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REPORT

OF

THE NATIONAL ASSEMBLY PADDIC I AND	
DATE: 15 FEB 2023	DAY: Wed
TABLED BY: Deputy Majority Leader	
CLERK-AT THE-TABLE: F. Musingi	

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – KIBRA
CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2021**





KIBRA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT
FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

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 programs 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 KIBRA 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 30th June 2020 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Mr. Jimnah Macharia
2.	Sub-County Accountant	Mr. Conelius Kimori
3.	Chairman NG-CDFC	Mr. Emmanuel Mungami
4.	Member NG-CDFC	Ms. Jackline Najabi

(d) Fiduciary Oversight Arrangements

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

P.O. Box 22033-00523
Kibra DC's Compound
Kibera Road
Nairobi, KENYA

(f) NGCDF KIBRA Constituency Contacts

Telephone:
E-mail: kibracdf@ngcdf.go.ke
Website: www.kibracdf.go.ke

(g) NGCDF KIBRA Constituency Bankers

1. Equity Bank,
Kibra Branch,
Account No.1170261223145,
P.O. Box 75104,
City Square 00200
Nairobi, Kenya

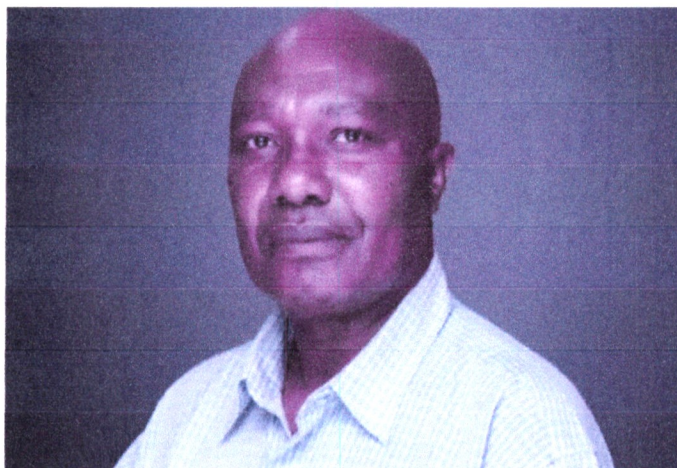
(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDF CHAIRMAN'S REPORT



Mr. Emmanuel Mungami

Chairperson

I am pleased to present the Kibra –NCDF annual report and financial statements for the financial year 2020/2021. The people of kibra constituency are determined to participate effectively in domesticating objectives of vision the big 5 in our development planning. The constituents now have power to implement the formulation and implementation of development programmes in the constituency for the works within the aspiration of the constitution of Kenya which makes public participation mandatory. The utilization of the NG-CDF has always been carried out with fairness, transparency, openness and accountability.

Financial year budget

In the financial year 2020/2021 the NG-CDF KIBRA Constituency was allocated Kshs **137,088,879.31** and we have received half the allocation for the financial year **2020/2021** and the utilization has gone well in which 50% of the funds allocated to projects has been utilized effectively as bellow.

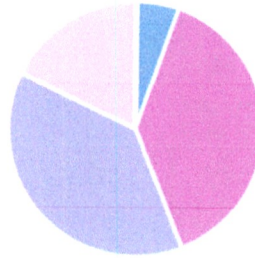
Table 1.0 summary of budget performance

Key achievements

We have therefore completed our allocations in time, and achieved the results as stipulated in the summary graph below:

Compensation of Employees	13.7%
Use of goods and services	99.8%
Transfers to Other Government Units	98.3%
Other grants and transfers	46.1%
Acquisition of Assets	0.0%
Other Payments	0.0%
Funds pending approval	0.0%

Chart Title



- Compensation of Employees
- Use of goods and services
- Transfers to Other Government Units
- Other grants and transfers
- Acquisition of Assets
- Other Payments
- Funds pending approval



Kibera Secondary School.






Woodley Boys Secondary School.



Upper Hill School Dormitory

Challenges and emerging issues

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

Sign 

CHAIRMAN NGCDF COMMITTEE

**II. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S
 PREDETRMINED 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-KIBRA Constituency's 2018-2022 plan are to:
(Enumerate all the objectives of the constituency as per the Strategic Plan)

- a) Education
- b) Health
- c) Water, Environment and Sanitation
- d) Security
- e) Roads and Infrastructure
- f) Scio economic empowerment, Youth gender and sports

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary beneficiaries	In FY 19/20 -we increased number of classrooms, dormitories, laboratories through the ongoing construction at Kibera Secondary school, Renovation of classrooms at Toi primary school and an ablution block at Moi Girls school We also bought some

*KIBRA Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

			at all levels	school buses for various schools. - Bursary beneficiaries at all levels.
Security	To have enhanced security in the constituency	Good working initiatives between the security personnel and the constituents	Provision of light masts to the constituency	Long hours working economy due to the erected lighting masts Great working relationship amongst the security personnel and constituents Improved security
Environment	Accessibility to a clean and pure environment and drainage systems	Coming up with waste management systems formula and routine maintenance of drainage systems	Coming up with an umbrella group in the constituency that could help ascertain challenges facing solid waste management groups in Kibra	Good and clean environment in NGCDF Kibra Constituency.
Sports	Promote drug free sports and recreation, establishing sports institution and engage the institutions and the youths in sporting activities	Reduction in crime rate especially within the youths and also having a good inter socializing environment amongst the schools due to the organized interschool tournaments	Having inter-base soccer and sports tournaments for the youths in the constituency Having interschool soccer tournaments for both the primary and secondary schools in Kibra	There were no sports activities carried this financial year. It will be implemented in the next financial year. This was mainly due to budget constraints
Disaster Management	Help the community and families know where to take refuge and how to take care for basic medical and emergency issues	Provision to support over 6,000 families affected by disaster	Enhancement of disaster response and control Improvement on infrastructure to help in easy accessibility incase of calamities	There were no emergency cases during the year.

III. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

NGCDF – KIBRA 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

The office has been able to be partnering with different organizations to improve in especially the infrastructural facilities set up in the constituency. In Kibra constituency the political trend has been at sometimes challenging, this can be evidenced by especially when political climate is at peak but other factors held constant, through partnerships, the sustainability is at greater heights and this can be seen through when Mbagathi Road secondary school was constructed, there was a partnership with an organization that made the library be supplied with learning equipments and also computers and laboratory apparatus

The greatest achievements of the projects are that they end up helping the community in different aspects. For instance, the public secondary schools built help benefitting the community by easy transitioning from primary to secondary.

2. Environmental performance

The constituency aspires to achieve the highest development levels possible which must be done without ruining the environment. Complementarities between a healthy natural environment and prosperity to achieve sustainable development must factor environmental issues. The natural environmental is central to economic activity and growth, providing the resources we need to produce goods and services, absorbing and processing unwanted by- products in the form of pollution and waste. Waste management is also a very important aspect in developed areas, especially in the urban set ups. The constituency needs to meet the needs of the present generation without the ability of future generations to meet their own needs

3. Employee welfare

Our policy is to ensure the benefits and facilities are given to the employees to work in a better environment. These policies are maintained so that the employees maintain proper productivity. The employees are hired through the interview basis merit after submitting their applications. There is also consideration of the 2/3rd gender rule in the employment.

4. Market place practices

The Kibra NG-CDF ensures that all activities that are carried out are done through a transparent manner. This begins all way through when the project proposals are being submitted where there is inclusivity of the community through public Barraza's. In activities like bursaries, the community leadership and administration is involved to ensure that the system is free and fair.

The Kibra NG-CDF maintains its good relationship with the suppliers through them signing agreements that bind them work together with a mutual concept and payments is always done in consideration to the works delivered and on good time

In situations where any service is required to be rendered to the organization, this is mainly done through advertisements through different platforms like through the public notice boards in the constituency, local media platforms and also the social media platforms and this brings in about transparency.

5. Community Engagements-

The Kibra NG-CDF partners with other organization in community engagement activities like the Music Festivals which brings together all the schools in the constituency and that is great exposure especially in talent development.

In Education, this is well evidenced through the annual prize giving days that are usually done to award the best performing students in the examinations both in primary and secondary schools. There are also annual inter-sports activities that brings about soccer and sporting talent activities where their winners are awarded per their category.

The Kibra NG-CDF takes it staff for capacity building to especially learn on the roles of the CDF and also creating a good working environment relationship amongst themselves.

Through the water and sanitation, there has been partnership with other institutions to provide water tanks to youth groups and also other institution. This is evidently helping curb the water and sanitation issue being faced in the constituency.

IV. 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-KIBRA 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, 2021. 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.

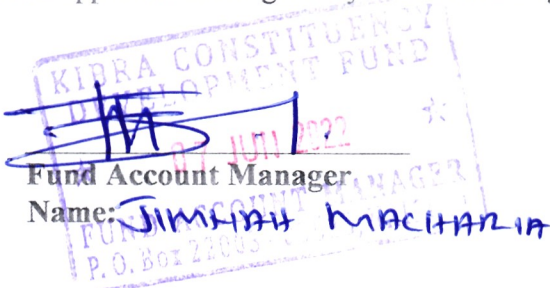
The Accounting Officer in charge of the NGCDF- KIBRA Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (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, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- KIBRA 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 KIBRA 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 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- KIBRA Constituency financial statements were approved and signed by the Accounting Officer on 07/06 2021


Chairman NGCDF Committee
Name: EMMANUEL MUNGAMI


Fund Account Manager
Name: JIMMATH MACITAZIA
P.O. Box 22003

REPUBLIC OF KENYA



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HEADQUARTERS
Anniversary Towers
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBRA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

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 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 – Kibra Constituency set out on pages 15 to 40, which

Report of the Auditor-General on National Government Constituencies Development Fund – Kibra Constituency for the year ended 30 June, 2021

comprise of the statement of assets and liabilities as at 30 June, 2021, statement of receipts and payments, statement of cash flows and the summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund – Kibra Constituency as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Inaccuracy of Cash and Cash Equivalents Balance

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.28,557,702. Examination of the bank reconciliation statement for the month of June, 2021 revealed payments in cash book not yet recorded in bank statement totaling Kshs.23,769,739, out of which cheques totaling Kshs.2,199,221 were stale. The stale cheques were dated from 29 April, 2019 to 10 April, 2020 and had not been reversed in the cash book as at 30 June, 2021.

In the circumstances, the cash book balance was understated by the amount of stale cheques of Kshs.2,199,221 and therefore the accuracy of cash and bank balances 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 – Kibra 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 reflects a final receipts budget and actual on comparable basis of Kshs.235,295,476 and Kshs.190,206,598 respectively resulting in budget underfunding of Kshs.45,088,879 or 19% of the budget. Similarly, the statement reflects expenditure budget of Kshs.235,295,476 against actual expenditure of Kshs.161,648,896 resulting to an under absorption of Kshs.73,646,580 or 31% of the approved budget.

The underfunding and under absorption may have negatively impacted 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 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

Delay in Implementation of Project

The statement of receipts and payments and the corresponding Note 6 to the financial statements reflects other grants and transfers amount of Kshs.55,612,500 which includes transfers to Tertiary Institutions totaling to Kshs.7,000,000. Available information indicates that the amount was transferred to Toi Technical and Vocational Education Training Institution PMC account vide cheque No. 34767 dated 28 October, 2020. However, as at 11 April, 2022 which is 17 months later, there was no evidence provided indicating that the project implementation process had commenced. No explanation was provided for failure to implement the project or re-allocate the resources to urgent projects.

In the circumstances, the public may not derive value for money from the 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 services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management either intends 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 control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

28 July, 2022


KIBRA Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

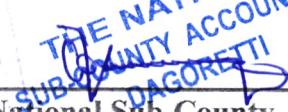
V. STATEMENT OF RECEIPTS AND PAYMENTS


	Note	2020 - 2021	2019 - 2020
		Kshs	
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	123,040,876
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		161,367,724	123,040,876
PAYMENTS			
Compensation of employees	4	993,144	2,357,391
Use of goods and services	5	13,053,252	6,266,007
Transfers to Other Government Units	6	91,990,000	79,180,000
Other grants and transfers	7	55,612,500	10,809,500
Acquisition of Assets	8	-	272,540
Other Payments	9	-	-
TOTAL PAYMENTS		161,648,896	98,885,438
SURPLUS/DEFICIT		(281,172)	24,155,438

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- KIBRA Constituency financial statements were approved on 07/06/2022 and signed by:

07/06/2022 and signed by:


 Fund Account Manager
 Name: Jimnah Macharia


 National Sub-County
 Accountant
 Name: Cornelius Kimani
 ICPAK M/No: 17636


 Chairman NG-CDF Committee
 Name: EMMANUEL MUNGAMI

KIBRA Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

VI. STATEMENT OF ASSETS AND LIABILITIES

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	28,557,702	28,838,873
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		28,557,702	28,838,873
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		28,557,702	28,838,873
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL ASSETS		28,557,702	28,838,873
REPRESENTED BY			
Fund balance b/fwd 1st July...		28,838,873	4,683,436
Prior year adjustments	14	-	
Surplus/Deficit for the year		(281,172)	24,155,438
NET FINANCIAL POSITION		28,557,702	28,838,873

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- KIBRA Constituency financial statements were approved on 07/06 2022 and signed by:

KIBRA CONSTITUENCY
 DEVELOPMENT FUND
 JUN 2022
 FUND ACCOUNT MANAGER
 Name: Jimnah Macharia

THE NATIONAL
 SUB-COUNTY ACCOUNTANT
 MAGORETTI
 National Sub-County
 Accountant
 Name: CONELIUS KIMORI
 ICPAK M/No: 17636

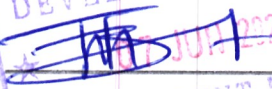
Chairman NG-CDF Committee
 Name: EMINANUEL MUNGAMU

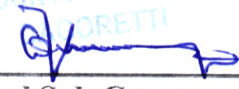
KIBRA Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	123,040,876
Other Receipts	3	-	-
		161,367,724	123,040,876
Payments for operating activities			
Compensation of Employees	4	993,144	2,357,391
Use of goods and services	5	13,053,252	6,266,007
Transfers to Other Government Units	6	91,990,000	79,180,000
Other grants and transfers	7	55,612,500	10,809,500
Other Payments	9	-	-
		161,648,896	98,612,898
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	-
Net Adjustments		-	-
Net cash flow from operating activities		(281,172)	24,427,978
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	(272,540)
Net cash flows from Investing Activities		-	(272,540)
NET INCREASE IN CASH AND CASH EQUIVALENT			
		(281,172)	24,155,438
Cash and cash equivalent at BEGINNING of the year	10	28,838,872	4,683,436
Cash and cash equivalent at END of the year		28,557,702	28,838,872

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- KIBRA Constituency financial statements were approved on 07/06/2022 and signed by:

07/06/2022

Fund Account Manager
Name: Jimnah Macharia

THE NATIONAL
SUB-COUNTY ACCOUNTANT

National Sub-County
Accountant
Name: CONELWAC KIMORI
ICPAK M/No: 17636


Chairman NG-CDF Committee
Name: EMMANUEL MUNGANI


VII. SUMMARY STATEMENT OF APPROPRIATION

Receipt/Expense Item	Original Budget	Opening Balance (C/Bk) and AIA	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a		b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS			Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	28,838,873	69,367,724	235,295,477	190,206,598	45,088,879	80.8%
Proceeds from Sale of Assets	-	-	-	-	-	-	0.0%
Other Receipts	-	-	-	-	-	-	0.0%
TOTAL RECEIPTS	137,088,879	28,838,873	69,367,724	235,295,477	190,206,598	45,088,879	80.8%
PAYMENTS							
Compensation of Employees	2,818,845	2,556,230	-	5,375,076	993,144	4,381,932	18.5%
Use of goods and services	9,519,154	5,358,922	100,000	14,978,075	13,053,252	1,924,823	87.1%
Transfers to Other Government Units	60,594,010	15,500,000	17,532,262	93,626,272	91,990,000	1,636,272	98.3%
Other grants and transfers	64,156,870	5,423,721	51,207,235	120,787,826	55,612,500	65,175,326	46.0%
Acquisition of Assets	-	-	49,200	49,200	-	49,200	0.0%
Other Payments	-	-	479,027	479,027	-	479,027	0.0%
Funds pending approval	-	-	-	-	-	-	0.0%
TOTAL	137,088,879	28,838,873	69,367,724	235,295,476	161,648,896	73,646,580	68.7%


- i. /There was no acquisition of asset this financial year
- ii. Delay in funds disbursement thus resulting to late and slow implementation of the budget
- iii. Bursary disbursement for 2019/2020 was delayed and affected by close of schools due to the pandemic


Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	73,646,580
Less undisbursed funds receivable from the Board as at 30th June 2021	45,088,879
	28,557,702
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2020-21	28,557,702

The NGCDF-KIBRA Constituency financial statements were approved on 07/06 2022 and signed by:


Fund Account Manager
 Name: Jimnah Macharia

(Stamp: KIBRA CONSTITUENCY FUND ACCOUNTANT, 07 JUN 2022)

**THE NATIONAL
 SUB-COUNTY ACCOUNTANT
 DAGORETTI**

**National Sub-County
 Accountant**
 Name: CONELIUS KIMORI
 ICPAK M/No: 17636


Chairman NG-CDF Committee
 Name: EMMANUEL MUNGAMI

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference (e = c-d)	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2020/2021			2020/2021	30/06/2021		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	2,818,845	2,556,280	-	5,375,076	993,144	4,381,932	18
1.2 Committee allowances	2,578,730	1,787,103	100,000	4,465,833	4,380,000	85,833	98
1.3 Use of goods and services	2,827,758	-	-	2,827,758	1,418,252	1,409,506	50
Total	8,225,333	4,343,334	100,000	12,668,667	6,791,396	5,877,271	54
2.0 Monitoring and evaluation							
2.1 Capacity building	1,297,361	1,861,880	-	3,159,241	3,040,000	119,241	96
2.2 Committee allowances	1,753,990	1,642,291	-	3,396,281	3,363,500	32,781	99
2.3 Use of goods and services	1,061,315	67,647	-	1,128,963	851,500	277,463	75
Total	4,112,666	3,571,818	-	7,684,485	7,255,000	429,485	94
3.0 Emergency	-	-	-	-	-	-	-
3.1 Primary Schools	-	-	-	-	-	-	-
3.2 Secondary schools	-	-	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-	-	-
3.4 Security projects	-	-	-	-	-	-	-
3.5 Unutilised	7,192,207	5,133,544	-	12,325,751	4,392,000	7,933,751	36
Total	7,192,207	5,133,544	-	12,325,751	4,392,000	7,933,751	36
4.0 Bursary and Social Security							
4.1 Secondary Schools	34,776,485	-	36,057,122	70,833,607	34,410,000	36,423,607	49
4.2 Tertiary Institutions	13,204,623	290,177	6,340,233	19,835,033	6,390,000	13,445,033	32
4.3 Social Security	-	-	-	-	-	-	-
4.4 Special Needs	-	-	-	-	-	-	-
Total	47,981,108	290,177	42,397,355	90,668,640	40,800,000	49,868,640	45
5.0 Sports							
5.1	2,741,778	-	3,258,733	6,000,511	1,798,500	4,202,011	30

**National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Total		2,741,778		3,258,733	6,000,511	1,798,500	4,202,011	30
6.0 Environment								
6.1		2,741,778		428,172	3,169,950		3,169,950	
Total		2,741,778		428,172	3,169,950		3,169,950	
7.0 Primary Schools Projects								
Mbagathi Primary School		3,000,000			3,000,000	3,000,000		100
Raila Educational Pri Sch		9,994,010			9,994,010	9,990,000	4,010	100
Ayany Primary School				510,000.00	510,000	500,000	10,000	98
Raila Educational Centre Pri Sch				360,000	360,000		360,000	
Kibera Primary Sch				510,000	510,000		510,000	
Joseph Kang'ethe Pri Sch				360,000	360,000		360,000	
Shadrack Kimalel Pri Sch				360,000	360,000		360,000	
Raila Educational Centre Pri School				2,262	2,262		2,262	
Jamhuri Estate Primary School			500,000		500,000	500,000		100
Primary School Desks							30,000	
Total		12,994,010	500,000	2,132,262	15,626,272	13,990,000	1,636,272	90
8.0 Secondary Schools Projects								
Woodley Boys Secondary School		40,000,000	10,000,000		50,000,000	50,000,000		100
Upper Hill School		4,100,000	4,100,000	900,000	9,100,000	9,100,000		100
Moi Girls School		3,500,000			3,500,000	3,500,000		100
Kibera Secondary School				5,500,000	5,500,000	5,500,000		100
Secondary School Desks			100,000	2,000,000	2,100,000	2,100,000		100
Olympic Secondary School			800,000		800,000	800,000		100
Total		47,600,000	15,000,000	8,400,000	71,000,000	71,000,000		100
9.0 Tertiary institutions Projects								

XI. 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-KIBRA 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.

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.

Kibra Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

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.

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

*Kibra Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

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.

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 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 (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.

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

Kibra Constituency

National Government Constituencies Development Fund (NGCDF)

Reports and Financial Statements for The Year Ended June 30, 2021

the financial statements. The original budget was approved by Parliament on 1st June 2020 for the period 1st July 2020 to 30th June 2021 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.

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 2021

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.

*Kibra Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

XI. NOTES TO THE FINANCIAL STATEMENTS

GFS CODES					
	1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES				
	Description		2020 - 2021	2019 - 2020	
1330407	Normal Allocation		Kshs	Kshs	
		1 AIE NO.		55,040,876	
		2 AIE NO 047458.		4,000,000	
		3 AIE NO 041294		18,000,000	
		4 AIE NO B047714		5,000,000	
		5 AIE NO B047918		6,000,000	
		6 AIE NO B104330		15,000,000	
		7 AIE NO B096583		6,000,000	
		8 AIE NO B049305		14,000,000	
		1 AIE NO B104944	69,367,724	-	
		2 AIE NO B128126	6,900,000	-	
		3 AIE NO B119837	13,000,000	-	
		4 AIE NO B124770	2,000,000	-	
		5 AIE NO B124983	10,000,000	-	
		6 AIE NO B132182	6,000,000	-	
		7 AIE NO B128438	10,000,000	-	
		8 AIE NO B126144	8,000,000	-	
		9 AIE NO B138850	12,000,000	-	
		10 AIE NO B126437	12,100,000	-	
		11 AIE NO B14081	12,000,000	-	
1330408	Conditional Grants	AIE NO...	-	-	
1330409	Receipt from other Constituency		-	-	
	TOTAL		161,367,724	123,040,876	
3510000	2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS				
	Description		2020 - 2021	2019 - 2020	
			Kshs	Kshs	
3510202	Receipts from the Sale of Buildings		-	-	
3510601	Receipts from the Sale of Vehicles and Transport Equipment		-	-	

*Kibra Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

3510801	Receipts from the Sale Plant Machinery and Equipment		-	-
3510803	Receipts from the Sale of Office and General Equipment		-	-
	TOTAL		-	-
1400000	3 OTHER RECEIPTS			
	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
1410107	Interest Received		-	-
1410405	Rents		-	-
1420601	Receipts Sale of Tender Documents		-	-
	Hire of plant/equipment/facilities		-	-
	Unutilized funds from PMCs		-	-
1450207	Other Receipts Not Classified Elsewhere (specify)		-	-
	TOTAL		-	-
2110000	4 COMPENSATION OF EMPLOYEES			
	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
2110201	NG-CDFC Basic staff salaries		915,384	2,249,365
	Personal allowances paid as part of salary		-	-
2110301	House allowance		-	-
2110314	Transport allowance		-	-
2110320	Leave allowance		-	-
2710120	Gratuity-contractual employees		-	-
2120101	Employer Contributions Compulsory national social security schemes		77,760	108,026
	TOTAL		993,144	2,357,391
2200000	5 USE OF GOODS AND SERVICES			
	Description		2020 - 2021	2019 - 2020
			Kshs	Kshs
2210100	Utilities, supplies and services		210,000	140,000
2210101	Electricity		5,000	-
2210102	Water & sewerage charges		5,000	-
2210104	Office rent		-	-

*Kibra Constituency
National Government Constituencies Development Fund (NGCDF)
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2210200	Communication, supplies and services	90,000	30,000
2210300	Domestic travel and subsistence	90,000	60,000
2210500	Printing, advertising and information supplies & services	670,000	738,407
2210600	Rentals of produced assets	-	-
2210700	Training expenses	3,040,000	-
2210800	Hospitality supplies and services	-	-
2210802	Other committee expenses	4,380,000	1,802,000
2210809	Committee allowance	3,363,500	1,758,500
2210900	Insurance costs	90,907	-
2211000	Specialised materials and services	-	-
2211100	Office and general supplies and services	750,000	1,455,000
2211200	Fuel, oil & lubricants	300,000	250,000
2211300	Other operating expenses	-	-
2211301	Bank service commission and charges	38,845	32,100
2211310	Other Operating Expenses	-	-
2211313	Security operations	-	-
2220100	Routine maintenance - vehicles and other transport equipment	20,000	-
2220200	Routine maintenance- other assets	-	-
	TOTAL	13,053,252	6,266,007
2630200	6 TRANSFER TO OTHER GOVERNMENT ENTITIES		
	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2630204	Transfers to Primary Schools	16,090,000	20,600,000
2630205	Transfers to Secondary Schools	68,900,000	58,250,000
2630206	Transfers to Tertiary Institutions	7,000,000	330,000
	TOTAL	91,990,000	79,180,000
2640000	7 OTHER GRANTS AND OTHER PAYMENTS		
	Description	2020 - 2021	2019 - 2020
		Kshs	Kshs
2640101	Bursary - Secondary (see attached list)	34,410,000	-
2640102	Bursary -Tertiary (see attached list)	6,390,000	2,809,500
2640104	Bursary- Special Schools	-	-

Kibra Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021

2640105	Mocks & CAT (see attached list)				
	Social Security programmes (NHIF)				-
2640507	Security Projects (see attached list)		8,622,000	6,000,000	
2640509	Sports Projects (see attached list)		1,798,500		
2640510	Environment Projects (see attached list)				
2640200	Emergency Projects (see attached list)		4,392,000	2,000,000	
	TOTAL		55,612,500	10,809,500	
3100000	8 ACQUISITION OF ASSETS				
	Non Financial Assets		2020 - 2021	2019 - 2020	
			Kshs	Kshs	
3110102	Purchase of Buildings		-		
3110202	Construction of Buildings				
3110302	Refurbishment of Buildings		-	272,540	
3110701	Purchase of Vehicles Vehicles and Other Transport Equipment		-	-	
3110704	Purchase of Bicycles & Motorcycles		-	-	
3110801	Overhaul of Vehicles and Other Transport Equipment		-	-	
	Purchase of Household Furniture and Institutional Equipment		-	-	
	Purchase of office furniture and and General Equipment		-	-	
	Purchase of computers ,printers and other IT equipments		-	-	
	Purchase of ICT Equipment, Software and Other ICT Assets		-	-	
	Purchase of Specialized Plant, Equipment and Machinery		-	-	
	Rehabilitation and Renovation of Plant, Machinery and Equip.		-	-	
	Acquisition of Land		-	-	
	Acquisition of Intangible Assets		-	-	
	TOTAL		-	272,540	
	9 Other Payments				
2211310	Strategic Plan		-	-	
2211311	ICT Hubs		-	-	
			-	-	
	TOTAL		-	-	
	10A: Bank Balances (cash book bank balance)				

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Name of Bank, Account No. & currency	Account Number	2020 - 2021	2019 - 2020	
		Kshs (30/6/2021)	Kshs (30/6/2020)	
EQUITY Bank, Kibra Branch	1170261223145	28,557,702	28,838,873	
others		-	-	
TOTAL		28,557,702	28,838,873	
10B: CASH IN HAND)				
		2020 - 2021	2019 - 2020	
		Kshs (30/6/2021)	Kshs (30/6/2020)	
Location 1		-	-	
Location 2		-	-	
Location 3		-	-	
Other receipts (specify)		-	-	
TOTAL		-	-	
<i>[Provide cash count certificates for each]</i>				
11: OUTSTANDING IMPRESTS				
Name of Officer	Date imprest taken	Amount Taken	Amount Surrendered	Balance (30/6/2020)
		Kshs	Kshs	Ksh
		-	-	
		-	-	
		-	-	
		-	-	
		-	-	
TOTAL		-	-	
12A Retention				
		2020-2021	2019-2020	
		KShs	KShs	
Retention as at 1st July (A)		-	-	
Retention held during the year (B)		-	-	
Retention paid during the Year (C)		-	-	

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Closing Retention as at 30th June D= A+B-C				
			-	-
12 B Gratuity				
			2020-2021	2019-2020
			KShs	KShs
Gratuity as at 1 st July (A)			-	-
Gratuity held during the year (B)			-	-
Gratuity paid during the Year (C)			-	-
Closing Gratuity as at 30 th June D= A+B-C			-	-
13 BALANCES BROUGHT FORWARD				
			2020- 2021	2019- 2020
			Kshs (1/7/2020)	Kshs (1/7/2019)
Bank accounts			28,838,873	4,683,436
Cash in hand				
Imprest				
TOTAL			28,838,873	4,683,436
<i>[Provide short appropriate explanations as necessary]</i>				
14. PRIOR YEAR ADJUSTMENTS				
			Balance b/f FY 2019/2020 as per Audited Financial statements	Adjusted Balance** b/ FY 2019/2020
Description of the error			Kshs	Adjusments Kshs Kshs
Bank accounts balances		-	-	-
Cash in hand		-	-	-
Accounts Payable		-	-	-
Receivables		-	-	-
Others (specify)		-	-	-
Total		-	-	-

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***The adjusted balances are not carried down on the face of the financial statement.*

(Entity to provide disclosure on the adjusted amounts)

Clarification note included

15. CHANGES IN ACCOUNTS RECEIVABLE - OUTSTANDING IMPREST

	2020- 2021	2019- 2020
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in accounts receivables (D=A+B-C)	-	-

16. CHANGES IN ACCOUNTS PAYABLE - DEPOSITS AND RETENTION

	2020- 2021	2019- 2020
	Kshs	Kshs
Deposits and Retention as at 1st July 2019 (A)	-	-
Deposits and Retention held during the year (B)	-	-
Deposits and Retention paid during the year (C)	-	-
Closing accounts payable at 30th June (D=A+B-C)	-	-

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020- 2021	2019- 2020
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
TOTAL	-	-

17.2: PENDING STAFF PAYABLES (See Annex 2)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To-Date c	Outstanding Balance 2020 d=a-c	Comments
Construction of buildings					
1.	-	-	-	-	None
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.	-	-	-	-	"
11.	-	-	-	-	"
12.	-	-	-	-	"
Sub-Total	-	-	-	-	"
Grand Total	-	-	-	-	"

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
fauzia laila			128,340.00	
evans agumba			85,560.00	
elizabeth aluoch			81,840.00	
	Sub-Total			
	Grand Total		295,740.00	

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land			-	-
Buildings and structures	16,729,970	-	-	16,729,970
Transport equipment	4,500,000	-	-	4,500,000
Office equipment, furniture and fittings	1,550,496	-	-	1,550,496
ICT Equipment, Software and Other ICT Assets	518,419	-	-	518,419
Other Machinery and Equipment			-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	23,298,884	-	-	23,298,884

ANNEX 5 – PMC BANK BALANCES AS AT 30TH JUNE 2021

PMC	Bank	Account number	Bank Balance	
			2020/21	2019/20
Capitol Hill Police Station	Equity	01170280816649	8,621,550.00	-
Mbagathi Primary School	Equity	01170280747349	2,999,550.00	-
Moi Girls Nairobi	Equity	01170269765365	4,206,145.00	-
Kibera Secondary School	Equity	01170270942529	4,667,050.00	6,997,050.00
Woodley Boys Secondary School	Equity	01170279874087	26,491,950.00	7,000,000.00
Kibra Sub-County A.P Station	Equity	01170279141568	839,700.00	3,099,880.00
Upper hill school	Equity	1170270264320	2,905.00	7,001,945.00
Jamhuri Estate Primary school	Equity	1170279876897	1,167.00	7,000,000.00
Ayany primary school	Equity	1170279874025	1,287.00	7,000,000.00
Toi TVET	Equity	01170280229686	6,999,488.00	-
Raita Educational Centre Primary School	Equity	01170278998867	12,949,550.00	2,960,000.00
Toi Primary School			-	429,067.50
Total			67,780,342.00	41,487,942.50



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	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)
Report of the Auditor s- General on F/s of NGCDF Kibra Constituency	The statement of receipts and payments for the year ended 30 June 2019 reflects an expenditure of Kshs. 36,176,172 against other grants and other payments, which includes Kshs. 30,877,100 for bursaries to secondary schools and tertiary institutions. However, no satisfactory explanation was given for failure to present cheques amounting to Kshs. 4,614,603 for payments. As a result, the validity of the payments totalling Kshs. 4,614,603 could not be confirmed.	The committee agrees that as at 30 th June 2019, there were bursary amounting to Kshs 4,614,603/= had not been presented to the bank. This can be explained by the fact that one tranche of the un-presented cheques had been disbursed at the end of the month of April as shown by the copy of the disbursement register. This can further be explained that the second tranche of the Bursary cheques were written at the end of the Month of June as can be shown by the copy of the Cash Book as attached index above which were disbursed after 30 th June 2019 to the beneficiaries. This in totality explains why we had bursary Un presented cheques. That's not withstanding, the committee would like to confirm that there were no any stale cheques in the un-presented cheques and all of them have been presented and cleared as per the attached copies of the bank statement.	Kibra NG-CDF have the full responsibility to ensure that the cheques are corrected and disbursed. They will also contact the beneficiaries to ensure that the acknowledge ment slip are brought back to the office.	Resolved.	Corrective measures are to be implemented in two months' time

