balance B/Fwd	15	31,973,616	33,856,360
Prior Year Adjustments	16	-	
Surplus/Deficit for The Year		(3,342,787)	(1,882,744)
Net Financial Position		28,630,829	31,973,616

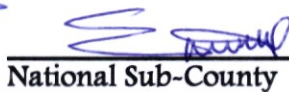
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on 21/6/2023 and signed by:



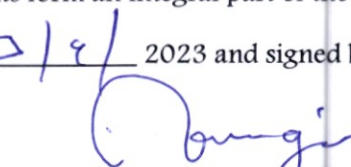
Fund Account Manager

Name: Nelson Alfayo



National Sub-County
Accountant

Name: Elijah Atambo
ICPAK M/No:



Chairman NG-CDF Committee

Name: Sammy Kazungu

*Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

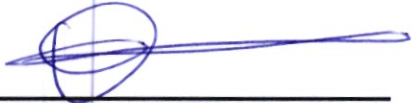
XI. Statement Of Cash Flows for The Year Ended 30th June 2023

	Notes	2022-2023	2021-2022
		Kshs	Kshs
Receipts From Operating Activities			
Transfers From NGCDF Board	1	87,000,000	182,677,758
Other Receipts	3	27,000	203,254
Total Receipts		87,027,000	182,881,012
Payments			
Compensation Of Employees	4	4,466,424	4,340,304
Committee Expenses	5	4,857,019	5,565,000
Use Of Goods and Services	6	7,214,777	4,700,339
Transfers To Other Government Units	7	11,500,000	103,460,000
Other Grants and Transfers	8	56,851,568	66,698,113
Oversight Committee Expenses	10	1,180,000	
Other Payments	11	4,300,000	-
Total Payments		90,369,787	184,763,756
Total Receipts Less Total Payments		(3,342,787)	(1,882,744)
Adjusted For:			
Prior Year Adjustments	16	-	-
Decrease/ (Increase) In Accounts Receivable	17	-	-
Increase/ (Decrease) In Accounts Payable	18	-	-
Net Cash Flow from Operating Activities		(3,342,787)	(1,882,744)
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	-
Net Cash Flows from Investing Activities		-	-
Net Increase In Cash And Cash Equivalent		(3,342,787)	(1,882,744)
Cash & Cash Equivalent At Start Of The Year	12	31,973,616	33,856,360
Cash & Cash Equivalent At End Of The Year	12	28,630,829	31,973,616

***Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023***

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

The Constituency financial statements were approved by NG CDFC on 31st 2023 and signed by:



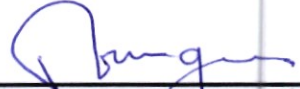
Fund Account Manager

Name: Nelson Alfayo



**National Sub-County
Accountant**

**Name: Elijah Atambo
ICPAK M/No:**



Chairman NG-CDF Committee

Name: Sammy Kazungu

Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

XII. Summary Statement of Appropriation for The Year Ended 30th June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a	b		c=a+b	d	e=c-d	f=d/c %
	2022-2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2022-2023	2022-2023		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	145,087,603	31,973,616	0	177,061,219	118,973,616	58,087,603	
Proceeds From Sale of Assets	0	0	0	0	-	-	0.0%
Other Receipts	0	27,000	0	27,000	0	27,000.00	0.0%
Totals	145,087,603	32,000,616	0	177,088,219	118,973,616	58,114,603	67.2%
Payments							
Compensation Of Employees	4,824,292	2,246,848	0	7,071,140	4,466,424	2,604,716	63.2%
Committee Expenses	4,910,626	0	0	4,910,626	4,857,019	53,607	98.9%
Use Of Goods and Services	3,322,964	4,908,219	0	8,231,183	7,214,777	1,016,406	87.7%
Transfers To Other Government Units	67,293,412	8,900,000	0	76,193,412	11,500,000	64,693,412	15.1%
Other Grants and Transfers	55,336,309	15,715,296	0	71,051,605	56,851,568	14,200,037	80.0%
Acquisition of Assets	0	0	0	-	-	-	
Oversight Committee Expenses	1,450,877	0	0	1,450,877	1,180,000	270,877	
Other Payments	7,949,123	0	0	7,949,123	4,300,000	3,649,123	54.1%
Funds Pending Approval**		203,253		230,253	-	230,253	0.0%
Totals	145,087,603	32,000,616	0	177,088,219	90,369,787	86,718,432	51.0%

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

Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

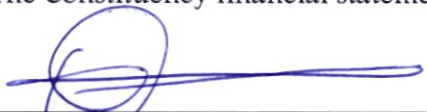
Explanatory Notes.

(a) The under absorption of the various items during the financial year was due to the late disbursement of funds. This was caused by the election period and the economic situation in the country.

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.)
 The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	86,718,432
Less undisbursed funds receivable from the Board as at 30 th June 2023	58,087,603
	28,630,829
Increase/ (decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30 th June 2023	28,630,829

The Constituency financial statements were approved by NG CDFC on 31/8/ 2023 and signed by:



Fund Account Manager

Name: Nelson Alfayo



National Sub-County Accountant

Name: Elijah Atambo
 ICPAK M/No:



Chairman NG-CDF Committee

Name: Sammy Kazungu

*Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

XIII. Budget Execution By Sectors And Projects For The Year Ended 30th June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,824,292	2,273,847.00	-	7,098,139	4,466,424	2,631,715
1.2 Committee allowances	1,128,000	1,381,476.00	-	2,509,476	2,509,476	-
1.3 Use of goods and services	2,752,964	1,216,227.00	-	3,969,191.00	3,721,902	247,289
Sub-total	8,705,256	4,871,550	-	13,576,806	10,697,802	2,879,004
2.0 Monitoring and evaluation						
2.1 Capacity building	1,702,626	951,601.00	-	2,654,227	2,654,227	-
2.2 Committee allowances	2,080,000	-	-	2,080,000	1,567,543	512,457
2.3 Use of goods and services	570,000	1,358,915.00	-	1,928,915	1,347,771	581,144
Sub-total	4,352,626	2,310,516	-	6,663,142	5,569,541	1,093,601
3.0 Emergency						
3.1 Primary Schools	7,636,190.00	5,492,207.00	-	13,128,397	9,183,406	3,944,991
3.11 Ganda Primary school	-	111,199.00	-	111,199	-	111,199
3.12 Karima primary school	-	200,000.00	-	200,000	-	200,000
3.13.Kwa upanga primary sch	-	1,700,000.00	-	1,700,000	1,700,000	-
3.2 Secondary schools			-	-		-
3.3 Tertiary institutions			-	-		-
3.4 Security projects			-	-		-

Malindi Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Sub-total	7,636,190	7,503,406		15,139,596	10,883,406	4,256,190
4.0 Bursary and Social Security						
4.1 Primary Schools						
4.2 Secondary Schools	27,400,119	3,000,000.00	-	30,400,119	26,276,790	4,123,329
4.3 Tertiary Institutions	10,000,000	4,966,545.00	-	14,966,545	14,966,545	-
4.4 Social Security	-	-	-	-	-	-
4.5 Special Needs	2,000,000	236,673.00	-	2,236,673	2,236,673	-
Sub-total	39,400,119	8,203,218	-	47,603,337	43,480,008	4,123,329
5.0 Sports						
5.1 Constituency Sports	2,488,154	8,672.00	-	2,496,826	2,488,154	8,672
5.2 Regional Sports	411,846	-	-	411,846	-	411,846
5.3	-	-	-	-	-	-
Sub-total	2,900,000	8,672	-	2,908,672	2,488,154	420,518
6.0 Environment						
6.1 HGM Primary	1,400,000.00		-	1,400,000	-	1,400,000
6.2						
6.3						
Sub-total	1,400,000	-	-	1,400,000	-	1,400,000
7.0 Primary Schools Projects (List all the Projects)						
7.1 Baguo Primary School	3,090,000.00		-	3,090,000		3,090,000
7.2 Kakoneni Primary School	3,500,000.00		-	3,500,000		3,500,000

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and ALA	Previous Years' Outstanding Disbursements			
7.3 Ganda Primary School	2,500,000.00		0.00	2,500,000		2,500,000
7.4 Kombeni Primary School	2,100,000.00		0.00	2,100,000		2,100,000
7.5 Sir Ali Special School	9,640,000.00		0.00	9,640,000		9,640,000
7.6 Marikano Primary School	3,500,000.00		0.00	3,500,000	3500000	-
7.7 Kwaupanga Primary School	2,000,000.00		0.00	2,000,000		2,000,000
7.8 St.Andrew primary School	4,390,000.00		0.00	4,390,000	3000000	1,390,000
7.9 Madunguni Primary School	3,500,000.00		-	3,500,000		3,500,000
7.10 Sir Ali Special School	54,372.00		0.00	54,372		54,372
7.11 HGM Primary School	3,500,000.00		0.00	3,500,000		3,500,000
7.12 Ganda Primary School		500,000.00	0.00	500,000		500,000
7.14 Mkaomoto Primary school		600,000.00		600,000		600,000
Sub-total	37,774,372	1,100,000	-	38,874,372	6,500,000	32,374,372
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Mongotini Secondary Sch	5,000,000.00		-	5,000,000	3,000,000.00	2,000,000
8.2 Ganda Secondary School	5,000,000.00		-	5,000,000	2,000,000	3,000,000
8.3 Majivuni Secondary School	4,390,000.00		-	4,390,000		4,390,000
8.4 Kijiwetanga Secondary school	1,800,000.00		-	1,800,000		1,800,000
8.5 Muyeve Secondary School	1,800,000.00		-	1,800,000		1,800,000
8.6 Kakuyuni Boys Secondary	1,229,040.00		0.00	1,229,040		1,229,040
8.7 Barani Secondary School		7,800,000.00	0.00	7,800,000		7,800,000
			0.00	-		-

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Sub-total	19,219,040	7,800,000	-	27,019,040	5,000,000	22,019,040
9.0 Tertiary institutions Projects (List all the Projects)						
9.1						
9.2						
9.3						
Sub-total	-	-	-	-	-	-
10.0 Security Projects						
10.1 Madunguni Assistant chief	4,000,000.00		-	4,000,000		4,000,000
10.2			0.00	-		-
10.3			-	-		-
10.4						-
Sub-total	4,000,000	-	-	4,000,000	-	4,000,000
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)	-	-	-	-	-	-
11.2 Construction of CDF office	-	-	-	-	-	-
11.3 Purchase of furniture and equipment	-	-	-	-	-	-
11.4 Purchase of computers	-	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-	-
Sub-total						
12.0 Oversight Committee Expenses (itemize)						

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Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
12.1 Subsistence Allowance	360,000	-	-	360,000	360,000	-
12.2 Travelling cost	360,000	-	-	360,000	360,000	-
12.3 Payment for COC allowances	670,877	-	-	670,877	670,877	-
12.4 Catering Services	60,000	-	-	60,000	60,000	-
Sub-total	1,450,877	-	-	1,450,877	1,450,877	-
13.0 Others						
13.1 ICT Hub	949,123.00		0.00	949,123.00		949,123.00
13.2 Kakoneni Zone Education Off.	4,000,000.00		0.00	4,000,000.00		4,000,000.00
13.3 Malindi Ng-cdf Office	800,000.00		0.00	800,000.00	800,000	-
13.4 Strategic Plan	3,500,000.00		0.00	3,500,000.00	3,500,000.00	-
Sub-total	9,249,123	-	-	9,249,123	4,300,000	4,949,123
14.0 unallocated fund						
Unapproved projects	9,000,000.00		-	9,000,000		9,000,000
AIA			-			-
PMC savings		203,254.00	-			
Total	9,000,000	203,254	-	9,203,254	-	9,203,254
Funds pending approval**						
Total	145,087,603	32,000,616	-	177,088,219	90,369,788	86,718,431

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

XIV. Significant Accounting Policies

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-Malindi 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.

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash Equivalent.

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

Significant Accounting Policies continued

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30 June 2022 for the period 1st July 2022 to 30th June 2023 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

Significant Accounting Policies Continued

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2023.

14. Errors

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

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

15. Related Party Transactions

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa.

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XV. Notes To the Financial Statements

1. Transfers from NGCDF Board

Description	2022-2023	2021-2022
	Kshs	Kshs
NORMAL ALLOCATION		
AIE NO. B 140994		33,000,000.00
AIE NO. B 105501		44,000,000.00
AIE NO. B 105856		24,000,000.00
AIE NO. B 128606		5,000,000.00
AIE NO. B 128918		12,000,000.00
AIE NO. B 154115		16,000,000.00
AIE NO. B 164449		20,000,000.00
AIE NO. B 155880	-	16,088,879.00
AIE NO. A 888951	-	500,000.00
AIE NO. B 155992	-	12,088,879.00
AIE NO. B 185157	7,000,000.00	
AIE NO. B 185701	15,000,000.00	
AIE NO. B 185449	6,000,000.00	
AIE NO. B 206015	5,000,000.00	
AIE NO. B 206462	12,000,000.00	
AIE NO. B 205807	12,000,000.00	
AIE NO. B 207569	15,000,000.00	
AIE NO. B207736	15,000,000.00	
TOTAL	87,000,000.00	182,677,758.00

2. Proceeds From Sale of Assets

	2022-2023	2021-2022
	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	-	-
Others (specify)	-	-
Total	-	-

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3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received		-
Rents		-
Receipts from sale of tender documents	27,000.00	23,000.00
Hire of plant/equipment/facilities	-	-
Unutilized fronds from PMCs	-	180,253.00
Other Receipts Not Classified Elsewhere	-	-
Total	27,000.00	203,253.00

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Notes To the Financial Statements (Continued)

4. Compensation Of Employees

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,304,423.00	2,496,636.00
Personal allowances paid as part of salary		
House Allowance	-	-
Leave allowance	-	-
Transport Allowance	180,000.00	-
Leave allowance	28,600.00	-
Gratuity to contractual employees	1,824,649.00	1,757,298.00
Employer Contributions Compulsory national social security schemes	128,752.00	86,370.00
Total	4,466,424.00	4,340,304.00

5. Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Sitting allowance	3,289,475.00	5,550,000.00
Other committee expenses	1,567,543.00	15,000.00
Total	4,857,018.66	5,565,000.00

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6. Use of Goods and services

	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	186,485.00	183,709.00
Communication, supplies and services	264,000.00	522,000.00
Domestic travel and subsistence	399,580.00	401,670.00
Printing, advertising and information supplies & services	-	592,000.00
Rentals of produced assets		-
Training expenses	2,502,626.00	945,000.00
Hospitality supplies and services	91,601.00	448,000.00
Insurance costs	14,565.00	12,054.00
Specialised materials and services	-	-
Office and general supplies and services	1,938,784.00	798,606.00
Fuel , oil & lubricants	921,770.00	179,600.00
Other operating expenses	-	31,000.00
Security operations	348,000.00	156,000.00
Routine maintenance - vehicles and other transport equipment	426,000.00	378,000.00
Bank Charges, commission and charges	85,365.00	52,700.00
Routine maintenance- other assets	36,000.00	-
Total	7,214,776.00	4,700,339.00

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Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	6,500,000.00	62,960,000.00
Transfers To Secondary Schools (See Attached List)	5,000,000.00	25,500,000.00
Transfers To Tertiary Institutions (See Attached List)	-	15,000,000.00
Total	11,500,000.00	103,460,000.00

8. Other Grants and Other transfers

	2022-2023	2021-2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	26,276,790.00	24,049,416.00
Bursary – tertiary institutions (see attached list)	14,966,545.00	11,504,920.00
Bursary – special schools (see attached list)	2,236,673.00	1,342,000.00
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	-	16,900,000.00
Sports projects (see attached list)	2,488,154.00	5,341,777.00
Environment projects (see attached list)	-	2,740,000.00
Emergency projects (see attached list)	10,883,406.00	4,820,000.00
Roads projects (see attached list)	-	-
Total	56,851,568.00	66,698,113.00

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets	-	-
Total	-	-

10. Oversight Committee Expenses

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Oversight committee allowances	1,180,000.00	-
Other oversight committee expenses	-	-
Totals	1,180,000.00	-

11. Other Payments

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Ng-cdf office Malindi	800,000.00	-
Strategic plan	3,500,000.00	-
ICT Hub	-	-
Totals	4,300,000.00	-

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12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022-2023	2021-2022
	Kshs	Kshs
12A: Bank Accounts (Cash Book Bank Balance)		
<i>Equity Bank, Malindi Branch, Malindi Ng-cdf Account No. 0450262081943</i>	28,630,829	31,973,616
(deposit account)	-	-
Total	28,630,829	31,973,616
12 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

13. Outstanding Imprests

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

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

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Notes to the Financial Statement Continued

14. Retention and Gratuity

14 A. Retention	2022-2023	2021-2022
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

14 B. Gratuity	2022-2023	2021-2022
	KShs	KShs
Gratuity as at 1 st July (A)	0	0
Gratuity held during the year (B)	1,824,649	1,757,298
Gratuity paid during the Year (C)	1,824,649	1,757,298
Closing Gratuity as at 30 th June D= A+B-C	0	0

15. Fund Balance B/F

	(1st July 2022-1)	(1st July 2021-2)
	Kshs	Kshs
Bank accounts	31,973,616	33,856,360
Cash in hand	-	-
Imprest	-	-
Total	31,973,616	33,856,360
Less	-	-
Payables: - Retention	-	-
Payables – Gratuity	-	-
Fund Balance Brought Forward	31,973,616	33,856,360

[Provide short appropriate explanations as necessary]

16. Prior Year Adjustments

	Balance b/f as per Audited Financial statements	Adjustments	Adjusted Balance** BF
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

****** *The adjusted balances are not carried down on the face of the financial statement.
(Entity to provide disclosure on the adjusted amounts)*

17. Changes In Accounts Receivable – Outstanding Imprests

	2022-2023	2021-2022
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Net changes in accounts Receivables D - A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

	2022-2023	2021-2022
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account payables D= A+B-C	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	2022-2023	2021-2022
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	2022-2023	2021-2022
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	2022-2023	2021-2022
	Kshs	Kshs
Compensation of employees	2,885,869.60	2,528,001.60
Committee expense	1,474.85	2,051,173.37
Use of goods and services	362,556.45	1,880,636.60
Amounts due to other Government entities (see attached list)	53,293,412.00	9,499,999.75
Amounts due to other grants and other transfers (see attached list)	15,557,033.81	15,372,086.24
Acquisition of assets	-	-
Oversight Committee Expenses	877.00	-
ICT Hub	949,123.00	633.76
Others	4,000,000.00	-
Funds pending approval	9,668,085.00	641,085.00
Total	86,718,431.71	31,973,616.32

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18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	5,984,115.60	16,470,493.20
Total	5,984,115.60	16,470,493.20

XVI. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

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

*Malindi Constituency
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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30th June 2023	Comments
NG-CDFC Staff				
1.	-	-	-	
2.	-	-	-	
3.	-	-	-	
Sub-Total	-	-	-	
Grand Total	-	-	-	

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Compensation of employees		2,631,715.00		
Use of goods & services		828,433.00		
Monitoring and evaluation				
Committee allowances		512,457.00		
Amounts due to other Government entities				
Baguo Primary School		3,090,000.00		
Kakoeni Primary School		3,500,000.00		
Ganda Primary School		2,500,000.00		
Kombeni Primary School		2,100,000.00		
Sir Ali Special School		9,640,000.00		
Kwaupanga Primary School		2,000,000.00		
St.Andrew primary School		1,390,000.00		
Madunguni Primary School		3,500,000.00		
Sir Ali Special School		54,372.00		
HGM Primary School		3,500,000.00		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
Ganda Primary School		500,000.00		
Mkaomoto Primary school		600,000.00		
Mongotini Secondary Sch		2,000,000.00		
Ganda Secondary School		3,000,000.00		
Majivuni Secondary School		4,390,000.00		
Kijiwetanga Secondary school		1,800,000.00		
Muyeye Secondary School		1,800,000.00		
Kakuyuni Boys Secondary		1,229,040.00		
Barani Secondary School		7,800,000.00		
	Sub-Total	54,393,412.00		
Amounts due to other grants and other transfers				
Madunguni Assistant chief		4,000,000.00		
BURSARY Secondary Schools		4,123,329.00		
Constituency Sports		8,672.00		
Regional Sports Tournament		411,846.00		
environment -HGM Primary School		1,400,000.00		

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Name	Brief Transaction Description	Outstanding Balance 2022-2023	Outstanding Balance 2021-2022	Comments
emergency		4,256,190.00		
Sub-Total		14,200,037.00		
Acquisition of assets				
Others (specify)				
ICT Hub		949,123.00		
Kakoneni Zone Education Off.		4,000,000.00		
Sub-Total		4,949,123.00		
Funds pending approval		9,203,254.00		
Grand Total		86,718,431.00		

*Malindi Constituency
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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land	5,000,000.00	00	00	5,000,000.00
Buildings and structures	20,730,000.00	00	00	20,730,000.00
Transport equipment	6,950,000.00	00	00	6,950,000.00
Office equipment, furniture and fittings	3,321,097.00	00	00	3,321,097.00
ICT Equipment, Software and Other ICT Assets	974,327.00	00	00	974,327.00
Other Machinery and Equipment	22,750,000.00	00	00	22,750,000.00
Heritage and cultural assets	00	00	00	00
Intangible assets	00	00	00	00
Total	59,725,424.00	00	00	59,725,424.00

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Annex 5 –PMC Bank Balances As At 30th June 2023*

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
ST,ANDREWS PRIMARY SCHOOL	EQUITY - MALINDI	0450284237027	1,000,000.00	-
1. MONGOTINI SECONDARY SCHOOL	EQUITY - MALINDI	0450284234798	1,000,000.00	-
2. GANDA SECONDARY SCHOOL	EQUITY - MALINDI	0450284236940	2,000,000.00	-
3. CONSTITUENCY SPORTS	EQUITY - MALINDI	0450284118928	43,154.00	-
4. MARIKANO PRIMARY SCHOOL	EQUITY - MALINDI	0450283049746	-	--
5. STRATEGIC PLAN	EQUITY - MALINDI	0450284232355	-	-
6. MALINDI NG-CDF OFFICE	EQUITY - MALINDI	0450262081943	-	-
7. KASIMBIJI PRIMARY SCHOOL	EQUITY - MALINDI	0450282399612	3,379.00	3,379.00
8. SHOMANI GIRLS SECONDARY	EQUITY - MALINDI	0450280749354	146,893.00	1,917,874.00
9. BISHOP BALDACCHINO SEC. SCH	EQUITY - MALINDI	0450281143021	1,018.00	35,018.00
10. MAJIVUNI PRIMARY SCHOOL	EQUITY - MALINDI	0450280801569	60,223.00	286,596.00
11. MALINDI HIGH SCHOOL	EQUITY - MALINDI	0450282708009	54,310.00	2,755,000.00
12. ST.ANDREWS PRIMARY SCH.	EQUITY - MALINDI	0450280806780	770.00	770.00
13. MASHAMBA PRIMARY SCHOOL	EQUITY - MALINDI	0450281143124	131,799.00	643,356.00
14. KAKUYUNI PRIMARY SCHOOL	EQUITY - MALINDI	0450280801709	62,365.00	433,265.00
15. KASIMBIJI PRIMARY SCHOOL	EQUITY - MALINDI	0450281142947	8,458.00	-

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
				367,141.00
16. KIJIWETANGA PRIMARY SCHOOL	EQUITY - MALINDI	0450280803438	43,996.00	
17. KAKONENI GIRLS SECONDARY SCH	EQUITY - MALINDI	0450280127814	331,560.00	259,492.00
18. UPWEONI PRIMARY SCHOOL	EQUITY - MALINDI	0450282063719	17,600.00	17,600.00
19. MAJIVUNI SECONDARY SCHOOL	EQUITY - MALINDI	0450282471610	18,965.00	179,965.00
20. DCC	EQUITY - MALINDI	0450281140329	3,280.00	3,280.00
21. MONGOTINI SECONDARY SCHOOL	EQUITY - MALINDI	0450280803675	51,270.00	365,360.00
22. GANDA PRIMARY SCHOOL	EQUITY - MALINDI	0450280803014	163.00	223,002.00
23. HGM PRIMARY SCHOOL	EQUITY - MALINDI	0450282063784	17,598.00	17,598.00
24. MAJIVUNI PRIMARY SCHOOL	EQUITY - MALINDI	0450279271941	1,876.00	-
25. KAKUYUNI BOYS SEC. SCHOOL	EQUITY - MALINDI	0450281135133	60,492.00	60,492.00
26. MAZIWANI PRIMARY SCHOOL	EQUITY - MALINDI	0450281407488	12,043.00	12,043.00
27. MARIKANO PRIMARY SCHOOL	EQUITY - MALINDI	0450283049746	34,666.00	-
28. BAGUO PRIMARY SCHOOL	EQUITY - MALINDI	0450280802552	22,583.00	-
29. UPWEONI PRIMARY SCHOOL	EQUITY - MALINDI	0450280753003	92,379.00	92,379.00
30. MADUNGUNI PRIMARY SCHOOL	EQUITY - MALINDI	0450280802090	46,439.00	234,094.00
				4,280.00
31. MALINDI PRIMARY SCH TANKS	EQUITY - MALINDI	0450281140434	4,280.00	

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
				36,528.00
32. BISHOP KALU SECONDARY SCHOOL	EQUITY - MALINDI	0450280325319	36,528.00	
33. GAHALENI PRIMARY SCHOOL	EQUITY - MALINDI	0450282399272	8,200.00	159,800.00
34. UPWEONI PRIMARY SCHOOL	EQUITY - MALINDI	0450280324711	29,289.00	-
35. MAZIWANI SECONDARY SCHOOL	EQUITY - MALINDI	0450280327120	36,603.00	36,603.00
36. KHOMBENI PRIMARY SCHOOL	EQUITY - MALINDI	0450280325943	83,052.00	83,052.00
37. JILORE CHIEFS OFFICE	EQUITY - MALINDI	0450281179473	2,770.00	2,770.00
38. CENTRAL PRIMARY SCHOOL	EQUITY - MALINDI	0450281151443	46,166.00	-
39. BAGUO PRIMARY SCHOOL	EQUITY - MALINDI	0450281148393	707.00	36,707.00
40. MAZIWANI PRIMARY SCHOOL	EQUITY - MALINDI	0450281407488	12,043.00	12,043.00
41. MALINDI PRIMARY SCH /CENTRAL	EQUITY - MALINDI	0450281151443	-	46,166.00
42. MALINDI KMTC	EQUITY - MALINDI	0450281753232	-	14,765.00
43. DESK ,LOCKERS AND CHAIRS	EQUITY - MALINDI	0450280121113	-	600.00
44. SIR ALI SPECIAL SCHOOL	EQUITY - MALINDI	0450280120784	-	66,091.00
45. BAGUO PRIMARY SCHOOL	EQUITY - MALINDI	0450280122484	-	35,450.58
46. MKUNGUNI PRIMARY SCHOOL	EQUITY - MALINDI	0450280124930	-	34,526.22
47. GAHALENI PRIMARY SCHOOL	EQUITY - MALINDI	0450280326862	-	84,934.00
48. ARABUKO SOKOKE PRIMARY SCH	EQUITY - MALINDI	0450280326252	-	56,150.00
49. LANGOBAYA SECONDARY SCHOOL	FAMILY BANK - MALINDI	098000020814	25,933.40	25,933.40

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
				2,082,726.00
50. MALINDI CHIEFS OFFICE	FAMILY BANK - MALINDI	098000030002	42,923.00	
51. KIJIWETANGA PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020838	2,552.60	166,923.20
52. SIR ALI SPECIAL SCHOOL	FAMILY BANK - MALINDI	098000020103	77,042.60	594,877.80
53. SOSOBORA PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020095	1,865.80	26,877.40
54. KARIMA PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020294	14,628.80	46,640.40
55. BISHOP KALU SECONDARY SCHOOL	FAMILY BANK - MALINDI	098000020096	855.20	197,455.20
56. KWA UPANGA PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020452	20,257.60	28,918.20
57. MKUNGUNI PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020098	1,263.20	33,274.80
58. AIRPORT PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020840	3,165.20	168,397.80
59. KAKUYUNI POLICE POST	FAMILY BANK - MALINDI	098000023130	50,683.80	1,036,202.40
60. MKONDONI PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020824	7,163.20	7,163.20
61. KAKUYUNI PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020447	6,922.60	51,524.20
62. MALINDI PRIMARY DESKS	FAMILY BANK - MALINDI	098000027748	6,089.40	-
63. MADUNGUNI SECONDARY SCH	FAMILY BANK - MALINDI	098000020093	1,288.40	257,888.40
64. PISHI MWENGA PRIMARY SCH	FAMILY BANK - MALINDI	098000020446	30,703.20	632.00
65. KAKONENI PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020445	15,911.60	-
66. MALINDI SPORT	FAMILY BANK - MALINDI	098000021043	89,347.40	794,388.40
67. GOSHI PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000020097	20,354.80	20,354.80
68. PISHI MWENGA PRIMARY SCH	FAMILY BANK - MALINDI	098000020443		632.00

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PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
			632.00	
69. SPORTS	FAMILY BANK - MALINDI	098000020300	31,525.40	31,525.40
70. GANDA PRIMARY SCHOOL	FAMILY BANK - MALINDI	098000027748	6,089.40	2,279,988.40
Total			5,984,115.60	16,470,493.20

Annex 6: Progress On Follow Up of Auditor Recommendations

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor and subsequent progress made on the resolution of the issues.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)																																													
1.	Unexplained variances between the financial statements, ledgers and notes to the financial statements.																																																
	<table border="1"> <thead> <tr> <th>Description</th> <th>Note</th> <th>Financial statements amount(ksh)</th> <th>Ledger amount</th> <th>Absolute variance</th> </tr> </thead> <tbody> <tr> <td colspan="5">Statement of receipts and payments</td> </tr> <tr> <td>Transfer to other units</td> <td></td> <td>106,200,000</td> <td>103,460,000</td> <td>2,740,000</td> </tr> <tr> <td>Other grants and transfers</td> <td></td> <td>63,958,113</td> <td>66,698,113</td> <td>2,740,000</td> </tr> <tr> <td colspan="5">Description</td> </tr> <tr> <td></td> <td></td> <td>Budget execution by sector and project amount(ksh)</td> <td>Notes to the financial statements amount(ksh)</td> <td>Absolute variance(ksh)</td> </tr> <tr> <td>Bursary- Primary schools</td> <td>7</td> <td>24,049,416</td> <td>0</td> <td>24,049,416</td> </tr> <tr> <td>Bursary – secondary schools</td> <td>7</td> <td>11,504,920</td> <td>24,049,416</td> <td>12,544,496</td> </tr> <tr> <td>Bursary – tertiary institutions</td> <td>7</td> <td>1,342,000</td> <td>1,342,000</td> <td>1,342,000</td> </tr> </tbody> </table>				Description	Note	Financial statements amount(ksh)	Ledger amount	Absolute variance	Statement of receipts and payments					Transfer to other units		106,200,000	103,460,000	2,740,000	Other grants and transfers		63,958,113	66,698,113	2,740,000	Description							Budget execution by sector and project amount(ksh)	Notes to the financial statements amount(ksh)	Absolute variance(ksh)	Bursary- Primary schools	7	24,049,416	0	24,049,416	Bursary – secondary schools	7	11,504,920	24,049,416	12,544,496	Bursary – tertiary institutions	7	1,342,000	1,342,000	1,342,000
	Description	Note	Financial statements amount(ksh)	Ledger amount	Absolute variance																																												
	Statement of receipts and payments																																																
	Transfer to other units		106,200,000	103,460,000	2,740,000																																												
	Other grants and transfers		63,958,113	66,698,113	2,740,000																																												
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			Budget execution by sector and project amount(ksh)	Notes to the financial statements amount(ksh)	Absolute variance(ksh)																																												
	Bursary- Primary schools	7	24,049,416	0	24,049,416																																												
Bursary – secondary schools	7	11,504,920	24,049,416	12,544,496																																													
Bursary – tertiary institutions	7	1,342,000	1,342,000	1,342,000																																													
In the circumstances, the accuracy and completeness of the financial statements could be confirmed.																																																	

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National Government Constituencies Development Fund (NGCDF)

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2.	<p>Unsupported budget utilization. The statement of budget execution by sectors and projects reflects a final budget of Ksh 216,737,372 and an actual comparable basis of Ksh 184,763,756 resulting to a budget utilisation difference of Ksh 31,973,616. Review of records revealed the following;</p>			
2.1	<p>Compensation of Employees Included in the total budget execution by sectors and projects was a final budget of Kshs. 6, 587 ,152 in respect of compensation of employees and a corresponding actual on comparable basis of Kshs. 4,340,304 resulting to unutilized amount of Kshs. 2,246,848. However, details of the unutilized amount were not provided for audit verification.</p>	<p>The bank balance of Kshs. 2,246,848 of expenditure budgeted for employees included funds for payment of staff gratuity which was to be paid to the NG-CDFCstaff members immediately their respective contracts expire. Their contracts expired in the subsequent financial year hence the gratuity was paid in the subsequent financial year. The Unspent balance was be utilized in paying staff gratuities in the subsequent financial year</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2.2	<p>Unbudgeted Funds Included. in t e total budget execution by sectors and projects was a previous year's outstanding disbursements in respect of Ganda Primary School of Kshs. 2,000,000. However, the outstanding disbursements of Kshs. 2,000,000 as reflected in the statement of budget execution by sectors and projects was not supported with the approved list of unfunded projects and corresponding Authority to Incur Expenditure</p>	<p>The allocation of kshs. 2,211,199 to Ganda Primary School was done from the emergency fund. The disbursement of ksh.2,000,000 to Ganda Primary School had been allocated and approved by the NG-CDF Board. Annex 2</p>		
3.	<p>3.Unsupported Payments on Emergency Projects The statement of receipts and payments in respect of other grants and other transfers of Kshs. 63,958,133, out of which Kshs. 4,820,000 was in respect of emergency projects. The schedule in support of the expenditure reflected a transfer of Kshs. 2,100,000 to Ganda Primary school for the proposed re-roofing of five (5) classrooms at a contract sum of Kshs. 2,101,601. Review of records revealed that as at 30 June, 2022, the total contract sum of Kshs 2,101,601 had been made while the Project Managements Committee (PMC) bank statements revealed that a total of Kshs.4,100,000 was disbursed during the year under review resulting to unexplained variance of Kshs. 1,998,399. However, Management did not provide the bills of quantities for the project. In addition, at the time of project inspection in March, 2023, the building had not been labelled contrary to Regulation 11(1) (cc) of the National Government Consistencies Development Regulation, 2016 which requires that the Constituency Committee ensure projects are labelled in accordance with the guidelines issued by the</p>			

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Board.</p> <p>In the circumstances, the accuracy, completeness and regularity of emergency projects cost of Kshs. 4,820,000 could not be confirmed.</p>			
4.	<p>Undisclosed and Unsupported Other Receipts Amount</p> <p>The statement of receipts and payments and Note 3 to the financial statements reflects other receipts totaling to Kshs. 203,254 out of which kshs. 23,000 is in respect of sale of tender documents. However, the supporting receipt books provided for review indicated that Kshs, 43,000 was receipted, resulting in an unexplained variance of Kshs, 20,000. In addition, the other receipts include an amount of Kshs, 143,893 indicated as unutilized funds from Project Management Committees. Management indicated that the amount related to a refund for accommodation costs for Constituency Development Committee members, days not attended and credit note issued in support of this receipt were provided for audit review. In the circumstances, the accuracy and completeness of other receipts amounting to Kshs. 166,893 could not be confirmed.</p>	<p>Included in the other receipts for the year ended 30th June 2022 is an amount of kshs.23,000 which was receipts for sale of tenders for the financial year under audit. The supporting receipt book provided for audit review indicated a total receipt of kshs43,000 but only kshs.23,000 was what was received during the financial year under audit.</p>		
5.	<p>Undisclosed Project Managements Committee (PMC) Bank Balances</p> <p>Annex 5 to the financial statements reflects PMC bank balances of Kshs. 30,207,552 as at 30 June, 2022. However, twenty-one (21) PMC bank accounts whose projects had been completed were still operational but the bank balances were not disclosed. In addition, PMC bank accounts with closing balances totaling to Kshs. 2,069,441 as at 30 June, 2021 reflected Nil opening balances. No report was provided of the accounts closure and refund of the unutilized balances to the Constituency Committee bank account.</p>	<p>The balances of PMCs account have been indicated in Annex 5 of the financial statements.</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	In the circumstances, the accuracy and completeness of the PMC bank balances of Kshs. 30,207,552 could not be confirmed.			
6.	<p>. Unsupported and Irregular Payments of security Operations</p> <p>The Statements of receipts and payments and Note 5 to the financial statements reflects payments on use of goods and services totalling to Kshs. 10,265,339. Included in this amount are payments for security operations of Kshs. 156,000. However, the contract agreement in support of these payments was not provided for the period between 26 September, 2017 and 30 June, 2022.</p>	The contract agreement between Kanga Security and Malindi NG-CDF to provide security services was renewed for the period 26 September 2017 to 30 June 2022. The payment of Kshs. 156,000 to Kanga Security for the security services is supported and within the agreement.		
7.	<p>Unbudgeted and Unsupported Payments on Security Projects</p> <p>The Statement of receipts and payments reflects payments in respect of other grants and other transfers of Kshs. 63,958,113. Included in the payments is Kshs. 16,900,00 for security projects, out of which payments totaling to Kshs. 4,250,000 relates to projects which were not budgeted for contrary to regulation 25(2) of the National Government Constituencies Development Fund Regulations, 2016 which provides that a constituency committee shall not incur expenditure unless such expenditure is supported by an approved work plan, a procurement plan and a budget. In addition, included in the payments on security projects was a payment on respect of purchase of twenty-two (22) motorcycles for Chiefs and Assistant</p>	The security projects totalling to Kshs. 8,210,000 s had been budgeted in the financial year 2021/2022 project proposal and approved by the NG-CDFC Board. Included in the expenditure was the purchase of 22 No. Haojin Motor Cycles for Malindi		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Chiefs at a total cost of Kshs. 3,960,000. However, the expenditure was not supported with invoices, delivery notes, distribution list, committee minutes approving the projects and PMC bank statements. Further, only sixteen (16) of the motor cycles had log books but which had not been transferred to the fund. Log books for remaining six (6) motor cycles were not provided for audit review.</p> <p>In the circumstances, the accuracy and propriety of the payments in respect of security projects totaling Kshs. 16,900,000 could not be confirmed.</p>	<p>constituency chiefs and assistant chiefs. This payment was supported by an invoice and a delivery note in the project file. The chiefs and assistant chiefs had been cleared identified in the project proposal but the motorcycles had not yet been delivered to them during the time of audit. Find attached approved budget and bank statement</p> <p>Annex 4</p>		
8.	<p>Un-vouched Payments on Bursary to secondary School</p> <p>The statement of receipts and payments reflects payments totaling to Kshs. 63,958,133. Included in these payments is Kshs. 24,049,416 in respect of payments for bursary disbursement to secondary Schools. However, payment vouchers in support of bursary payments totaling to Kshs. 13,020,416 were not provided for audit review. As a result, the accuracy, completeness and regularity of the bursary payments to Secondary School of 24,049,416 could not be confirmed.</p>	<p>The missing bursary vouchers were made available.</p>		

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
9.	<p>Unconfirmed Payments on Transfers to Tertiary Institutions</p> <p>The statement of receipts and payments respect of transfers to tertiary institutions of Kshs. 15,000,000. Review of the supporting payment vouchers and bank statements revealed two (2) transfer to PMC of Malindi Kenya Medical Training college. However, the project was not implemented and re-allocation of the funds was approved by the National Constituencies Development Fund Board through letter reference dated 15 August, 2022. However, no evidence was provided to confirm that the funds were transmitted back to the Constituency Committee bank account. In addition, the College bank statements were not provided for audit review.</p> <p>In the circumstances, the accuracy and completeness of the payments in respect of transfers to tertiary institutions of Kshs. 15,000,000 could not be confirmed.</p>			
10.	<p>Unsupported Payments on Sports Projects</p> <p>The statement of receipts and payments reflects payments on other grants and other transfers of Kshs. 63,958,113 which includes Kshs. 5,341,777 is in respect of two (2) sports projects. However, the projects were not supported with the project management committee minutes, procurement documents, payment documents, implementation reports and evidence that the participants or the receivers of the sport items received the same or the events occurred. In addition, the PMC comprised of one (1) Constituency Committee member and two (2) Fund employees, contrary to Regulation 15 (6) of National Government Constituencies Development Fund Regulation, 2016 which prohibits a Constituency Committee from converting itself into a project management committee.</p>	<p>1.The expenditure incurred on two sports projects amounting to Kshs. 5,341,777. The first sports project relating to the financial year 2020/21 of Kshs. 2,741,777 was supported with the project management committee minutes, procurement documents, invoice, delivery notes,</p>		

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	In the circumstances, the accuracy, completeness and regularity of the payments on sports projects amounting to Kshs. 5,341,777 could be confirmed.	<p>payment documents and implementation reports available in the project file.</p> <p>The second sports project relating to the financial year 2021/22 of Kshs. 2,600,000 was supported with a delivery note, an invoice, a receipt from the supplier and an implementation report available in the project file. Find attached the invoice and delivery note Annex 5</p>		
11.	<p>Unsupported Bursary Payments</p> <p>The statement of receipts and payments reflects payment in respect of other grants and transfer of Kshs. 63,958,133 which includes payments of bursary to secondary schools of Kshs. 24,049,416 Tertiary institutions of Kshs. 11,504,920 and Special Schools of Kshs. 1,342,000. However, the constituency committee and sub Committee minutes approving the bursaries, selection and award criteria, and reports on the application and criteria for the award of the bursaries and how the bursary amount per beneficiary was determined were not provided for audit as well as payment voucher</p>	-The payments of bursary for tertiary institutions of Kshs. 11,504,920 were all vetted and approved by the bursary sub-committee according to specific application and selection creteria. NG-CDFC		

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	<p>in support of bursary totaling Kshs. 1,342,000 in respect of Tertiary institution. In addition, Management did not provide the procedure and criteria used in identifying and allocating funds to the beneficiaries.</p> <p>As a result, the accuracy and propriety of bursary payments totaling to Kshs. 36,896,336 could not be confirmed.</p>	<p>minutes approved the list of bursary beneficiaries confirming ratification of the bursary sub-committee minutes.</p> <p>- The payments of bursary for secondary schools of Kshs. 24,049,416 were all vetted and approved by the bursary sub-committee according to specific application and selection creteria. NG-CDFC minutes approved the list of bursary beneficiaries confirming ratification of the bursary sub-committee minutes. Receipts from various institutions are available</p>		

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		<p>confirming receipt of the bursary fund.</p> <p>- The payments of bursary for special schools totaling kshs 1,342,000 were all vetted and approved by the bursary committee according to specific application and selection criteria. NG-CDFC minutes approved the list of bursary beneficiaries confirming ratification of the bursary sub-committee minutes. Receipts from various institutions are available confirming receipt of the bursary fund.</p>		

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Name

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Fund Account Manager.