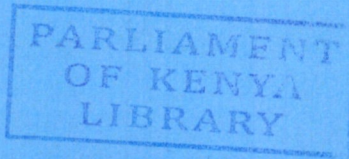
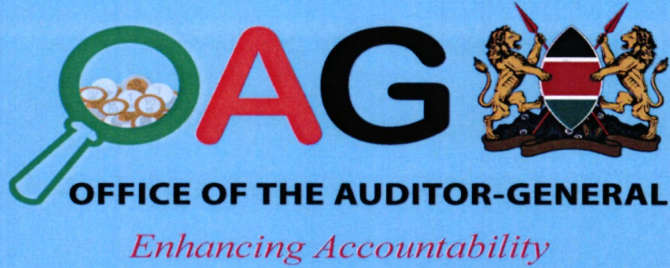


REPUBLIC OF KENYA



REPORT

OF

THE AUDITOR-GENERAL

ON

THE NATIONAL ASSEMBLY	
DATE: 06 JUL 2023	
Thursday	
TABLED BY:	Hon. Samuel Chepkonga, MP
CLERK AT THE TABLE:	Joyce Kemerele

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

**FOR THE YEAR ENDED
30 JUNE, 2022**

Revised Template 30th June 2022



JOMVU CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
30 JUNE 2022

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

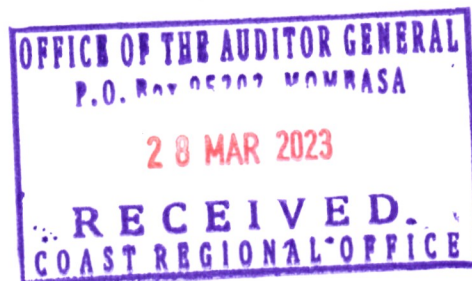
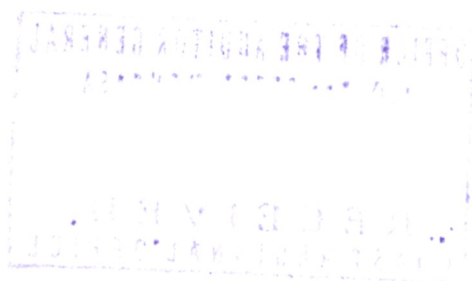


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I. Key Constituency Information and Management

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) formerly Constituencies Development Fund (CDF), is established under the NG-CDF Act 2015 as amended in 2016. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2022 and who had direct fiduciary responsibility were:

1.	A.I.E holder	Eunice Anubi
2.	Sub-County Accountant	Nancy Mwarabu
3.	Chairman NGCDFC	Alex Namasambu
4.	Member NGCDFC	-

(d) Fiduciary Oversight Arrangements

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

(e) JOMVU Constituency NGCDF Headquarters

P.O. Box 90646-80100
Jomvu Sub-County Office Complex & NG-CDF Offices
Mikindani Police Station Compound
Mombasa, KENYA

(f) JOMVU Constituency NGCDF Contacts

Telephone: (254) 0769536138
E-mail: cdfjomvu@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) Jomvu Constituency NGCDF Bankers

Equity Bank
Changamwe Branch
P.O. Box 90016 - 80100
Mombasa, 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-CDFC Chairman's Report



Jomvu Constituency came into existence in 2013 through the boundaries delimitation process. It comprises of three wards and has a population of 163,415. Since its inception, Jomvu NG-CDF Committee has received funds which were utilised in various development initiatives within the constituency. I hereby present the financial statements for NG-CDF Jomvu for the financial year ended 30 June 2022.

During the financial year ended 30 June 2022, Jomvu National Government Constituency Development Fund was allocated Kshs 137,088,879 which was received in full and an additional fund of Kshs. 50,088,879.00 being undisbursed balances as at 30th June 2021. Hence the total allocation available for use by the constituency within the financial year was Kshs. 189,229,284. NGCDF Jomvu has improved on the utilisation of available resources from 58.2% last financial year to 82.4% during the financial year in review. Of this, 71% has been utilised in Education infrastructure and bursary programs, with the rest spread to social programmes, security, sports and environment among other projects.

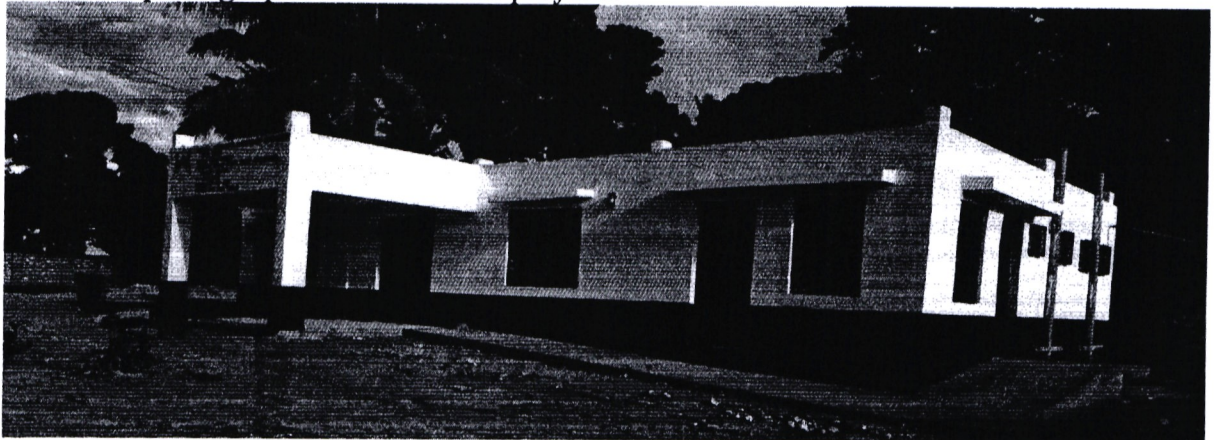
Achievements

The key achievements include timely disbursement of bursary funds to various secondary schools and tertiary institutions, which has seen more than Ksh. 60 million benefitting needy students and 9.6 million disbursed under the National Hospital Insurance Fund health subsidy program for 1,660 persons.

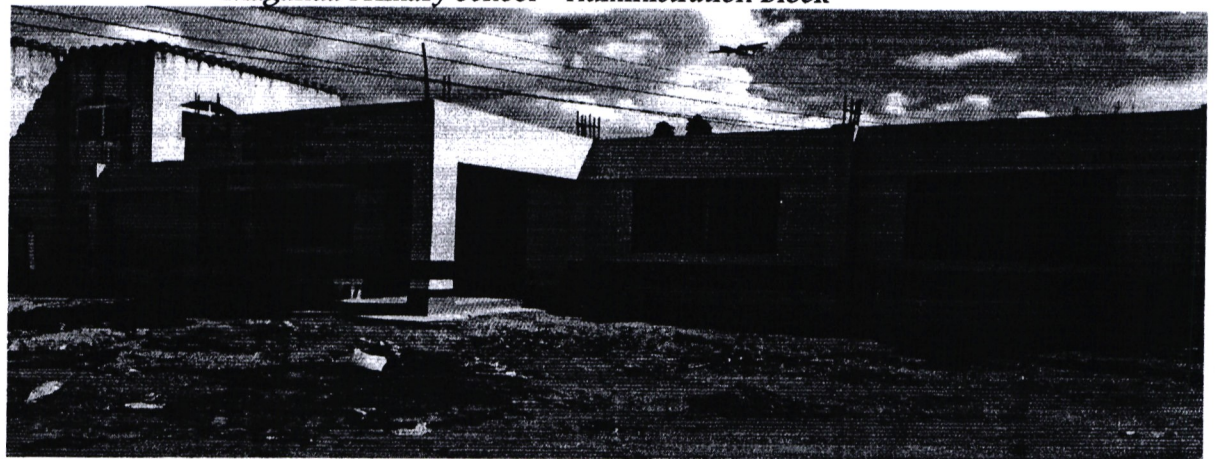
The constituency has in line with the Constituency Strategic Plan, continued to focus a big percentage of its allocation on education. This has mainly been directed towards additional classrooms being constructed in existing and new schools to cater for increase in enrolment and the 100% transition program. Some projects implemented during the financial year include: Construction of administration block and classrooms at Maganda Primary School. Construction of classrooms at Kwashee Primary and High Schools, Kibarani Primary School, Badi Twalib High School and Mwamlai High School which are still under construction. The security sector has also benefitted during the financial year through the construction of three chief's offices, which upon completion are expected to improve access to government services within the constituency. The completed security projects include Maganda and Aldina Police Stations which had their construction started in the previous year.

The committee also managed to carry out a successful Sports Tournament which was geared towards nurturing talent and building cohesion within the community, mainly targeting the youth. Equipment and uniforms were also bought for teams within various sporting disciplines.

Below are photographs of some of the projects:



Maganda Primary School – Administration Block



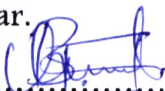
Aldina Police Station

Challenges

The Committee has been faced with various challenges in the course of implementation of programmes. The main challenge encountered during the financial year has been the rising cost of construction which has slowed down implementation as contractors find ways to mitigate the cost differences arising. There is need to look into ways of catering for such cost changes. Other challenges include lengthy procurement procedures and delayed commencement of projects due to land issues. The aftermath of the Covid-19 pandemic is still impacting on delivery of some programs.

Recommendations

The Strategic plan is a key tool that has enabled the committee to better focus on the constituency needs and interventions necessary which has led to the timely implementation of projects. There has also been a marked improvement in disbursement of funds to the constituency by the Board. The committee wishes to thank the Board and looks forward to a better performance in the next financial year.

For 

.....
ALEX NAMASAMBU
CHAIRMAN NGCDF COMMITTEE

III. Statement of Performance Against Predetermined Objectives for FY2021/22

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 *Jomvu Constituency 2018-2022* plan are to:

- a) Improve infrastructure and learning environment in primary, secondary and tertiary institutions within Jomvu constituency
- b) Enhance infrastructure and housing for security personnel and administration staff
- c) Enhance sports and sporting activities within the constituency
- d) Prioritize environment conservation interventions in all development initiatives through community driven environment programmes
- e) Enhance availability and access to affordable quality, universal healthcare for the well-being of constituents
- f) Build resilient, all round infrastructure for accelerated rural development

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 Sector	Objective	Outcome	Indicator	Performance
Education	Improve infrastructure and learning environment in primary, secondary and tertiary institutions within Jomvu Constituency	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Number of usable physical infrastructure built in primary, secondary, and tertiary institutions Number of bursary's beneficiaries at all levels	In FY 21/22 we increased number of classrooms from 234 to 251 at Kibarani & Kwashee Primary Schools and Badi Twalib, Kwashee and Mwamlai High Schools, 1 administration block at Maganda Primary School. Bursary was

				awarded to 5,117 students in Secondary schools and 1,208 students in tertiary institutions
Security	Enhance infrastructure and housing for security personnel and administration staff	Construct, improve or furnish administrative offices (DCC's office, ACC's offices, National Government departments, Chief and Assistant Chief's offices and Police stations and housing units	Number of physical infrastructure built for security personnel	Number of administrative offices increased from 4 to 7 at Mikindani, Jomvu Kuu and Birikani Chief's offices. Number of offices increased to 5 offices for National Government departments and 6 offices for NGCDF within Jomvu Sub-county Office Complex Phase II Number of Police stations increased from 2 to 4 at Aldina and Maganda
Environment	Prioritize environment conservation interventions in all development initiatives through community driven environment programmes	Facilitate environment conservation initiatives such as construction of gabions, terraces and water towers	Number of physical infrastructure built under environment	Gabions built at Kwa Jomvu Primary School Water tower built at Kibarani Primary School
Sports	Enhance sports and sporting activities within the constituency	Facilitate provision of sports equipment, uniforms, games kits and other sports	Number of teams benefitting from sports equipment, uniforms and accessories	3 Volleyball teams, 2 Boxing teams, 10 Football teams and 3 Taekwondo teams benefitted

Jomvu Constituency
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		accessories		through purchase of sports gear and equipment. 16 football teams also benefitted through participation in the annual sports tournament
Healthcare	Enhance availability and access to affordable quality, universal healthcare for the well-being of constituents	Quality universal healthcare provision	Number of beneficiaries of health subsidy program	1,660 beneficiaries funded through the NHIF health subsidy program
Emergency	Cater for any unforeseen occurrences in the constituency during the financial year	Mitigation of emergency situations	Number of usable physical infrastructure built	There were no emergency projects funded during the financial year hence funds will be reallocated to other projects.

IV. Environmental and Sustainability Reporting

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

1. Sustainability strategy and profile -

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

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

d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents. During the FY 21/22, Jomvu NG-CDF committee was able to utilize funding from the previous financial year to successfully carry out the Constituency Sports tournament as well as purchase of sports gear and equipment for teams in various disciplines, in line with our development strategies as outlined in the Strategic Plan.

2. Environmental performance

Protection of the environment in which we live and operate is one of Jomvu NG-CDF objectives. Prioritizing environment conservation interventions in all development initiatives is an important aspect in the way in which carry out our operations.

Jomvu NG-CDF has identified the main areas in which we have environmental impact, and where we can implement initiatives to manage and reduce the impact as follows:

- Capacity Building of members, staff and PMCs on good conservation practices annually,
- Environmental Protection and Conservation through construction of gabions, terraces and support for renewable energy (solar) and
- Pollution Control and Waste Management through ensuring proper human waste disposal through construction of toilets, septic tanks and soak pits in identified projects

3. Employee welfare

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

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

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

4. Market place practices-

Jomvu NGCDF Constituency is committed to fair and ethical market practises. The Procurement of goods and services is done through a transparent and competitive bidding process that allows equal opportunities to all participants. We support local vendors drawn from the constituency for purposes of uplifting them economically. Our ethical market practises ensure the fund gets value for money on all goods and services procured.

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

Jomvu Constituency
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Annual Report and Financial Statements for The Year Ended June 30, 2022

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

Public Awareness

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

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

..... *Atter*

Eunice Anubi

FAM

V. 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-Jomvu 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, 2022. 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-Jomvu 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, 2022, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF- Jomvu 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.

Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

The Accounting Officer in charge of the NGCDF Jomvu 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- Jomvu Constituency financial statements were approved and signed by the Accounting Officer on 24.03.2023.

For 
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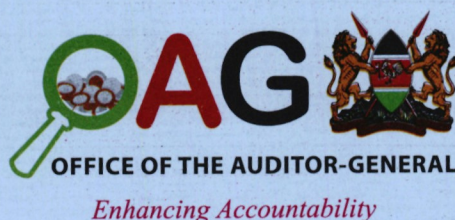
Name: Alex Namasambu
Chairman – NGCDF Committee


.....

Name: Eunice Anubi
Fund Account Manager

REPUBLIC OF KENYA

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Monrovia Street
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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - JOMVU CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Jomvu Constituency set out on pages 1 to 38, which comprise the statement of assets and liabilities as at 30 June, 2022, and the statement of receipts and payments and a summary statement of appropriation for the year then

Report of the Auditor-General on National Government Constituencies Development Fund - Jomvu Constituency for the year ended 30 June, 2022

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 - Jomvu Constituency as at 30 June, 2022, 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

1. Failure to Reverse Stale Cheques

The statement of assets and liabilities and as disclosed under Note 10A to the financial statements reflects cash and cash equivalents balance of Kshs.46,130,112. The supporting bank reconciliation statement as at 30 June, 2022 reflects Kshs.20,193,434, being cheques recorded in the cashbook not yet recorded in bank statement. Included in the amount of unpresented cheques were stale cheques of Kshs.672,029 which had not been reversed in cash book.

In the circumstances, the accuracy and completeness of cash and cash equivalents balance of Kshs.46,130,112 as at 30 June, 2022 could not be confirmed.

2. Inaccuracy of the Summary Statement of Appropriation

The transfer from National Government Constituencies Development Fund Board is reflected in the statement of budget and actual on comparable basis as Kshs.263,925,497 instead of Kshs.187,177,758 resulting to unexplained difference of Kshs.76,747,739.

In the circumstances, the accuracy of the summary statement of appropriation could not be confirmed for the year ended 30 June, 2022.

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

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.265,977,023 and Kshs.189,299,284 respectively, resulting in

a revenue shortfall of Kshs.76,747,739 or 24% of the budget. Similarly, the Fund expended Kshs.219,233,996 against an approved budget of Kshs.265,977,023, resulting in an under-expenditure of Kshs.46,743,027 or 18% of the budget.

The under-expenditure may have negatively impacted service delivery to the public.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Matters

In the audit report of the previous year, several paragraphs were raised. Management has disclosed the status of all the prior year matters but failed to provide satisfactory explanation for the delay in resolving the issues.

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

Delayed Projects Implementation and Idle Projects

The statement of receipts and payments reflects transfers to other Government units of Kshs.96,782,832 as detailed in Note 6 to the financial statements. Review of project files and inspection of the projects done in March, 2023 revealed that sixteen (16) projects valued at Kshs.87,939,955 were incomplete.

In the circumstances, value for money may not have been realized on projects valued at Kshs.87,939,955.

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

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Conclusion

Untagged and Un-Coded Fixed Assets

The summary of fixed assets register at Annex 4 to the financial statements reflects historical cost of fixed assets of Kshs.36,014,316. Included in the balance is cost of furniture and equipment of Kshs.4,320,863 which did not have asset tags or codes as indicated in the detailed assets register.

In the circumstances, the ownership of the assets could not be confirmed.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and 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 controls 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

26 June, 2023


JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

VII. Statement of Receipts and Payments for the Year Ended 30 June 2022

Statement of Receipts and Payments for the Year Ended 30 June 2022			
Receipts			
Transfers From NGCDF Board	1	187,177,758	241,508,600
Proceeds From Sale of Assets	2	-	-
Other Receipts	3	2,051,526	2,127,385
Total Receipts		189,229,284	243,635,985
Payments			
Compensation Of Employees	4	3,950,817	4,312,384
Use Of Goods and Services	5	9,112,897	10,904,904
Transfers To Other Government Units	6	96,782,832	70,468,993
Other Grants and Transfers	7	101,173,800	77,840,000
Acquisition Of Assets	8	8,213,650	10,703,109
Other Payments	9	-	-
Total Payments		219,233,996	174,229,390
Surplus/(Deficit)		(30,004,712)	69,406,595

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

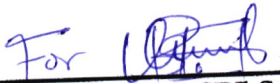
The Constituency financial statements were approved on 24.03.2023 and signed by:


 Fund Account Manager

Name: Eunice Anubi


 National Sub-County Accountant

Name: Nancy Mwarabu
 ICPAK M/No: 15006


 Chairman NG-CDF Committee

Name: Alex Namasambu


JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

VIII. Statement of Assets and Liabilities as At 30th June, 2022


Financial Assets			
Cash And Cash Equivalents			
Bank Balances (As Per the Cash Book)	10A	46,130,112	76,747,739
Cash Balances (Cash at Hand)	10B	-	-
Total Cash and Cash Equivalents		46,130,112	76,747,739
Accounts Receivable			
Outstanding Imprests	11	-	-
Total Financial Assets		46,130,112	76,747,739
Financial Liabilities			
Accounts Payable (Deposits)			
Retention	12A	594,105	1,018,095
Gratuity	12B	918,482	1,107,407
Total Financial Liabilities		44,617,525	74,622,237
Net Financial Assets			
Represented By			
Fund Balance B/Fwd	13	74,622,237	5,215,643
Prior Year Adjustments	14	-	-
Surplus/Deficit for The Year		(30,004,712)	69,406,595
Net Financial Position		44,617,525	74,622,238

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


The Constituency financial statements were approved on 24.03.2023 and signed by:


 Fund Account Manager

Name: Eunice Anubi


 National Sub-County
 Accountant

Name: Nancy Mwarabu
 ICPAK M/No: 15006


 Chairman NG-CDF
 Committee

Name: Alex Namasambu

JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022




IX. Statement of Cash Flows for the Year Ended 30 June 2022

Receipts From Operating Activities			
Transfers From NGCDF Board	1	187,177,758	241,508,600
Other Receipts	3	2,051,526	2,127,385
Total Receipts		189,229,284	243,635,985
Payments			
Compensation Of Employees	4	3,950,817	4,312,384
Use Of Goods and Services	5	9,112,897	10,904,904
Transfers To Other Government Units	6	96,782,832	70,468,993
Other Grants and Transfers	7	101,173,800	77,840,000
Other Payments	9	-	-
Total Payments		211,020,346	163,526,281
Total Receipts Less Total Payments		(21,791,062)	80,109,704
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	(612,915)	1,816,922
Prior Year Adjustments	14	-	-
		(612,915)	1,816,922
Net Cash Flow from Operating Activities		(22,403,977)	81,926,626
Cashflow From Investing Activities			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	(8,213,650)	(10,703,109)
Net Cash Flows from Investing Activities		(8,213,650)	(10,703,109)
Net Increase In Cash And Cash Equivalent		(30,617,627)	71,223,517
Cash & Cash Equivalent At Start Of The Year	10	76,747,740	5,524,223
Cash & Cash Equivalent At End Of The Year	10	46,130,112	76,747,740

JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

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

The Constituency financial statements were approved on 24.03. 2023 and signed by:

 _____	 _____	 _____
Fund Account Manager	National Sub-County Accountant	Chairman NG-CDF Committee
Name: Eunice Anubi	Name: Nancy Mwarabu ICPAK M/No: 15006	Name: Alex Namasambu

**JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

X. Summary Statement of Appropriation for the Year Ended 30th June 2022

Receipts	2021/2022	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding disbursements	2021/2022	30/06/2022	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Transfers From NGCDF Board	137,088,879	76,747,739	50,088,879	263,925,497	263,925,497	0
Proceeds From Sale of Assets				0		-
Other Receipts		2,051,526		2,051,526		0
Totals	137,088,879	78,799,265	50,088,879	265,977,023	265,977,023	0
Payments						
Compensation Of Employees	2,927,760	1,265,626		4,193,386	3,950,817	242,569
Use Of Goods and Services	6,148,912	3,255,964		9,404,876	9,112,897	291,979
Transfers To Other Government Units	49,460,000	8,302,832	39,020,000	96,782,832	96,782,832	0
Other Grants and Transfers	78,552,207	40,752,756	9,361,219	128,666,182	101,173,800	27,492,382
Acquisition Of Assets	0	21,607,085	1,707,660	23,314,745	8,213,650	15,101,095
Other Payments	0	601,400		601,400	-	601,400
Gratuity & Retention		1,816,922		1,816,922		1,816,922
Funds Pending Approval**		1,196,680		1,196,680		1,196,680
Totals	137,088,879	78,799,265	50,088,879	265,977,023	219,233,996	46,743,027

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

**JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

Explanatory Notes

(a) Adjustments refers to balances brought forward from previous financial years and balances expected from the NG-CDF Board
During the financial year, the major receipts comprised of transfers from the NG-CDF Board vide AIEs, totalling Kshs.

- a. 189,229,284.
- b. Other receipts of Ksh. 2,051,526 represents Ksh. 1,933,526 which are moneys from various PMC Accounts transferred back to the main account for reallocation to other projects. Kshs. 118,000 is AIA generated through the sale of tender documents.

(b) Reasons for underutilisation

- a. Other Grants & Transfers includes allocation to Bursary and Emergency. Due to changes in school term dates, bursary applications for colleges had not commenced leading to a delay in disbursement of related funds. There were no emergencies during the financial year, hence the funds are due for reallocation to other programmes.
- b. There were delays in the construction of Phase II of the Jomvu Sub-County Office Complex & NG-CDF offices, hence the expenditure of 35.2%. The balance of funds amounting to 12 Million were still in the main account under Acquisition of Assets

Some of the funds utilised relate to balances from previous financial years.

Description	Amount
Budget utilisation difference totals	46,743,027
Less undisbursed funds receivable from the Board as at 30 th June 2022	0
Add Accounts payable	46,743,027
Less Accounts Receivable	(612,915)
Add/ Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/2022	46,130,112

**JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

The Constituency financial statements were approved on 24.03.2023 and signed by:


Fund Account Manager

Name: Eunice Anubi

for. BHEGYS

National Sub-County Accountant

Name: Nancy Mwarabu
ICPAK M/No: 15006

For



Chairman NG-CDF Committee

Name: Alex Namasambu

**JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

3.5 Unutilized	7,192,207	-	4,061,219	11,253,426	-	11,253,426
4.0 Bursary and Social Security						
4.1 Secondary Schools	23,000,000	22,721,000	-	45,721,000	45,710,000	11,000
4.2 Tertiary Institutions	15,000,000	15,000,000	-	30,000,000	15,000,000	15,000,000
4.3 Social Security	9,960,000	-	-	9,960,000	9,960,000	-
5.0 Sports						
5.1 Constituency Sports		700,370	1,300,000	2,000,370	2,000,000	370
5.2 Constituency Sports	2,700,000	-	-	2,700,000	2,700,000	-
6.0 Environment						
6.1 Environment		227,586	-	227,586	-	227,586
6.2 Kwa Jomvu Primary School	1,700,000	-	-	1,700,000	1,700,000	-
6.3 Mikindani Youth Resource Centre	1,000,000	-	-	1,000,000	-	1,000,000
7.0 Primary Schools Projects (List all the Projects)						
7.1 Maganda Primary School	7,000,000	-	-	7,000,000	7,000,000	-
7.2 Kibarani Primary School	8,500,000	-	-	8,500,000	8,500,000	-
7.3 Kwashee Primary School	9,000,000	-	0	9,000,000	9,000,000	-
7.4 Mikindani Primary School	600,000	-	0	600,000	600,000	-

JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

					600,000					
7.5 Amani Primary School			600,000	0	600,000	600,000		600,000		-
7.6 Kwa Jomvu Primary School			600,000	0	600,000	600,000		600,000		-
7.7 Kibarani Primary School			600,000	0	600,000	600,000		600,000		-
7.8 Miritini World Bank Primary School			900,000	0	900,000	900,000		900,000		-
7.9 Maganda Primary School			1,800,000	0	1,800,000	1,800,000		1,800,000		-
7.10 Kwa Jomvu Primary School			-	1,400,000	1,400,000	1,400,000		1,400,000		-
7.11 St. Mary's Bangladesh Primary			1,400,214	0	1,400,214	1,400,214		1,400,214		-
7.1 Maganda Primary School		7,000,000	-	-	7,000,000	7,000,000		7,000,000		-
8.0 Secondary Schools Projects (List all the Projects)										
8.1 Proposed Badi Twalib High School			-	11,500,000	11,500,000	11,500,000		11,500,000		-
8.2 Proposed Badi Twalib High School			-	1,040,000	1,040,000	1,040,000		1,040,000		-
8.3 Proposed Kwashie High School			-	11,500,000	11,500,000	11,500,000		11,500,000		-
8.4 Proposed Kwashie High School			-	1,040,000	1,040,000	1,040,000		1,040,000		-
8.5 Proposed Mwarmlai High School			-	11,500,000	11,500,000	11,500,000		11,500,000		-
8.6 Proposed Mwarmlai High School			-	1,040,000	1,040,000	1,040,000		1,040,000		-

JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022

8.7 Kwashue High School	6,000,000	-	-	6,000,000	6,000,000	-
8.8 Kwashue High School	1,120,000	-	-	1,120,000	1,120,000	-
8.9 Badi Twalib High School	6,000,000	-	-	6,000,000	6,000,000	-
8.10 Badi Twalib High School	1,120,000	-	-	1,120,000	1,120,000	-
8.11 Mwanlai High School	9,000,000	-	0	9,000,000	9,000,000	-
8.12 Mwanlai High School	1,120,000	-	0	1,120,000	1,120,000	-
8.13 Kajembe High School		600,000	0	600,000	600,000	-
8.14 Miritini Secondary School		600,000	0	600,000	600,000	-
8.15 Mreroni Secondary School		600,000	0	600,000	600,000	-
8.16 Jomvu Girls High School		602,618	0	602,618	602,618	-
9.0 Tertiary institutions Projects (list all the Projects)						
9.1						
10.0 Security Projects						
10.1 Miritini ACC's Office & AP Houses		-	4,000,000	4,000,000	4,000,000	-
10.2 Deputy County Commissioners' Office		500,000	-	500,000	500,000	-
10.3 Miritini ACC's Office		170,000	-	170,000	170,000	-

**JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

10.4 Miritini AP Units		170,000	-	170,000	170,000	-
10.5 Jomvu Kuu AP Units		660,000	-	660,000	660,000	-
10.6 Jomvu Kuu AP Units		113,800	-	113,800	113,800	-
10.7 Jomvu Kuu ACC's Office		490,000	-	490,000	490,000	-
10.8 Birikani Chief's Office	6,000,000	-	-	6,000,000	6,000,000	-
10.9 Mikindani Chief's Office	6,000,000	-	-	6,000,000	6,000,000	-
10.10 Jomvu Kuu Chief's Office	6,000,000	-	-	6,000,000	6,000,000	-
11.0 Acquisition of assets						
11.1 Construction of Buildings	-	19,233,523	-	19,233,523	6,041,050	13,192,473
11.2 Purchase of office furniture and General Equipment	-	2,018,565	-	2,018,565	1,975,010	43,555
11.3 Purchase of office Equipment	-	354,997	-	354,997	197,590	157,407
11.4 Purchase of office furniture/ Equipment	-	-	1,707,660	1,707,660	-	1,707,660
12.0 Others						
11.1 Strategic Plan		1,400	-	1,400	-	1,400
11.2 Constituency Innovation Hubs		600,000	-	600,000	-	600,000
13.0 Unallocated fund						

**JOMVU Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2022**

PROGRAMME AND PROJECT	Original Budget	Adjusted Budget	Previous Year's Outstanding Disbursements	2021/2022	2022/2023	2023/2024
	Opening Balance (C/193) and AIA					
Unapproved projects		29,580	-	29,580	-	29,580
AIA		700,000	-	700,000	-	700,000
PMC savings		467,100	-	467,100	-	467,100
Retention & Gratuity		1,816,922	-	1,816,922	-	1,816,922
Total		137,088,879	50,088,879	265,977,023	219,233,996	46,743,027

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

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Significant Accounting Policies continued

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Significant Accounting Policies continued

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

Significant Accounting Policies continued

6. Cash and Cash 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.

Significant Accounting Policies continued

7. Accounts Receivable

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

8. Accounts Payable

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

Significant Accounting Policies continued

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on xx June 20xx for the period 1st July 2021 to 30th June 2022 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 2022.

14. Errors

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

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

15. Related Party Transactions

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

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XII. Notes to the Financial Statements

1. Transfers from NGCDF Board

NGCDF Board		36,209,796
AIE NO. B 096881		18,000,000
AIE NO. B 096914		2,600,000
AIE NO. B 104813		5,500,000
AIE NO. B 104920		1,000,000
AIE NO. B 124766		18,831,080
AIE NO. B 104970		28,327,724
AIE NO. B 104939		41,040,000
AIE NO. B 124844		10,000,000
AIE NO. B 124952		12,000,000
AIE NO. B 119807		6,900,000
AIE NO. B 128097		9,000,000
AIE NO. B 126116		10,000,000
AIE NO. B 128408		6,000,000
AIE NO. B 132152		12,000,000
AIE NO. B 138820		11,100,000
AIE NO. B 126405		13,000,000
AIE NO. B 140551		
AIE NO. B 140900	33,000,000	
AIE NO. B 105444	44,000,000	
AIE NO. B 105776	22,000,000	
AIE NO. B 128512	5,000,000	
AIE NO. B 128823	12,000,000	
AIE NO. B 154012	12,000,000	
AIE NO. B 164464	18,000,000	
AIE NO. B 155824	24,088,879	
AIE NO. A 888997	4,000,000	
AIE NO. B 155946	13,088,879	
TOTAL	187,177,758	241,508,600

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2. Proceeds From Sale of Assets

Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

3. Other Receipts

Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	118,000	303,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	1,933,526	1,823,845
Other Receipts Not Classified Elsewhere	-	540
Total	2,051,526	2,127,385

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Notes to the Financial Statements (Continued)

4. Compensation Of Employees

	2,567,771	2,136,360
NG-CDFC Basic staff salaries		
Personal allowances paid as part of salary	440,760	432,276
House Allowance	288,000	284,400
Transport Allowance	-	-
Leave allowance	576,526	1,382,668
Gratuity to contractual employees	77,760	76,680
Employer Contributions Compulsory national social security schemes	3,950,817	4,312,384
Total		

5. Use of Goods and Services

	0	0
Committee Expenses	42,670	0
Utilities, supplies and services	61,530	1,449,155
Office Rent	253,700	436,985
Communication, supplies and services	2,802,000	137,060
Domestic travel and subsistence	506,219	98,263
Printing, advertising and information supplies & services	32,000	0
Rentals of produced assets	632,000	3,261,395
Training expenses	316,780	360,165
Hospitality supplies and services	0	0
Other committee expenses	3,364,000	3,713,000
Committee allowance	0	222,748
Insurance costs	361,654	532,277
Office and general supplies and services	167,693	111,005
Fuel, oil & lubricants	400,000	157,931
Other operating expenses	23,470	42,140
Bank service commission and charges	128,881	332,280
Routine maintenance – vehicles and other transport equipment	20,300	50,500
Routine maintenance – other assets	9,112,897	10,904,904
Total		

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6. Transfer to Other Government Units

Description	2021-2022	2020-2021
	KSh	KSh
Transfers To Primary Schools (See Attached List)	32,400,214	45,768,993
Transfers To Secondary Schools (See Attached List)	64,382,618	24,700,000
Transfers To Tertiary Institutions (See Attached List)	-	-
Total	96,782,832	70,468,993

7. Other Grants and Other transfers

Description	2021-2022	2020-2021
	KSh	KSh
Bursary – Secondary schools (see attached list)	45,710,000	18,445,000
Bursary – tertiary institutions (see attached list)	15,000,000	27,155,000
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	9,960,000	10,050,000
Security projects (see attached list)	24,103,800	19,740,000
Sports projects (see attached list)	4,700,000	-
Environment projects (see attached list)	1,700,000	2,450,000
Emergency projects (see attached list)	-	-
Total	101,173,800	77,840,000

8. Acquisition of Assets

Description	2021-2022	2020-2021
	KSh	KSh
Purchase of Buildings	-	-
Construction of Buildings	6,041,050	10,288,109
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	2,172,600	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Acquisition of Land	-	-
Total	8,213,650	10,703,109

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Notes to the Financial Statements (Continued)

9. Other Payments

	2021-2022	2020-2021
	KSh	KSh
Strategic plan	-	-
ICT Hub	-	-
	-	-

10. Cash Book Bank Balance

Name of Bank, Account No. & Currency	2021-2022	2020-2021
	KSh	KSh
10A: Bank Accounts (Cash Book Bank Balance)		
<i>Equity Bank, Changamwe Branch, Jomvu NG-CDF, KES</i> A/C No.1200261736417	46,130,112	76,747,739
Total	46,130,112	76,747,739
10 B: Cash on Hand		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>Specify</i>)	-	-
Total	-	-
<i>[Provide Cash Count Certificates for Each]</i>		

11. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		KSh	KSh	KSh
		-	-	-
		-	-	-
		-	-	-
		-	-	-
Total		-	-	-

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

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Notes to the Financial Statement Continued

12A. Retention

	2021-2022	2020-2021
	KShs	KShs
Retention as at 1 st July (A)	1,018,095	308,580
Retention held during the year (B)	594,105	1,028,810
Retention paid during the Year (C)	1,018,095	319,295
Closing Retention as at 30 th June D= A+B-C	594,105	1,018,095

[Provide short appropriate explanations as necessary.]

12B. Gratuity

	2021-2022	2020-2021
	KShs	KShs
Gratuity as at 1 st July (A)	1,107,407	-
Gratuity held during the year (B)	576,526	1,107,407
Gratuity paid during the Year (C)	765,451	-
Closing Gratuity as at 30 th June D= A+B-C	918,482	1,107,407

[Provide short appropriate explanations as necessary]

13. Balances Brought Forward

	2021-2022 (1 st July 2021)	2020-2021 (1 st July 2020)
	KShs	KShs
Bank accounts	76,747,739	5,524,223
Cash in hand		
Imprest		
Total	76,747,739	5,524,223

[Provide short appropriate explanations as necessary]

14. Prior Year Adjustments

Description of the error	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2022
	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
Total	-	-	-

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

15. Changes in Accounts Receivable – Outstanding Imprests

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
closing accounts in account receivables D= A+B-C	-	-
Changes in Account Receivables E= D-A	-	-

16. Changes in Accounts Payable – Deposits and Retentions

	2021 – 2022	2020 – 2021
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	2,125,502	308,580
Deposit and Retentions held during the year (B)	1,170,631	2,136,217
Deposit and Retentions paid during the Year (C)	1,783,546	319,295
closing account payables D= A+B-C	1,512,587	2,125,502
Changes in Accounts Payable E= D-E	(612,915)	1,816,922

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Notes to the Financial Statements (Continued)

17. Other Important Disclosures

17.1: Pending Accounts Payable (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	11,166,050	17,207,100
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	11,166,050	17,207,100

17.2: Pending Staff Payables (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	918,482	1,107,407
Others (<i>specify</i>)	-	-
Total	918,482	1,107,407

17.3: Unutilized Fund (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	242,569	1,394,095
Use of goods and services	291,979	2,807,741
Amounts due to other Government entities (see attached list)	0	37,620,000
Amounts due to other grants and other transfers (see attached list)	27,492,382	58,822,781
Acquisition of assets	15,101,095	21,252,088
Others (<i>specify</i>)	601,400	3,122,991
Gratuity & Retention	1,816,922	0
Funds pending approval	1,196,680	0
Total	46,743,027	125,019,696

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17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	145,273,480	106,886,988
Total	145,273,480	106,886,988

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Annexes
Annexes: 1 Analysis of Pending Accounts Payable

Supply of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To- Date c	Outstanding Balance 2022 d=a-c	Comments
Construction of buildings	17,207,100	24.06.2021	6,041,050	11,166,050	To be paid when due
1.					
2.					
3.	17,207,100		6,041,050	11,166,050	
Sub-Total					
Construction of civil works					
4.					
5.					
6.					
Sub-Total					
Supply of goods					
7.					
8.					
9.					
Sub-Total					
Supply of services					
10.					
Sub-Total					
Grand Total	17,207,100		6,041,050	11,166,050	

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30th June 2022	Comments
NG-CDFC Staff				
1. Josphat Maeri	Accounts Assistant	2-Sep-15	223,423	To be paid when due
2. Ian Saleh Julius	Clerk of Works	2-Jul-18	121,867	To be paid when due
3. Salma Mirza	Records Management Officer	2-Jul-18	198,871	To be paid when due
4. Charles Charo	Driver	2-Jul-18	87,531	To be paid when due
5. Saumu Hassan	Clerical Officer	2-Jul-18	175,064	To be paid when due
6. Wilson Mwendwa	Office Assistant	2-Aug-20	111,726	To be paid when due
	Sub-Total		918,482	
	Grand Total		918,482	

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Annex 3 – Unutilized Fund

	Brief Description	Outstanding Balance 2021/22	Outstanding Balance 2020/2021	Comments
Compensation of employees		242,570	1,394,095	
Use of goods & services		291,979	2,807,741	
Amounts due to other Government entities		-	-	
1. Primary Schools		-	12,540,000	
2. Kwashee High School		-	12,540,000	
3. Badi Twalib High School		-	12,540,000	
4. Mwamlai High School		-	37,620,000	
Sub-Total				
Amounts due to other grants and other transfers				
1. Emergency		11,253,425	14,594,825	
2. Bursary and Social Security		15,011,000	38,000,000	
3. Constituency Sports		370	2,000,370	
4. Environment		1,227,586	227,586	
5. Miritini AP Units		-	4,000,000	
Sub-Total		27,492,381	58,822,781	
Acquisition of assets				
Construction of Buildings & Purchase of office furniture and equipment		15,101,095	21,252,088	
Others (specify)				
1. Other Payments		601,400	956,397	
2. Unallocated project funds (AIA & Project Savings)		1,196,680	2,166,594	
3. Retention & Gratuity		1,816,922	0	
Sub-Total		3,615,002	3,122,991	
Funds pending approval		46,743,027	125,019,696	
Grand Total				

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Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2020/21	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2021/22
Land	-			
Buildings and structures	20,361,818	6,041,050	-	26,402,868
Transport equipment	4,947,000	-	-	4,947,000
Office equipment, furniture and fittings	2,148,263	2,172,600	-	4,320,863
ICT Equipment, Software and Other ICT Assets	343,585	-	-	343,585
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	27,800,666	8,213,650	-	36,014,316

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Annex 5 – PMC Bank Balances As At 30th June 2022

PMC	Part 1	Account Number	Bank Balance 2021/22	Bank Balance 2020/21
ACC Office NG-CDF Project	Equity	1200279013324	0	500,000
Aldina Primary School	Equity	1200267370522	3,308,143	7,595,654
Amani Primary School NG-CDF Project	Equity	1200278539775	6,183,973	11,166,982
Badi Twalib High School Classrooms	Equity	1200282331789	5,934,812	0
Badi Twalib High School PMC	Equity	1200280746240	7,321,832	0
Badi Twalib High School Lockers & Chairs	Equity	1200282253660	2,160,000	0
Birkani Chief's Office	Equity	12002822253660	5,934,812	0
Ganahola Kwa Kenga Borehole CDF Project	Equity	1200265097908	0	300
Jitengeni Borehole CDF Project	Equity	1200265138553	0	1,783
Jitengeni Borehole CDF Project	Equity	1200265864794	0	100
Jitengeni Streetlight CDF Project	Equity	1200277306842	1,661,623	3,774,687
Jomvu ACC, AP Camp NG-CDF Project	Equity	1200260559991	4,923,922	9,274,857
Jomvu Girls High School	Equity	1200264055056	145,102	145,102
Jomvu Kuu Clinic CDF Project	Equity	1200282188679	5,944,812	0
Jomvu Kuu Chief's Office Construction	Equity	1200264119522	885	885
Jomvu Kuu Road CDF Project	Equity	1200263723355	2,547	2,547
Jomvu Model Health Centre	Equity	1200272420929	0	-634
Jomvu NG-CDF Environment Project	Equity	1200271386028	1,957,295	1,487,427

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
Jomvu Police Station	Equity	1200280848012	3,806,016	7,339,550
Kajembe High School	Equity	1200299291500	2,196,700	4,158,665
Kibarani Primary School	Equity	1200280746007	7,105,205	11,449,550
Kibarani Primary School	Equity	1200282332142	8,189,308	0
Kwa Jomvu Primary CDF Project	Equity	1200262543884	3,280,907	8,624,764
Kwa Jomvu Primary Gabions	Equity	120028298628	1,700,000	0
Kwashee Primary School	Equity	1200260607219	536,297	1,084,436
Kwashee Primary School Classrooms	Equity	1200282188622	8,944,812	0
Kwashee High School	Equity	1200281332075	6,029,246	0
Kwashee High School Classrooms	Equity	1200282368410	5,944,812	0
Kwashee High School Lockers & Chairs	Equity	1200282644446	2,160,000	0
Maganda Police Station	Equity	1200280745850	1,305,834	0
Maganda Primary school	Equity	1200277747878	5,750,663	11,447,446
Marycliff Primary School	Equity	1200299241708	0	34,088
Mikindani Primary School	Equity	1200277391194	0	8,593
Mikindani Youth Resource Centre	Equity	1200266901459	0	30,702
Mikindani Chief's Office	Equity	1200282253651	5,940,812	0
Miritini ACC NG-CDF Project	Equity	1200279702001	242,190	321,971
Miritini Primary School CDF Project	Equity	1200264111866	0	456,104

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PMC	Bank	Account number	Bank Balance 2021/22	Bank Balance 2020/21
Miritini Secondary School	Equity	1200298330677	3,979,707	6,545,069
Miritini World Bank Primary School CDF	Equity	1200298315560	3,533,121	8,530,550
Mreroni Primary School	Equity	1200299864387	0	23,826
Mreroni Secondary School	Equity	1200279898615	5,473,765	10,051,430
Mwamlai High School PMC	Equity	1200280745649	12,293,254	0
Mwamlai High School Classrooms	Equity	1200282368438	4,932,812	0
Mwamlai High School Lockers & Chairs	Equity	1200282453142	2,160,000	0
Runyu CDF Borehole Project	Equity	1200264375165	0	1,420
St. Mary's Primary School Bangladesh	Equity	1200260380242	0	990,214
Mikanjuni Maternity	KCB	212682815	0	335,094
Miritini Complex High School	KCB	1183805632	553,632	1,280,576
Mreroni Primary School	KCB	1118639294	0	26,348
St. Mary Primary School	KCB	1107269105	0	196,902
Vikobani Assistant Chief's Office	Equity	1200280746056	3,734,630	0
Total			145,273,480	106,886,988

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Annex 6: Progress On Follow Up of Auditor Recommendations

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)
1. Presentation of the Financial Statements	i) Some figures were not rounded off to the nearest shilling ii) Prior year adjustments for 2016/2017 of Ksh. 20,016/= but not reflected in the statement of assets and liabilities	The issue was noted and corrected in the current financial statements The issue was noted and corrected in the current financial statements	Resolved Resolved	
2. Inaccuracies in the Financial Statements	Statement of receipts and payments reflected a total expenditure of Ksh. 53,209,391/= whereas recasted total was Ksh. 53,263,391/= resulting to a difference of Ksh. 54,000/= not reconciled.	The issue was noted and corrected in the current financial statements as the amount was Ksh. 54,000/= generated as AIA for the financial year 2017/2018	Resolved	
3. Use of Goods and services	Note 5 reflected other operating expenses of Ksh. 147,034/= out of which an amount of Ksh. 67,449/= where no explanation was not provided	Analysis of the figure provided	Resolved	
4. Acquisition of Assets	Note 8 reflected purchase of vehicles and other transport equipment of Ksh. 4,532,000/=	The management followed up with NTSA and was referred to the	Not resolved	31.12.2021

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		Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
5. Other Grants and Transfers	but the logbook of the motor vehicle was not provided. Note 7 reflected bursary of Ksh. 12,086,293 but Ksh.468,140/= related to award to beneficiaries without admission numbers, others awarded twice and others were of the same school sharing admission numbers	NG-CDF Board The beneficiaries established from the schools	Not resolved	31.12. 2021
6. Other matters	i) Under funding of Ksh. 83,741,380/= and under absorption of the funds of Ksh.106,740,580/=	The challenge is yet to be solved as the office records a reduction of backlog	Not resolved	31.12. 2021
	ii) Contract agreement for eight (8) Projects totalling to Ksh. 20,300,00/= were signed on 5 th November 2018 for a duration of twelve(12) weeks ,the expected completion date was 25 th January 2019 but were not complete at the time of audit i.e. on 30 th January 2019.	All the cited projects were completed in time according to time as the site handing over to the contractors were done on a later date not the date of contract signing	Resolved	
	iii) Seventeen (17) approved projects of Ksh. 30,236,206.90 had not started	All the cited projects were started, they are all complete except the NGCDF offices which is ongoing, Maganda Primary school and Jomvu ACC & AP Units where availability of	Not resolved	31.12. 2021

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	iv) Seven (7) projects totalling to Ksh.15, 331,095/= had some variations which required approval to be done.	The variations were issued procedurally by the supervisor- Public works Engineer.	Resolved	
	vi) Failure to Establish a Constituency Oversight Committee	The appointment was done by the Area Member of Parliament and forwarded to the auditors	Resolved	
	vii) Note 15.1 reflects unpaid office rent of Ksh. 70,000/= besides having unutilised funds for use of goods and services.	There were challenges in approval of the payments	Not resolved	31.12. 2021
	viii) Note 15.2 reflects staff payables in respect of staff gratuity for employees amounting to Ksh.177,344/= not paid besides having unutilised funds for compensation of employees amounting to Ksh. 1,658,078/=	The amount was kept aside for staff gratuity payable to them after completion of their contracts which were still in progress	Resolved	

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APC
 Name
 Fund Account Manager