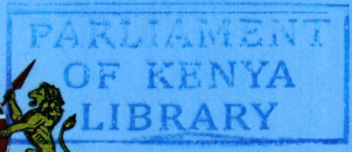


REPUBLIC OF KENYA



*Enhancing Accountability*

# REPORT

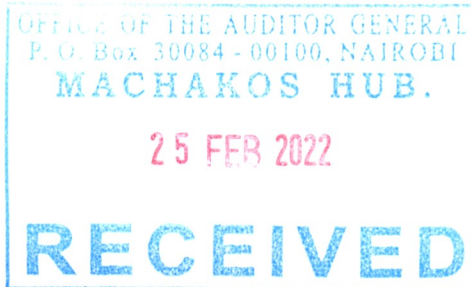
OF

## THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY PAPER NO. 10	
DATE ON 03 MAR 2022	DAY THUR
TABLED BY: LDM	
CLERK-AT THE-TABLE: C. Ndlovu	

### NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KIBWEZI EAST CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE, 2020



*Revised Template 30<sup>th</sup> June 2020*



---

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –  
KIBWEZI EAST CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

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

---

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

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

---

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	2
II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE .....	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES .....	7
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING .....	8
V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES.....	10
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- KIBWEZI EAST CONSTITUENCY</i> .....	11
VII. STATEMENT OF RECEIPTS AND PAYMENTS.....	12
VIII. STATEMENT OF ASSETS AND LIABILITIES.....	13
IX. STATEMENT OF CASHFLOW .....	14
X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED .....	15
XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES .....	16
XII. SIGNIFICANT ACCOUNTING POLICIES.....	22
XIII. NOTES TO THE FINANCIAL STATEMENTS .....	26

**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

**Mandate**

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

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

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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

**Core Values**

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

---

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

**(b) Key Management**

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

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

**(c) Fiduciary Management**

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

No.	Designation	Name
1.	A.I.E holder	<b>Samuel Mutisya B.</b>
2.	Sub-County Accountant	<b>Benjamin Kituku</b>
3.	Chairman NGCDFC	<b>Esther Munyao</b>
4.	Member NGCDFC	<b>Japheth Muia</b>

**(d) Fiduciary Oversight Arrangements**

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

**(e) NGCDF KIBWEZI EAST Constituency Headquarters**

P.O. Box 22-90137  
NG-CDF Building  
Next to DCC Offices, Kibwezi Sub-county HQs  
Nairobi, KENYA

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

---

**(f) NGCDF KIBWEZI EAST Constituency Contacts**

Telephone: (254) 722 991643  
E-mail: [cdfkibwezieast@ngcdf.go.ke](mailto:cdfkibwezieast@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(g) NGCDF KIBWEZI EAST Constituency Bankers**

Kenya Commercial Bank  
Mtito Andei Branch  
1148225552

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

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

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

---

**II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE**

Kibwezi East Constituency is one of the 6 constituencies of Makueni County. The constituency has four wards namely ;Thange,Mtito- Andei, Ivingoni- Nzambani and Maongaleni wards.

The constituency has a population of 132,199 according to IEBC data of 2013 with an approximate area of 1209.6 Sq. Km.

For the year under review, 2019/20 , the constituency had been allocated a Budget Ksh137,367,724.14. Of all these allocation, 49.6 % of the allocation equivalent to Ksh68 million had been received as at 30<sup>th</sup> June 2020.

Through the allocations, the NG-CDFC has ensured a sizeable share of the funds is allocated to bursary to ensure many needy students remain in school. Allocations towards improvement of the learning infrastructure both in primary and secondary schools has also been given fair share of attention. Funds have been allocated to primary, secondary and tertiary institutions to ensure at least all levels of education are taken care of.

**Challenges facing the implementation of projects**

The greatest challenge faced in the course of our work is the competition of little resources against very many needs. The NG-CDFC has tried to engage the public through public participation and sensitization forums to ensure the resources are shared equitably to avoid back clashes.

Further, the NG-CDFC has continually ensured issues raised by the Board especially of project proposals that may delay the disbursement of Funds to the constituency are dealt with expeditiously.

In conclusion, I wish to thank all the stakeholders including the Office of the Auditor General who have provided invaluable guidance to enable us reach the far heights towards quality projects and meeting the citizen needs.

**Summary of Sectoral Share- 2019/20 Funds**



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

**III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES**

**Introduction**

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

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

- a) Education infrastructure and access
- b) Security and Administrative Infrastructure
- c) Improved access to potable water in learning institutions
- d) Youth and Sports
- e) ICT
- f) Roads Network and Emergency response

**Progress on attainment of Strategic development objectives**

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education infrastructure and access	To ensure all children of school going age attending school in a Conducive learning environment in the Constituency	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions by promoting the friendly learning environment	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries at all levels	In FY 19/20 -we increased number of classrooms, by over 53 classrooms following schools/institutions as evidenced by the approved code list of 2019/20 - Bursary beneficiaries at all levels were as per the attached schedules
Security and administratative infrastructure	Equip and improve the working environment of security organs	Improved infrastructures of Chiefs offices and Police stations and officers's residential lines	Number of usable physical infrastructure built in locations, sub-locations and police stations and posts	In the Financial year 2019/20, 4 administrative offices ( chiefs)were rehabilitated, 4 police stations established
Improved access to	Ensure there is adequate portable	Drill boreholes and equip them,	Operational boreholes	One bore drilled and equipped and over 10

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

potable water in learning institutions	water in all learning institutions in the constituency	and extend water pipelines to serve the learning institutions	Availability of Piped Water Water catchment tanks	schools provided with water tanks
Youth and Sports	Empower and develop youth talents	Creation of employment, reduced crime rate by fully engaging the idle youth	Number of sports facilities improved and number of youth benefiting from the program	Provided sports equipment to 20 youth groups and improved field infrastructure of 8 fields
ICT	Enhance access to ICT infrastructure	Have a fully equipped operational ICT hub in every Ward	Number of ICT centres set up and operational	Increased ICT Hubs in the constituency from 0-3.

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

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

**1. Sustainability strategy and profile**

Kibwezi East NG-CDF is focused on ensuring sustainability of all endeavours by adhering strictly to set operational guidelines . Key among the strategies employed is the broad involvement of stakeholders to ensure ownership and enhance sense of belonging of the entity’s agenda.

Public participation in both project identification and award of bursaries has been a key point in ensuring the target community remained objective. This promoted transparency that endeared a wide cross-section of the populace into decision making table translating to quality output.

**2. Environmental performance**

Protection and maintenance of the environment is among the top priorities given due attention by Kibwezi East NG-CDF. The entity has been setting aside a sizeable share every financial year that goes along way towards the conservation of the environment both within institutions and the general public.

The NG-CDF has been targeting harvesting run-off water through water catchments to reduce the impact on soil erosion.

Planting of trees has been another major undertaking by the entity to ensure conservation of environment especially within institutions of learning.

A fair share of resources have also been channelled towards mitigating on the effects environmental degradation especially the erection of gabions and scour checks.

**3. Employee welfare**

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

---

The NG-CDF borrows heavily from the policies and regulations of the NG-CDF Board to guide on matters relating to employee welfare. The Board issues guidelines and circulars that guide especially on recruitment and remuneration of staff.

The technical employees of the entity are placed on a three year renewable contract subject to performance. The NG-CDFC ensure the employees are fairly and competitively remunerated as per the Board's directive and other accompanying laws.

The entity adheres to all statutory guidelines like remitting of PAYE, NHIF and NSSF on the employees earnings.

**4. Market place practices-**

a) Responsible competition practice.

The organisation ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors. The organization ensures there open and transparency tendering process for services and goods and fair prequalification process of bidders

b) Responsible Supply chain and supplier relations-

The organisation maintains good business practices, treats its own suppliers responsibly by honouring contracts and respecting payment practices. The organization ensures before any contract is entered into, there is adequate funds to pay up maturing obligations.

c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices

- Tendering process and pre-qualifications are open devoid of favouritism
- 

d) Product stewardship-

- The management stick to the rule of law, ensuring quality projects are implemented with no threat to the lives and well- being of the users thus safeguarding consumer rights and interests

**5. Community Engagements -**

- Along- side the normal operations of the Fund, the members engage the communities to try understand what other interventions if implemented would work for their best interest in different scenarios and regions as opposed to the blanket planning process which is mechanical and recommends common standards as opposed to customized remedies.
- The entity partnered with the constituency office to provide consumables during the COVID-19 crisis.
-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KIBWEZI EAST CONSTITUENCY**

**Reports and Financial Statements**

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

**V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES**

Section 81 (1) of the Public Finance Management Act, 2013 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.

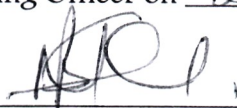
The Accounting Officer in charge of the NGCDF-KIBWEZI EAST Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30,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

The Accounting Officer in charge of the NGCDF-KIBWEZI EAST 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 *Kibwezi East NG-CDF* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-KIBWEZI EAST Constituency further confirms the completeness of the accounting records maintained for the *Kibwezi East* 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.

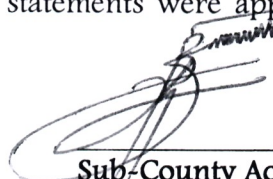
The Accounting Officer in charge of the NGCDF- KIBWEZI EAST Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for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

**Approval of the financial statements**

The NGCDF-KIBWEZI EAST Constituency financial statements were approved and signed by the Accounting Officer on 20/9/2020 2020.



**Fund Account Manager**  
Name: SAMUEL MUTISYA B.

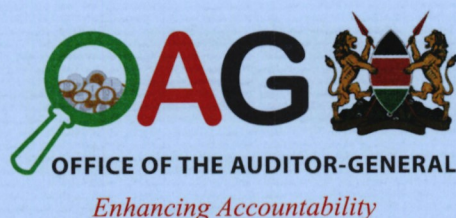


**Sub-County Accountant**  
Name: BENJAMIN UHURU  
ICPAK Member Number: 16068



# REPUBLIC OF KENYA

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



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

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

---

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

#### **Qualified Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kibwezi East Constituency set out on pages 12 to 39, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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

#### **Basis for Qualified Opinion**

##### **Inaccurate Project Management Committee Accounts Balances**

As disclosed in Note 17.4 to the financial statements on Project Management Committee (PMC) accounts bank balances reflects Kshs.10,739,308 as 2018/19 comparative figure which agrees with the audited financial statements. However, Annex 5 to the financial statements reflects a total of Kshs.2,857,268 on the comparative balances resulting in unexplained variance of Kshs.7,882,040.

Consequently, the accuracy and correctness of PMC bank account comparative balances could not be confirmed.

---

*Report of the Auditor-General on National Government Constituencies Development Fund - Kibwezi East Constituency for the year ended 30 June, 2020*

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund-Kibwezi East Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

### **Other Matter**

#### **Budgetary Control and Performance**

The summary statement of appropriation: recurrent and development combined, reflects receipts budget and actual on comparable basis of Kshs.233,979,883 and Kshs.122,840,875 respectively resulting in under-funding of Kshs.111,139,008 or 47% of the budget. Similarly, the Fund expended Kshs. Kshs.115,319,088 against an approved budget of Kshs Kshs.233,979,883 resulting to an under-expenditure of Kshs.7,521,787 or 6% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

#### **REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES**

### **Conclusion**

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### **Basis for Conclusion**

#### **1. Unutilized Information Communication Technology (ICT) Hubs**

The statement of receipts and payments and as disclosed in Note 9 to the financial statements reflects an expenditure of Kshs.3,507,771 in respect of other payments. The expenditure represents payment for ICT Hubs based on a contract signed on 29 October, 2018 between the Fund and Telkom Kenya Limited. The scope of the contract involved supply, installation, testing and commissioning internet access equipment at three (3) sites in the Constituency.

However, physical inspection conducted on 3 February, 2021, revealed that there was no internet connectivity in the targeted areas despite completion of the installation of the equipment.

In the circumstances, no value for money has been achieved in the implementation of the project.

## **2. Projects Implementation Status**

### **2.1 Delays in Completion of Projects**

During the year under audit, a total of Kshs.137,367,724 was allocated for implementation of sixty-seven (67) projects. Review of the project implementation status report revealed that, only three (3) projects worth Kshs.1,000,000 were completed during the year while forty-three (43) projects with combined allocation of Kshs.97,303,267 were on-going. The remaining twenty-one (21) projects, worth Kshs.39,064,457 were not yet started, with two of them indicated as awaiting approval.

Failure to implement the budgeted projects implies that, services of equivalent value were denied to the constituents of Kibwezi East and may be indicative of weaknesses in project planning and implementation mechanism.

### **2.2 Payments for Non-Yielding Borehole**

During the year under review, the Fund disbursed Kshs.3,000,000 to the PMC of Ndauni Primary School for drilling, equipping of a borehole and distribution of water at a contract sum of Kshs.2,320,000. However, review of documents revealed that the borehole did not yield any water, despite amounts of Kshs.1,288,770 and Kshs.20,000 having been paid to the contractor and hydrogeological survey consultant respectively both totaling Kshs.1,308,770.

Consequently, no value for money was realized from the expenditure of Kshs.1,308,770 which was incurred on the borehole project.

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

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

### **Conclusion**

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

to believe that internal controls, risk management and overall governance were not effective.

### **Basis for Conclusion**

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

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

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

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015. In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

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

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

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

  
CPA Nancy Gathungu, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**08 February, 2022**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
KIBWEZI EAST CONSTITUENCY**

**Reports and Financial Statements**

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

**VII. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2019-2020	2018-2019
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF board	1	122,840,875	94,328,276
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	108,000
<b>TOTAL RECEIPTS</b>		<b>122,840,875</b>	<b>94,436,276</b>
<b>PAYMENTS</b>			
Compensation of employees	4	1,865,640	2,644,031
Use of goods and services	5	6,099,470	6,890,400
Transfers to Other Government Units	6	73,036,207	39,300,000
Other grants and transfers	7	30,810,000	19,161,010
Acquisition of Assets	8	-	-
Other Payments	9	3,507,771	3,554,629
<b>TOTAL PAYMENTS</b>		<b>115,319,088</b>	<b>71,550,070</b>
<b>SURPLUS/(DEFICIT)</b>		<b>7,521,787</b>	<b>22,886,206</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- KIBWEZI EAST Constituency financial statements were approved on 20/9/2020 and signed by:

Fund Account Manager  
Name: SAMUEL MUTISYA B.

Sub-County Accountant  
Name: BENJAMIN UHURU  
ICPAK Member Number: 16068



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

**VIII. STATEMENT OF ASSETS AND LIABILITIES**

	Note	2019-2020	2018-2019
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalents</b>			
Bank Balances ( As Per The Cash Book)	10A	34,636,864	27,115,077
Cash Balances (Cash At Hand)	10B	-	-
<b>Total Cash And Cash Equivalents</b>		34,636,864	27,115,077
Current Receivables			-
Outstanding Imprests	11	-	-
<b>Total Financial Assets</b>		<b>34,636,864</b>	<b>27,115,077</b>
<b>Financial Liabilities</b>			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	-	-
<b>Total Financial Liabilities</b>			-
<b>Net Financial Assets</b>		34,636,864	<b>27,115,077</b>
<b>Represented By</b>			
Fund Balance B/Fwd	13	27,115,077	4,228,871
Surplus/Deficit For The Year		7,521,787	22,886,206
Prior Year Adjustments	14	-	-
<b>Net Financial Position</b>		<b>34,636,864</b>	<b>27,115,077</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- KIBWEZI EAST Constituency financial statements were approved on 20/9/2020 and signed by:

**Fund Account Manager**  
**Name: SAMUEL MUTISYA B.**

**Sub-County Accountant**  
**Name: BENJAMIN UHURU**  
**ICPAK Member Number: 16068**



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

**IX. STATEMENT OF CASHFLOW**

Receipts	Notes	2019-2020	2018-2019
Transfers from NGCDF Board	1	122,840,875	94,328,276
Other Receipts	3	-	108,000
		<b>122,840,875</b>	<b>94,436,276</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	1,865,640	2,644,031
Use of goods and services	5	6,099,470	6,890,400
Transfers to Other Government Units	6	73,036,207	39,300,000
Other grants and transfers	7	30,810,000	19,161,010
Other Payments	9	3,507,771	3,554,629
<b>Total Payments</b>		<b>115,319,088</b>	<b>71,550,070</b>
<b>Adjusted for:</b>			
Adjustments during the year	14	-	-
<b>Net cash flow from operating activities</b>			<b>22,886,206</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
<b>Net cash flows from Investing Activities</b>			<b>-</b>
<b>Net Increase In Cash And Cash Equivalent</b>		<b>7,521,787</b>	<b>22,886,206</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	<b>13</b>	<b>27,115,077</b>	<b>4,228,871</b>
<b>Cash and cash equivalent at END of the year</b>		<b>34,636,864</b>	<b>27,115,077</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-KIBWEZI EAST Constituency financial statements were approved on 20/9/2020 and signed by:

Fund Account Manager

Name: SAMUEL MUTIGA R.



National Sub-County Accountant

Name: Benjamin Uhuru

ICPAK Member Number: 16068



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KIBWEZI EAST CONSTITUENCY**

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

**X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED**

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from CDF Board	137,367,724.14	96,612,159	233,979,883	122,840,875	111,139,008	52.5
Proceeds from Sale of Assets	-	-	0	0	0	
Other Receipts	-	-	0	0	0	
<b>TOTAL RECEIPTS</b>	<b>137,367,724.14</b>	<b>96,612,159</b>	<b>233,979,883</b>	<b>122,840,875</b>	<b>111,139,008</b>	<b>52.5</b>
PAYMENTS						
Compensation of Employees	3,070,000.00	1,500,000	4,570,000	1,865,640	2,704,360	40.8
Use of goods and services	9,293,096.00	6,099,470	15,392,566	6,099,470	9,293,096	39.6
Transfers to Other Government Units	77,200,000.00	39,900,000	117,100,000	73,036,207	44,063,793	62.3
Other grants and transfers	47,804,628.14	36,935,661	84,740,289	30,810,000	53,930,289	36.3
Acquisition of Assets	-	7,500,000	7,500,000	0	7,500,000	0
Other Payments	-	4,677,028	4,677,028	3,507,771	1,169,257	75
<b>TOTAL PAYMENTS</b>	<b>137,367,724.14</b>	<b>96,612,159</b>	<b>233,979,883</b>	<b>115,319,088</b>	<b>118,660,795</b>	<b>49.2</b>

The NGCDF-KIBWEZI EAST Constituency financial statements were approved on 20/9/2020 by:

**Fund Account Manager**  
Name: SAMUEL MUTISYA B. 20 SEP 2020  
P.O. Box 190113, KIBWEZI

**Sub-County Accountant**  
Name: BENJAMIN UHURU  
ICPAK Member Number: 16008



**Notes :**

1. Transfers From CDF Board- Only 53% of the approved budget had been received
2. Compensation of employees – 40% was spent since there were funds of previous years spilling over the previous financial year
3. Transfer to other government units: 62%: All the funds for the approved projects were not fully disbursed
4. Other Grants and transfers: 36%: Funds were not fully received as per the approved codelist
5. Acquisition of Assets: The Ksh7,500,000.00 was for completion of NG-CDF Office located at Kambu. The funds were spend in 2020/21
6. Use of goods and services: 39.6%, There were funds spilling over from the previous and also 50% of the budget had been received.

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

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

**XI. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES**

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on	Budget
	2019/2020	Kshs	2019/2020	comparable	utilization
	Kshs	Kshs	Kshs	basis	difference
				30/06/2020	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	3,070,000	1,500,000	4,570,000	1,865,640	2,704,360
1.2 Committee allowances	2,538,621	1,894,255	4,432,876	2,451,600	1,981,276
1.3 Use of goods and services	2,633,443	600,000	3,233,443	1,100,000	2,133,443
2.0 Monitoring and evaluation					
2.1 Capacity building	500,000	500,000	1,000,000		1,000,000
2.2 Committee allowances	2,421,032		2,421,032	1,500,000	921,032
2.3 Use of goods and services	1,200,000	900,000	2,100,000	1,047,870	1,052,130
3.0 Emergency					
3.1 Primary Schools	3,698,241	2,938,993	6,637,235	3,000,000	3,637,235
3.2 Secondary schools	2,000,000	1,000,000	3,000,000	1,250,000	1,750,000
3.3 Tertiary institutions					
3.4 Security projects	1,500,000	1,000,000	2,500,000	800,000	1,700,000
4.0 Bursary and Social Security					
4.1 Primary Schools					
4.2 Secondary Schools	19,341,931	14,000,000	33,341,931	14,314,000	19,027,931
4.3 Tertiary Institutions	5,000,000	4,673,898	9,673,898	3,000,000	6,673,898

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

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

4.4 Universities	10,000,000	12,563,794	22,563,794	5,346,000	17,217,794
4.5 Social Security	-	-	-	-	-
5.0 Sports	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
5.1	-	-	-	-	-
5.2	-	-	-	-	-
5.3	-	-	-	-	-
6.0 Environment	1,000,000	1,000,000	2,000,000	2,000,000	2,000,000
6.1	-	-	-	-	-
6.2	-	-	-	-	-
6.3	-	-	-	-	-
7.0 Primary Schools Projects (List all the Projects)					
KinyambuPri.	1,700,000		1,700,000	1,700,000	-
Metava Primary School	4,000,000		4,000,000	4,000,000	4,000,000
Ithaayoni Primary School	1,700,000	3,000,000	4,700,000	3,000,000	1,700,000
Utiithi Primary School	2,000,000		2,000,000	2,000,000	2,000,000
Ulilinz Primary School	400,000		400,000	400,000	-
MasongaleniPri. School	1,700,000		1,700,000	1,700,000	-
Kongo Primary School	900,000		900,000	900,000	-
YimbuvuPri.	1,200,000		1,200,000	1,200,000	-
Nooka Primary School	4,000,000		4,000,000	4,000,000	4,000,000
Nguluni Primary School	4,000,000		4,000,000	4,000,000	4,000,000

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

**Reports and Financial Statements**

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

Mbotela Primary School	200,000		200,000	200,000	-
Kitengei Primary School	1,700,000		1,700,000	1,700,000	-
Yikivumbu Primary School	1,700,000		1,700,000	1,700,000	-
Nzoila Primary School	1,200,000		1,200,000	1,200,000	-
Kivutini Primary School	1,200,000		1,200,000	1,200,000	-
Kilumilo Primary school	1,200,000		1,200,000	1,200,000	-
MfitoAndei Primary School	2,500,000		2,500,000	2,500,000	2,500,000
Makutano Primary Shool	1,700,000		1,700,000	1,700,000	-
Muliluni Primary School	1,700,000		1,700,000	1,700,000	-
Ngwata Primary School	1,000,000		1,000,000	1,000,000	1,000,000
Iongoni Primary School	1,700,000		1,700,000	1,700,000	1,700,000
Kyambusya Primary School	1,300,000		1,300,000	1,300,000	-
Ing'ola Primary School	1,700,000		1,700,000	1,700,000	1,700,000
Mweini Primary School	1,700,000		1,700,000	1,700,000	1,700,000
Ndauni Primary School	1,500,000	3,000,000	4,500,000	3,000,000	1,500,000
Kithyululu Primary School	1,700,000		1,700,000		1,700,000
Nguuni Primary School	400,000		400,000	400,000	-
Tisya Pri. School FMC		1,200,000.00	1,200,000	1,200,000	-
Kathiani Pri. School- FMC		1,900,000.00	1,900,000	1,900,000	-
Mwritasyano Pri. Sch- FMC		1,200,000.00	1,200,000	1,200,000	-

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

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

Athi Salama Pri- FMC		1,200,000.00	1,200,000	1,200,000	-
Yinduudu Pri. School- FMC		1,600,000.00	1,600,000	1,600,000	-
kyusyani Pri Sch. FMC		1,600,000.00	1,600,000	1,600,000	-
Mtito Andei Pri Sch- FMC		1,600,000.00	1,600,000	1,600,000	-
Nooka Primary school- FMC		1,600,000.00	1,600,000	1,600,000	-
Kithasyu Primary school FMC		1,600,000.00	1,600,000	1,600,000	-
Kombooyo Primary School FMC		1,200,000.00	1,200,000	1,200,000	-
Kalima Koi Pri School FMC		1,200,000.00	1,200,000	1,200,000	-
Misuuni Primary school FMC		1,600,000.00	1,600,000	1,600,000	-
Mbukoni Primary school		3,000,000	3,000,000	3,000,000	-
Isunguluni primary school		2,436,207	2,436,207	2,436,207	-
8.O Secondary Schools Projects (List all the Projects)					
Proff. KalukiMuthungue	1,500,000		1,500,000	1,500,000	-
Kamulalani Sec Sch	1,500,000		1,500,000	1,500,000	-
Yikita Sec Sch	1,500,000		1,500,000	1,500,000	-
Nzoila Sec Sch	1,500,000		1,500,000	1,500,000	-
Silanga Sec Sch	1,500,000		1,500,000	1,500,000	1,500,000
Mwitasyano Sec School	1,500,000		1,500,000	1,500,000	1,500,000

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

**Reports and Financial Statements**

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

Kyumani Sec School	1,500,000			1,500,000	1,500,000	-
Ititi Sec School	1,500,000		3,000,000	4,500,000	3,000,000	1,500,000
Tsavo West Sec School	1,500,000			1,500,000	1,500,000	-
Kithasyu Sec School	1,500,000			1,500,000		1,500,000
St. Peters Sec School - Thange	1,200,000			1,200,000	1,200,000	-
Komboyoo Mixed Sec School	4,000,000			4,000,000		4,000,000
St. Marys Sec School - Kinyambu	1,100,000			1,100,000		1,100,000
Kiundwani Sec School	1,500,000			1,500,000	1,500,000	-
Muthingini Girls Secondary School	1,100,000			1,100,000	1,100,000	-
Joana Chase Sec School	1,200,000		1,000,000	2,200,000	2,200,000	-
Mavindini Secondary School	2,000,000			2,000,000	2,000,000	-
Mbeetwani Secondary School	1,200,000			1,200,000	1,200,000	-
Misuuni Secondary School	1,200,000			1,200,000		1,200,000
MasakuNdogo Secondary School	1,000,000			1,000,000		1,000,000
Ngokolani Secondary School			2,100,000	2,100,000	2,100,000	-
Masongaleni Secondary School			1,000,000	1,000,000	1,000,000	-
St. Marys Sec School - Kinyambu			2,100,000	2,100,000	2,100,000	-
Kithasyu Sec School - ICT Lab	1,000,000			1,000,000	1,000,000	-
9.0 Tertiary institutions Projects (List all the Projects)						
	9.1					
	9.2					

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

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

	9.3							
	9.4							
10.0 Security Projects								
Kithasyu Police Post		1,000,000	2,127,984	3,127,984	1,900,000			
Kinyambu Police Post		600,000		600,000				
Nthongoni Chiefs Office		1,200,000		1,200,000				
Kambu Police Post		864,457		864,457				
Kitenge'i Chief's Office		600,000		600,000	600,000			
Nzambani Chiefs Office			600,000	600,000	600,000			
11.0 Acquisition of assets								
11.1 Motor Vehicles (including motorbikes)								
11.2 Construction of CDF office			7,500,000	7,500,000			7,500,000	
11.3 Purchase of furniture and equipment								
11.4 Purchase of computers								
11.5 Purchase of land								
12.0 Others								
12.1 Strategic Plan								
12.2 Innovation Hub		1,000,000	4,677,028	5,677,028	3,507,771		2,169,257	
	12.2							
		138,367,725	96,612,159	234,979,884	115,319,088		119,660,796	

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

## **XII. SIGNIFICANT ACCOUNTING POLICIES**

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

### **1. Statement of Compliance and Basis of Preparation**

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

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

### **2. Reporting Entity**

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

### **3. Reporting Currency**

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

### **4. Significant Accounting Policies**

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

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

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

#### **Tax Receipts**

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

#### **Transfers from the Exchequer**

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

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

---

**SIGNIFICANT ACCOUNTING POLICIES**

**External Assistance**

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

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

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

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

**Other receipts**

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

**b) Recognition of payments**

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

**Compensation of Employees**

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

**Use of Goods and Services**

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

**Acquisition of Fixed Assets**

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

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

**SIGNIFICANT ACCOUNTING POLICIES**

**5. In-kind contributions**

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

**6. Cash and Cash Equivalents**

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

**7. Accounts Receivable**

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

**8. Accounts Payable**

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

**9. Pending Bills**

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

**10. Unutilized Fund**

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

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

---

**11. Budget**

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

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

**12. Comparative Figures**

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

**13. Subsequent Events**

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

**14. Errors**

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

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

**15. Related Party Transactions**

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

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

**XIII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

<b>Description</b>			<b>2019-2020</b>	<b>2018-2019</b>
			<b>Kshs</b>	<b>Kshs</b>
<b>Normal Allocation</b>	<b>Date</b>	<b>AIE NO.</b>		
	29.11.19	B047459	47,840,875.00	
	29.11.19	B47350	4,000,000.00	
	15.01.2020	B041471	20,000,000.00	
	28.03.20	B047919	9,000,000.00	
	03.03.2020	B049306	14,000,000.00	
	08.04.2020	B104331	21,000,000.00	
	08.06.2020	B096780	7,000,000.00	
		AIE No. B03045		15,000,000
		AIE No. 006377		6,000,000
		AIE NO 005277		2,680,000
		AIE No. B042766		23,000,000
		AIE No. B005109		37,648,276
		AIE No.B030327		10,000,000
<b>TOTAL</b>		-	<b>122,840,875</b>	<b>94,328,276</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	<b>2019-2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**3. OTHER RECEIPTS**

	2019-2020	2018-2019
	Kshs	Kshs
Interest Received		
Rents		
Receipts from Sale of tender documents		
Other Receipts Not Classified Elsewhere		108,000
<b>Total</b>	<b>0</b>	<b>108,000</b>

**4. COMPENSATION OF EMPLOYEES**

Description	2019-2020	2018-2019
	KSHS	KSHs
Basic wages of contractual employees	1,865,640	1,624,119
Basic wages of casual labour		98,000
<b>Personal allowances paid as part of salary</b>		
House allowance		
Transport allowance		
Leave allowance		
Gratuity		921,912
Other personnel payments		
<b>Total</b>	<b>1,865,640</b>	<b>2,644,031</b>

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

<b>Description</b>	<b>2019/2020</b>	<b>2018/2019</b>
	Kshs	Kshs
Utilities, supplies and services	1,309,500	908,900
Electricity		
Water & sewerage charges		
Office rent		
Communication, supplies and services	10,010	
Domestic travel and subsistence	121,800	
Printing, advertising and information supplies & services		
Rentals of produced assets		
Training expenses		
Hospitality supplies and services		
Other committee expenses		
Committee allowance	3,951,600	4,953,600
Insurance costs		
Specialised materials and services		
Office and general supplies and services		95,900
Fuel , oil & lubricants	700,000	900,000
Other operating expenses		
Bank service commission and charges	6,560	
Other Operating Expenses		
Security operations		
Routine maintenance - vehicles and other transport equipment		32,000
Routine maintenance- other assets		
<b>TOTAL</b>	<b>6,099,470</b>	<b>6,890,400</b>

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

<b>Description</b>	<b>2019-2020</b>	<b>2018/2019</b>
	Kshs	Kshs
Transfers to Primary Schools	47,136,207	32,100,000
Transfers to Secondary Schools	25,900,000	7,200,000
Transfers to Tertiary Institutions	-	
Transfers to Health Institutions	-	
<b>TOTAL</b>	<b>73,036,207</b>	<b>39,300,000</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

<b>Description</b>	<b>2019-2020</b>	<b>2018-2019</b>
	KSHS	KSHS
Bursary - Secondary	14,314,000	8,717,560
Bursary -Tertiary	8,346,000	6,892,000
Bursary- Special Schools	-	
Mocks & CAT		
Water		
Food Security		
Electricity		
Security	3,100,000	1,680,000
Roads and Bridges		
Sports		
Environment		
Cultural Projects		
Agriculture		
Emergency Projects	5,050,000	1,871,450
<b>TOTAL</b>	<b>30,810,000</b>	<b>19,161,010</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KIBWEZI EAST CONSTITUENCY**

**Reports and Financial Statements**

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8. ACQUISITION OF ASSETS**

<b>Non Financial Assets</b>	<b>2019-2020</b>	<b>2018-2019</b>
	<b>KSH</b>	<b>KSH</b>
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings		
Purchase of Vehicles		
Purchase of Bicycles & Motorcycles		
Overhaul of Vehicles		
Purchase of office furniture and fittings		
Purchase of computers ,printers and other IT equipments		
Purchase of photocopier		
Purchase of other office equipments		
Purchase of soft ware		
Acquisition of Land		
<b>TOTAL</b>	<b>-</b>	<b>-</b>

**9. OTHER PAYMENTS**

<b>Description</b>	<b>2019/2020</b>	<b>2018/2019</b>
Strategic Plan		3,554,629
ICT Hubs	3,507,771	
<b>TOTAL</b>	<b>3,507,771</b>	<b>3,554,629</b>

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

<b>Name of Bank, Account No. &amp; currency</b>	<b>Account Number</b>	<b>2019 - 2020</b>	<b>2018 - 2019</b>
		<b>Kshs (30/6/2020)</b>	<b>Kshs (30/6/2019)</b>
<i>Kenya Commercial Bank, Mtitot Andei Branch . Kibwezi East NG-CDF</i>	<i>A/C no1148225552</i>	<b>34,636,864</b>	<b>27,115,077</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KIBWEZI EAST CONSTITUENCY**

**Reports and Financial Statements**

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**11: OUTSTANDING IMPRESTS**

<i>Name of Officer</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2018)</i>
	<b>Date imprest taken</b>	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>

**12A. RETENTION**

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

*[Provide short appropriate explanations as necessary]*

**12B. GRATUITY DEPOSITS**

	<b>2019 - 2020</b>	<b>2018-2019</b>
	<b>Kshs</b>	<b>Kshs</b>
Jimmy Maundu	278,058	
Maureen Mutheu	206,336	
Eric Mutie	278,058	
Robert Mumo	283,080	
<b>Total</b>	<b>1,045,532</b>	<b>0</b>

Being Gratuity deposits for the above Shown NG-CDFC Staff up to 30<sup>th</sup> June 2020.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KIBWEZI EAST CONSTITUENCY**

**Reports and Financial Statements**

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

**13. BALANCES BROUGHT FORWARD**

	2019-2020	2018-2019
	Kshs	Kshs
Bank accounts	27,115,077	4,228,871
Cash in hand		
Imprest		
<b>Total</b>	<b>27,115,077</b>	<b>4,228,871</b>

*[Provide short appropriate explanations as necessary]*

**14. PRIOR YEAR ADJUSTMENTS**

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

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

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

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

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

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

**17. OTHER IMPORTANT DISCLOSURES**

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

	2019-2020	2018-2019
	Kshs	Kshs
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		
	0	0

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

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

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

	2019/20	2018-2019
	KSHs	KSHs
Compensation of employees	2,704,360	1,500,000
Use of goods and services	9,293,096	6,099,470
Amounts due to other Government entities (see attached list)	44,063,793	39,900,000
Amounts due to other grants and other transfers (see attached list)	53,930,289	37,115,662
Acquisition of assets	7,500,000	7,500,000
Others ( <i>ICT HUBS</i> )	1,169,257	4,677,028
<b>Total</b>	<b>118,660,795</b>	<b>96,972,160</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
KIBWEZI EAST CONSTITUENCY**

**Reports and Financial Statements**

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

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

	<b>2019/2020</b>	<b>2018-19</b>
		<b>KSHs</b>
	24,078,019	10,739,308
PMC account Balances (see attached list)		
	<b>24,078,019</b>	<b>10,739,308</b>

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

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

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KIBWEZI EAST CONSTITUENCY**

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

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

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KIBWEZI EAST CONSTITUENCY**

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

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

<b>Asset class</b>	<b>Historical Cost (Kshs) 2018/19</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) 2019/20</b>
Land		N/A		
Buildings and structures	7,726,524			7,726,524
Transport equipment	2,969,650			2,969,650
Office equipment, furniture and fittings	100,000			100,000
ICT Equipment, Software and Other ICT Assets	263,400			263,400
Other Machinery and Equipment	23,554,520			23,554,520
Heritage and cultural assets				
Intangible assets				
ICT-Hub: NG-CDF Office		1,169,257		1,169,257
<b>Total</b>	<b>34,614,094</b>	<b>1,169,257</b>		<b>35,783,351</b>

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

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

KCB BANK - KIBWEZI					
	Account name	Bank / Branch	Account Number	Bank balances	
				1/7/2019	30/06/2020
1	Tisya Pri. School PMC	Kcb - kibwezi	1210 4491 53	39,708.50	1,200,508.50
2	St. Mary's Girls Sec School- Kinyambu	Kcb - kibwezi	1165 3122 98	14,849.80	108,961.80
3	Mwitasyano Sec Sch- PMC	Kcb - kibwezi	1132 4535 34	1,219.70	3,619.70
4	Athi Salama Pri- PMC	Kcb - kibwezi	1175 2257 70	904.70	1,200,404.70
5	Yindundu Pri. School- PMC	Kcb - kibwezi	1205 2209 17	36,693.00	1,636,441.00
6	kyusyani Pri Sch. PMC	Kcb - kibwezi	1207 1655 30	634.00	235,067.93
7	Mtito Andei Pri Sch- PMC	Kcb - kibwezi	1181 0935 97	1,560.00	227,978.00
8	Kiteng'ei Sec Sch- PMC	Kcb - kibwezi	1118 5738 70	3,051.00	519,801.00
9	Kamulalani Primary school- PMC	Kcb - kibwezi	1135 5345 27	4,975.00	23,109.00
10	Mbukoni Primary sch- PMC	Kcb - kibwezi	1136 8616 96	1,098.00	3,025,131.00
11	Masaku Ndogo Pri- PMC	Kcb - kibwezi	1208 5582 18	144.00	24,879.00
12	Kithito Primary school- PMC	Kcb - kibwezi	1204 2951 74	closed August,2019	
13	Nooka Primary school- PMC	Kcb - kibwezi	1170 2768 49	3,469.00	202,965.00
14	Masongaleni Sec School PMC	Kcb - kibwezi	1132 5083 04	16,353.00	164,301.00
15	Kithasyu Primary school PMC	Kcb - kibwezi	1207 8741 32	554.00	1,601,114.00
16	Komboyoo Primary School PMC	Kcb - kibwezi	1160 1414 87	685.00	1,200,433.00
17	Kalima Koi Pri School PMC	Kcb - kibwezi	1151 5286 09	2,574.00	1,202,274.00
18	Misuuni Primary school PMC	Kcb - kibwezi	1209 0682 73	78.00	1,600,078.00

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

19	Joanachase Sec School PMC	Kcb - kibwezi	1135 8063 57	1,789.00	126,704.00
20	Ulilinzi pri. School - PMC	Kcb - kibwezi	1135 4090 99	346.00	449,474.00
21	Mbotela Pri School - PMC	Kcb - kibwezi	1160 1419 40	1,005,298.00	56,910.00
22	Nguuni Primary school- PMC	Kcb - kibwezi	1148 4206 22	1,202,751.00	80,122.00
23	Mavindini Sec School PMC	Kcb - kibwezi	1157 5394 24	8,566.00	2,008,066.00
24	Mavindini Sec School PMC	Kcb - kibwezi	1136 8465 14	1,163.00	1,163.00
25	Mavindini Sec School PMC	Kcb - M/Andei	1112 6459 69	1,053.00	1,053.00
26	Ithaayoni Primary School- PMC	Kcb - kibwezi	1133 6555 48	514.00	3,000,514.00
27	Nzoila Primary School PMC	Kcb - kibwezi	1136 9755 51	869.00	896.00
28	Ittiti Secondasry school- PMC	Kcb - kibwezi	1134 9905 37	2,076.00	1,776.00
29	Isunguluni Pri. School PMC	Kcb - kibwezi	1204 4183 30	594.00	2,437,601.00
30	Kyambusya Pri. Sch PMC	Kcb - kibwezi	1208 9022 96	560.00	860.00
31	Ngokolani Sec School - PMC	Kcb - kibwezi	1164 5672 76	115,829.00	11,419.00
32	St. Peters Thange Sec School -PMC	Kcb - kibwezi	1137 0555 10	13,326.00	13,326.00
33	Kiundwani Girls Sec School - PMC	Kcb - kibwezi	1137 1220 64	1 WK 9885	9,885.00
34	Muliluini Pri. School - PMC	Kcb - kibwezi	1211 5681 05	890.00	890.00
35	Kongo Primary School - PMC	Kcb - kibwezi	1132 4738 10	1 WK 993.00	993.00
36	Yimbuvu Primary School - PMC	Kcb - kibwezi	1208 7407 25	2,499.00	2,599.00
37	Makutano Primary School- PMC	Kcb - kibwezi	1179 3611 05	300,334.00	2,229.00
38	Kilumilo Primary School - PMC	Kcb - kibwezi	1234 5888 03	1 WK 353.00	353.00
39	Kinyambu Primary School - PMC	Kcb - kibwezi	1136 8012 43	1 WK 1877.00	1,877.00
40	Kivutini Primary School - PMC	Kcb - kibwezi	1171 0489 12	closed 17.08.2019	
41	Nzoila Secondary School - PMC	Kcb - kibwezi	1116 7992 19	closed 17.08.2019	
42	Nzoila Secondary School - PMC	Kcb - kibwezi	1135 7703 52	4,135.00	4,135.00

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

43	Kithasyu Secondary School - PMC	Kcb - kibwezi	1153 0128 20	4,119.50	4,419.50
44	Kyumani Secondary school - PMC	Kcb - kibwezi	1179 9602 89	2661	2,661.00
45	Kiteng'ei Primary School - PMC	Kcb - kibwezi	1181 3688 39	1,367.00	601,167.00
46	Prof. Kaloki Muthungue Sec. school - PMC	Kcb - kibwezi	1147 9234 50	4,061.00	4,061.00
47	Yikitaa Secondary School - PMC	Kcb - kibwezi	1133 3725 11	closed	
48	Yikitaa Secondary School - PMC	Kcb - kibwezi	1276 4237 48	-	-
49	Tsavo West Secondary School - PMC	Kcb - kibwezi	1130 7711 48	-	-
50	Mbeetwani Secondary School - PMC	Kcb - kibwezi	1199 2292 45	669.00	669.00
51	Kathiani Pri. School- PMC	sidian - kibwezi	010271 50034 514	52,235.00	980,056.50
52	Mang'elele Primary school - PMC	sidian - kibwezi	01027150030 641	480.00	21,531.00
53	Kithito Primary school- PMC	sidian - kibwezi	01027030000 317	-	73,010.00
54	Kithasyu Police Post - PMC	sidian - kibwezi	01027030000 327	-	-
55	Kitenge'ei Chiefs Office - pmc	sidian - kibwezi	01027030000 337	-	-
56	Yikivumbu Primary school - PMC	sidian - kibwezi	01027030000 347	-	-
57	Masongaleni Primary School - pmc	sidian - kibwezi	01027050022 707	532.51	532.51
58	Kibwezi Sub-county HQs Toilet Project	sidian - kibwezi	01027030000 357	0	0
	<b>Totals</b>			<b>2,857,267.71</b>	<b>24,078,019.14</b>

**Note:**

The PMC balances are not comparative across different financial years. They reflect the project balances of the projects implemented in that Financial year at the beginning of the Financial year and at the end of the financial year.

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Draft Audit Report	The statement of receipts and payments as at 30 June 2019 shows total receipts of Kshs.94,436,276 which includes Kshs.108,000 for other receipts described in Note 3 to the financial statements as other receipts not classified elsewhere. However, this amount was neither analyzed nor supported.  In the circumstances, the accuracy of Kshs.108,000 included in the financial statements as other receipts could not be confirmed.	Such a case of reversal was done in 2018/19 which was categorized as other receipts. As noted from the attached bank reconciliation statement of 30 <sup>th</sup> June, 2018, Cheque no. 004433 of Ksh40,000.00 and Cheque No. 004434 of Ksh80,000 both Cheques dated 5 <sup>th</sup> June, 2018.  The same Cheques were received back in the Cash Book on 31 <sup>st</sup> January, 2019 while stale. Since cheques	Samuel Mutisya B. Fund Account Manager, Kibwezi East NG-CDF	Resolved	30 <sup>th</sup> Dec 2020

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		<p>were overcast during first entry , a Contra Entry on Cheque No. 004433 of Ksh4000 was Credited, Therefore the debit side gaining by Ksh36,000 as a reversal Income. Similarly, a Contra entry of Cheque No. 004434 of Ksh8000. Was posted leaving a debit balance (income) of Ksh72,000.00</p>			