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**OFFICE OF THE AUDITOR-GENERAL**

*Enhancing Accountability*

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

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

**FOR THE YEAR ENDED  
30 JUNE, 2018**

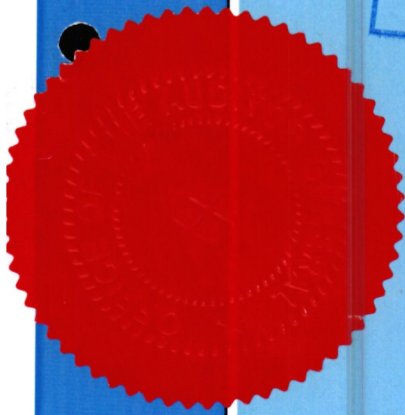
THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 01 FEB 2022

DAY: Tue

TABLED BY: WOTM

CLERK-AT-THE-TABLE: Chelbet Gen







OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 - 00100, NAIROBI  
MACHAKOS HUB  
12 AUG 2021  
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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND **MWALA**  
CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2018**

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

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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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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:

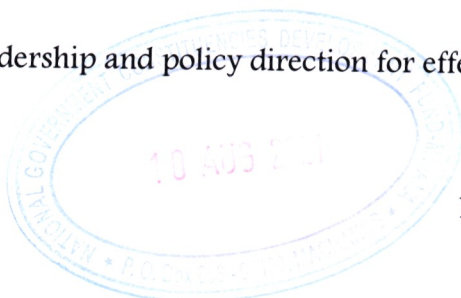
- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide 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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

**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.

**(b) Key Management**

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

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

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2018 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Richard Maritim
3.	Sub-County Accountant	Henry Mutiso
4.	Chairman NGCDFC	Danson Muange
5.	Member NGCDFC	Dominik Mutiso

**(d) Fiduciary Oversight Arrangements**

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

Mwala NGCDF Office Building  
Along Kitui – Machakos Road.  
P.O Box 858 Machakos



**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

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**(f) NGCDF MWALA Constituency Contacts**

Telephone: (254) 0720540633

E-mail: [mwala@ngcdf.go.ke](mailto:mwala@ngcdf.go.ke)

Website: [ngwww.mwala@ngcdf.go.ke](http://ngwww.mwala@ngcdf.go.ke)

**(g) NGCDF MWALA Constituency Bankers**

**1. Kenya Commercial Bank**

Masii Branch

A/C No: 1106340353

P.o Box 400-90101

Masii

**(h) Independent Auditors**

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GOP 00100

Nairobi, Kenya

**(i) Principal Legal Adviser**

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

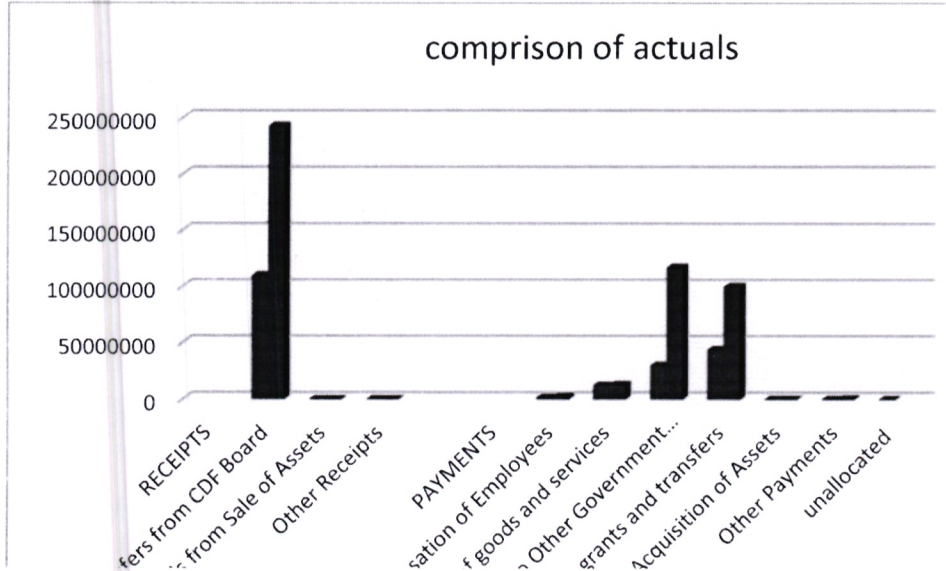
City Square 00200

Nairobi, Kenya



II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

Summary of the budget performance against actual receipts/payments is as shown by below bar graphs



From the above bar graphs it can be deduced that for receipts the previous year 2016/17 had the highest amount receipts due to the fact during that year the committee managed to received final disbursements for 2015/2016 financial year during the year of 2016/17.

On the issue of payments, the same scenario can be observed due to the fact that more payment for 2016/17 were made as a result of more funds for previous

The key achievements during the year were among others, constructions of various works as shown below

- I. Mwala TTI
- II. Wetaa Primary School
- III. Ulaani Primary School

**Implementation challenges**

The delay disbursements of funds had impacted much on the funds absorption rate of funds. It is of imperative important to state that the committee received funds on 13<sup>th</sup> June 2018 at the time the outgoing Sub County Accountant was preparing to hand over the office. To date AIE of the said amount is yet to be released by the Board for utilisation of funds already in NGCDF Account Recommendation is that Board to disburse funds timely

Sign

CHAIRMAN NGCDF COMMITTEE

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

**III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES**

Section 81 (1) of the Public Finance Management Act, 2013 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the NGCDF-**MWALA** 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, 2018. 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-**MWALA** 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 *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2018, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-**MWALA** Constituency further confirms the completeness of the accounting records maintained for the *entity*, 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-**MWALA** Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The NGCDF-**MWALA** Constituency financial statements were approved and signed by the Accounting Officer on \_\_\_\_\_ 2018.

\_\_\_\_\_  
**Fund Account Manager**  
**Name: Richard Maritim**

for

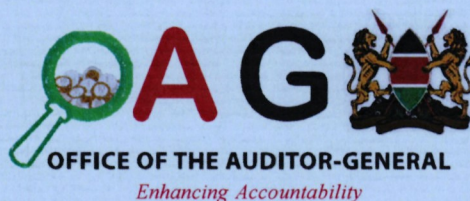
SUB-COUNTY ACCOUNTANT  
MWALA  
P. O. Box 3 - 90102, MWA  
Date:..... Sign:.....

\_\_\_\_\_  
**Sub-County Accountant**  
**Name: Henry Mutiso**  
**ICPAK Member Number: 21809**



# REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke  
Website: www.oagkenya.go.ke



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

## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MWALA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2018**

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

#### **Qualified Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Mwala Constituency set out on pages 6 to 32, which comprise the statement of assets and liabilities as at 30 June, 2018, and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects 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 National Government Constituencies Development Fund - Mwala Constituency as at 30 June, 2018, 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**

##### **1.0 Inaccuracies in the Financial Statements**

##### **1.1 Unsupported Budget Adjustments and Unutilized Funds**

The summary statement of appropriation - recurrent and development combined reflects budget adjustments of Kshs.58,367,295 and a budget utilization difference of Kshs.57,351,778. However, the details of the projects approved in the prior year for implementation during the financial year 2017/2018 were not provided in support of the adjustments. Further, the budget utilization difference of Kshs.57,351,778 differed with the unutilized funds balance of Kshs.54,784,482 reflected under Note 15.3 and Annex 3

to the financial statements by Kshs.2,567,296. The variance was not reconciled. In addition, the comparative balances for the unutilized funds have not been shown.

In the circumstances, the accuracy of the budget adjustments and the unutilized funds as at 30 June, 2018 could not be confirmed.

## **1.2 Computation of Total Payments Balance**

The statement of receipts and payments reflects total payments of Kshs.87,825,862 which differs with the recomputed total of Kshs.87,636,096 by an unexplained difference of Kshs.189,766.

In the circumstances, the accuracy of the total payments of Kshs.87,825,862 reflected in the statement of receipts and payments could not be confirmed.

## **2.0 Long Outstanding Reconciling Items in Bank Reconciliation Statement**

The statement of assets and liabilities reflects cash and cash equivalent balance of Kshs.22,752,433 comprising of Kshs.22,687,433 and Kshs.65,000 being bank and cash balances respectively. However, the June, 2018 bank reconciliation statement reflected un-presented cheques amounting to Kshs.3,134,131 out of which cheques of Kshs.1,683,718 were already stale. Further, the bank reconciliation statement reflected receipts in the cash book not in the bank statement amounting to Kshs.2,659,270 whose details were not provided.

Consequently, the accuracy of the cash and cash equivalents balance of Kshs.22,752,433 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 - Mwala Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

### **Key Audit Matters**

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

### **Other Matter**

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

The summary statement of appropriation - recurrent and development combined reflects a final receipts budget and actual receipts on comparable basis of Kshs.145,177,640 and Kshs.109,798,329 respectively, resulting into an underfunding of Kshs.35,379,311 or 24% of the budget. Further, of the receipts of Kshs.109,798,329 realized, only

Kshs.87,636,096 was utilized resulting into under absorption of Kshs.22,162,233 or 20% of the receipts.

The under-funding and under-absorption affected the planned activities may have impacted negatively on service delivery to the constituents of Mwala.

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

### **Conclusion**

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

### **Basis for Conclusion**

#### **1. Ineligible Projects**

Section 24 of the National Government Constituencies Development Fund Act, 2015 provides that a project shall only be in respect of works and services falling within the functions of the national government under the Constitution. However, included in the transfers of Kshs.29,724,586 to other government entities as disclosed under Note 6 to the financial statements, is Kshs.6,000,000 utilized in Mwala Technical Training Institute and Matulani Secondary School to drill and equip a borehole in each of the two institutions at a cost of Kshs.3,000,000 each in spite of the fact that water and sanitation was a devolved function.

#### **2. Unlabelled Projects and Project not Started**

Audit inspection in January, 2019 revealed that six (6) renovated classrooms at Mwaasua Primary School; renovated pupils latrine at Mbaikini Primary School; three (3) repaired classrooms at Embui Primary School and a latrine constructed at Makutano DEB Primary School had not been labelled as required under Regulation 11(1)(cc) of the National Government Constituencies Development Fund Regulations, 2016 which requires a Constituency Committee to ensure that projects are labelled.

In addition, construction of a latrine at Masii Polytechnic for which Kshs.100,000 was disbursed had not commenced.

In the circumstances, Management was in breach of the Law.

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 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.

### **Responsibility 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 such 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.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to sustain services, disclosing, as applicable, matters related to sustainability of service and using the going concern 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 National Government Constituencies Development Fund - Mwala Constituency financial reporting process, reviewing the effectiveness of how the Fund monitors compliance with relevant legislative and regularity 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.

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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability 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 sustaining 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 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**

**10 November, 2021**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**MWALA CONSTITUENCY**

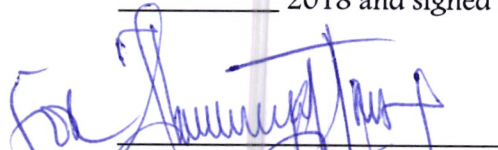
**Reports and Financial Statements**


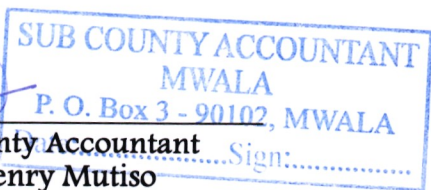
**For the year ended June 30, 2018**

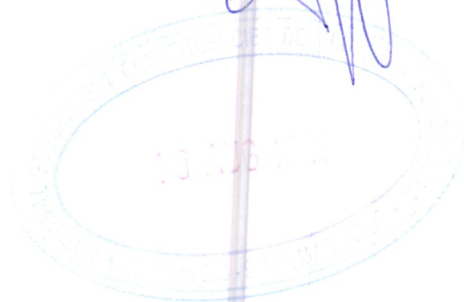
**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2017 - 2018 Kshs	2016 - 2017 Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF board	1	97,170,688	212,679,048
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>97,170,688</b>	<b>212,679,048</b>
<b>PAYMENTS</b>			
Compensation of employees	4	1,643,456	2,509,430
Use of goods and services	5	12,319,662	12,900,097
Transfers to Other Government Units	6	29,724,586	116,824,935
Other grants and transfers	7	43,948,392	99,889,011
Acquisition of Assets	8	-	-
Other Payments	9	-	500,000
<b>TOTAL PAYMENTS</b>		<b>87,825,862</b>	<b>232,623,473</b>
<b>SURPLUS/(DEFICIT)</b>		<b>9,534,592</b>	<b>-19,944,425</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MWALA Constituency financial statements were approved on \_\_\_\_\_ 2018 and signed by:

  
 Fund Account Manager  
 Name: Richard Maritim

  
  
 Sub-County Accountant Sign:.....  
 Name: Henry Mutiso  
 ICPAK Member Number: 21809



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**MWALA CONSTITUENCY**


**Reports and Financial Statements**

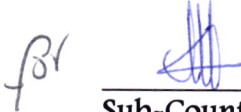
**For the year ended June 30, 2018**

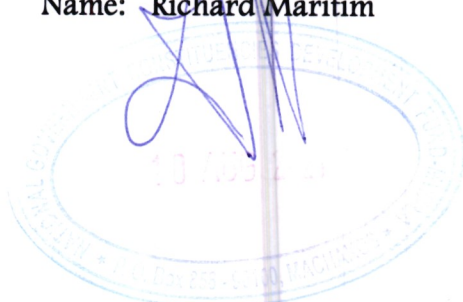
**V. STATEMENT OF ASSETS**

	Note	2017 - 2018 Kshs	2016 - 2017 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	22,687,433	12,627,641
Cash Balances (cash at hand)	10B	65,000	-
Current receivables - Outstanding Imprests	11	-	590,200
<b>TOTAL FINANCIAL ASSETS</b>		<b>22,752,433</b>	<b>13,217,841</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts payable - Retention	12	-	-
<b>REPRESENTED BY</b>			
Current payables		-	-
Retention		-	-
Fund balance b/fwd 1st July...	13	13,217,841	30,089,414
Surplus/Deficit for the year		9,534,592	-19,944,425
Prior year adjustments	14	-	3,072,852
<b>NET FINANCIAL POSITION</b>		<b>22,752,433</b>	<b>13,217,841</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MWALA Constituency financial statements were approved on \_\_\_\_\_ 2018 and signed by:

  
 Fund Account Manager  
 Name: Richard Maritim

  
 Sub-County Accountant  
 Name: Henry Mutiso  
 ICPAK Member Number: 21809



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

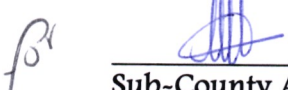
**For the year ended June 30, 2018**

**VI. STATEMENT OF CASHFLOW**

		2017 - 2018	2016 - 2017
<b>Receipts for operating income</b>			
Transfers from NGCDF Board	1	97,170,688	212,679,048
Other Receipts	3	-	-
		97,170,688	212,679,048
<b>Payments for operating expenses</b>			
Compensation of Employees	4	1,643,456	2,509,430
Use of goods and services	5	12,319,662	12,900,097
Transfers to Other Government Units	6	29,724,586	116,824,935
Other grants and transfers	7	43,948,392	99,889,011
Other Payments	9	-	500,000
		87,636,096	232,623,473
<b>Adjusted for:</b>			
Adjustments during the year	14	-	3,072,852
Outstanding imprest			590,200
<b>Net cash flow from operating activities</b>		9,534,592	(17,461,773)
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
<b>Net cash flows from Investing Activities</b>		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		9,534,592	(17,461,773)
<b>Cash and cash equivalent at BEGINNING of the year</b>	13	13,217,841	30,089,414
<b>Cash and cash equivalent at END of the year</b>		22,752,433	13,217,841

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MWALA Constituency financial statements were approved on 2018 and signed by:

  
Fund Account Manager  
Name: Richard Maritim

  
Sub-County Accountant  
Name: Henry Mutiso  
ICPAK Member Number: 21809

**SUB COUNTY ACCOUNTANT**  
MWALA  
P. O. Box 3 - 90102, MWALA  
Date: ..... Sign: .....

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2018**

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

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
<b>RECEIPTS</b>						
Transfers from NGCDF Board	86,810,345	58,367,296	145,177,640	109,798,329	35,379,311	76
Proceeds from Sale of Assets				-	-	
Other Receipts				-	-	
<b>PAYMENTS</b>						
Compensation of Employees	2,167,900	1,019,592	3,187,492	1,643,456	1,544,036	52
Use of goods and services	4,832,100.10	13,708,049.00	18,540,149	12,319,662	6,220,487	66
Transfers to Other Government Units	5,664,352.00	32,687,931.00	38,352,283	29,724,586	8,437,931	78
Other grants and transfers	50,145,993	10,951,723.00	61,097,716	43,948,392	17,149,324	72
Acquisition of Assets	-	-	-	-	-	-
Other Payments	-	-	-	-	-	-
Unallocated Funds	24,000,000		24,000,000	-	24,000,000	-
<b>TOTALS</b>	<b>86,810,345</b>	<b>58,367,295</b>	<b>145,177,640</b>	<b>87,636,096</b>	<b>57,351,778</b>	

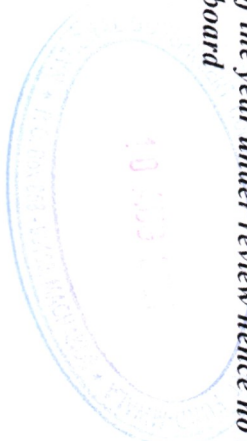
(a) During the year under review the constituency had no ALA

(b) Below is a commentary on significant underutilization (below 90% of utilization)

- i. On underutilisation of funds all the parameters are below 90% due to the fact that only 43,405,172 (which accounts for 50%) had been received and disbursed to concerns PMCS before closure of the year. Kshs 19,405172 hit the account on 13<sup>th</sup> June, 2018. The AIE for the said funds was not received until the closure of the year under review hence no expenditure was made. Finally, kshs 24,000,000 meant for ICTS hubs was declined by the board

- ii.
- iii.

Xxxx




**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2018**


- iv. Xcxc
- v. Xcxc
- vi. Xcxc

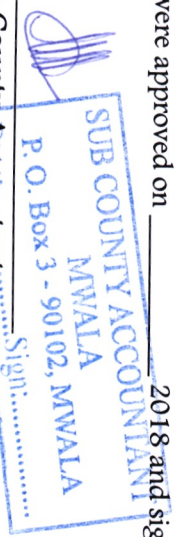
*(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported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

The NGCDF-**MWALA** Constituency financial statements were approved on \_\_\_\_\_ 2018 and signed by:

  
Fund Account Manager  
Name: Richard Maritim



  
Sub-County Accountant  
Name: Henry Mufiso  
ICPAK Member Number: 21809



## VIII. SIGNIFICANT ACCOUNTING POLICIES

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

### 1. Statement of compliance and Basis of Preparation

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

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

### 2. Reporting Entity

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

### 3. Reporting Currency

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

### 4. Significant Accounting Policies

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

#### a) Recognition of Receipts

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

##### **Tax Receipts**

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

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

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



**SIGNIFICANT ACCOUNTING POLICIES**

**External Assistance**

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

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

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

During the year ended 30<sup>th</sup> June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

**Other receipts**

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

**b) Recognition of payments**

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

**Compensation of Employees**

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

**Use of Goods and Services**

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

**Acquisition of Fixed Assets**

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

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



**5. In-kind contributions**

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

**6. Cash and Cash Equivalents**

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

**7. Accounts Receivable**

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

**8. Accounts Payable**

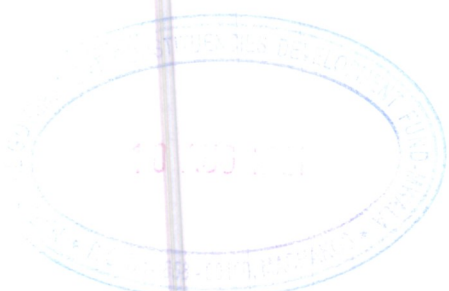
For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations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

**9. Pending Bills**

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

**10. Unutilized Funds**

Unutilized funds consist of bank balances in the constituency account and previous year(s) balances not yet disbursed by the Board to the constituency at the beginning of the financial year. These balances are available for use in the year under review to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(1) of NGCDF Act, 2015.



**SIGNIFICANT ACCOUNTING POLICIES**

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2017 for the period 1<sup>st</sup> July 2017 to 30<sup>th</sup> June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

**12. Comparative Figures**

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

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2018.

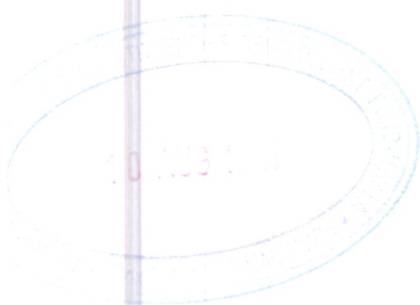
**14. Errors**

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

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

**15. Related Party Transactions**

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
MWALA CONSTITUENCY**  
Reports and Financial Statements  
For the year ended June 30, 2018

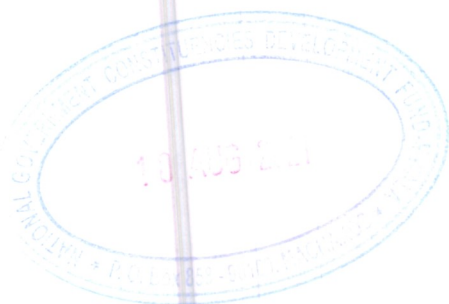
**IX. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description	2017-2018	2016-2017
	Kshs	Kshs
NGCDF Board		
		25,400,000
		16,500,000
		40,803,146
		4,094,827
		35,138,813
		53,888,813
		36,853,449
A855950	5,500,000.00	
A892563	34,360,344.10	
A892924	37,905,172.00	
A896944	19,405,172.00	
<b>TOTAL</b>	<b>97,170,688.10</b>	<b>212,679,048</b>

**2. PROCEEDS FROM SALE OF ASSETS**

	2017-2018	2016-2017
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
<b>Total</b>	<b>0</b>	<b>0</b>



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

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

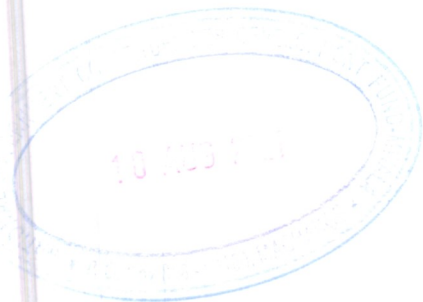
*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER RECEIPTS**

	2017- 2018 Kshs	2016-2017 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**4. COMPENSATION OF EMPLOYEES**

	2017-2018 Kshs	2016-2017 Kshs
Basic wages of contractual employees	1,557,656.00	1,557,656.00
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
NHIF	52,000	-
NSSF	33,600	36,000
Gratuity	-	-
Other personnel payments	-	836,634
<b>Total</b>	<b>1,643,456</b>	<b>2,509,430</b>



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

**MWALA CONSTITUENCY**

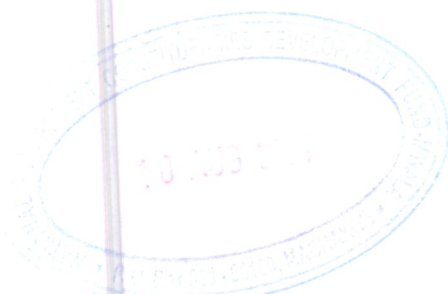
**Reports and Financial Statements**

**For the year ended June 30, 2018**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

	2017-2018 Kshs	2016-2017 Kshs
Utilities, supplies and services	15,342.00	19,787
Office rent	71,920.00	-
Communication, supplies and services	-	-
Domestic travel and subsistence	-	182,000
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	2,745,000.00	2,762,864
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	394,000.00	165,590
Fuel ,oil & lubricants	-	-
Other operating expenses	1,643,400.00	1,637,830
Routine maintenance – vehicles and other transport equipment	-	112,862
Routine maintenance – other assets	-	-
Other committee expenses	2,745,000.00	3,578,164
Committee allowance	4,705,000.00	4,441,000
	-	-
<b>Total</b>	<b>12,319,662</b>	<b>12,900,097</b>



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

**Reports and Financial Statements**

**For the year ended June 30, 2018**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2017-2018	2016-2017
	Kshs	Kshs
Transfers to primary schools	13,750,000.00	64,224,935
Transfers to secondary schools	12,974,586.00	31,500,000
Transfers to Tertiary institutions	3,000,000.00	18,700,000
Transfers to Health institutions	-	2,400,000
<b>TOTAL</b>	<b>29,724,586</b>	<b>116,824,935</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

Description	2017-2018	2016- 2017
	Kshs	Kshs
Bursary -Secondary	35,508,392.00	36,080,750
Bursary -Tertiary	-	-
Bursary-Special schools	-	-
Mocks & CAT	-	2,475,560
water	-	3,700,000
Agriculture (food security)	-	-
Electricity projects	-	-
Security	1,900,000.00	9,900,000
Roads	-	29,250,000
Sports	1,700,000.00	3,500,000
Environment	-	-
Emergency Projects (specify)	4,840,000.00	14,982,701
<b>Total</b>	<b>43,948,392</b>	<b>99,889,011</b>



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

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8. ACQUISITION OF ASSETS**

<u>Non Financial Assets</u>	2017-2018	2016-2017
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of Office furniture and fittings	-	-
Purchase of computers ,printers and other IT equipments	-	-
Purchase of photocopier	-	-
Purchase of other office equipments	-	-
Purchase of soft ware	-	-
Acquisition of Land	-	-
<b>Total</b>	-	-

**9. OTHER PAYMENTS**

	2017-2018	2016-2017
	Kshs	Kshs
Strategic plan	0	0
ICT Hub	0	0
TIVET	0	0
		500,000
	0	500,000



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

**Reports and Financial Statements**

**For the year ended June 30, 2018**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**10A: Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	2017-2018	2016-2017
	Kshs	Kshs
<i>KCB Bank, Masii Branch A/C no. 1106340353</i>	21,972,467	13,217,841
<i>Name of Bank, Account No.</i>	-	-
<i>Name of Bank, Account No.</i>	-	-
<b>Total</b>	<b>21,972,467</b>	<b>13,217,841</b>
<b>10B: CASH IN HAND</b>		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations ( <i>specify</i> )	-	-
<b>Total</b>	<b>-</b>	<b>-</b>
<i>[Provide cash count certificates for each]</i>		



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

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**11: OUTSTANDING IMPRESTS**

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

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

**12 RETENTION**

	<b>2017 - 2018</b>	<b>2016-2017</b>
	<b>Kshs</b>	<b>Kshs</b>
Supplier 1	-	-
Supplier 2	-	xx
Supplier 3	-	xx
<b>Total</b>	<b>-</b>	<b>XX</b>

*[Provide short appropriate explanations as necessary]*

**13. BALANCES BROUGHT FORWARD**

	<b>2017-2018</b>	<b>2016-2017</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts	12,627,641	29,907,414
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>12,627,641</b>	<b>29,907,414</b>

*[Provide short appropriate explanations as necessary]*



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

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**14. PRIOR YEAR ADJUSTMENTS**

	2017- 2018 Kshs	2016-2017 Kshs
Bank accounts	-	3,072,852
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>-</b>	<b>3,072,852</b>

**15. OTHER IMPORTANT DISCLOSURES**

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

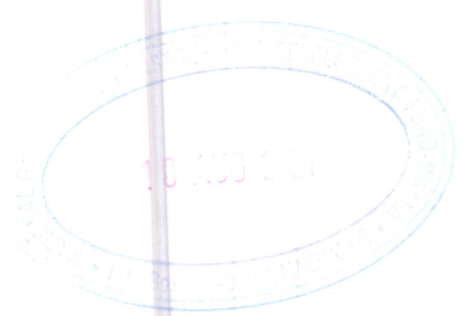
	2017- 2018 Kshs	2016-2017 Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

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

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others ( <i>specify</i> )	-	-
	-	-

**15.3: UNUTILIZED FUNDS (See Annex 3)**

	Kshs	Kshs
Compensation of employees	2,167,900	-
Use of goods and services	3,560,245	-
Amounts due to other Government entities (see attached list)	-	-
Amounts due to other grants and other transfers (see attached list)	-	-
Acquisition of assets	2,567,295	-
Others ( <i>specify</i> )	13,677,027	-
Amount owing from NCDFB	35,379,310	-
	<b>54,784,482</b>	<b>-</b>



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

**MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

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

	2017- 2018	2016-2017
	Kshs	Kshs
PMC account Balances (see attached list)	24,194,432.00	20,745,228.00
	24,194,432.00	20,745,228.00



**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2014 (Kshs'000)**

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

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
	A	B	C	d=a-c		
<b>Construction of buildings</b>						
1.						
2.						
3.						
<b>Sub-Total</b>						
<b>Construction of civil works</b>						
4.						
5.						
6.						
<b>Sub-Total</b>						
<b>Supply of goods</b>						
7.						
8.						
9.						
<b>Sub-Total</b>						
<b>Supply of services</b>						
10.						
11.						
12.						
<b>Sub-Total</b>						
<b>Grand Total</b>						



**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2018 (Kshs)**

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

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
		A	b	C	d=a-c		
<b>Senior Management</b>							
1.							
2.							
3.							
	<b>Sub-Total</b>						
<b>Middle Management</b>							
4.							
5.							
6.							
	<b>Sub-Total</b>						
<b>Unionisable Employees</b>							
7.							
8.							
9.							
	<b>Sub-Total</b>						
<b>Others (specify)</b>							
10.							
11.							
12.							
	<b>Sub-Total</b>						
	<b>Grand Total</b>						





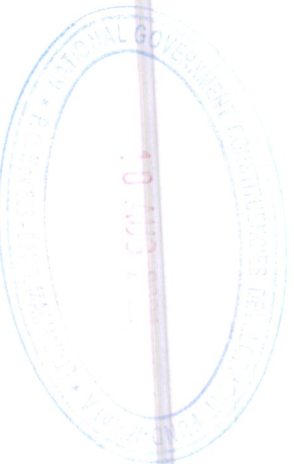
**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018 (Kshs)**

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

Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2017/18
Land	374,000.00	-	-	374,000.00
Buildings and structures	8,400,000	-	-	8,400,000
Transport equipment	5,800,000	-	-	5,800,000
Office equipment, furniture and fittings	8,400,000	-	-	8,400,000
ICT Equipment, Software and Other ICT Assets	660,434.00	-	-	660,434.00
Other Machinery and Equipment	1,040,000.00	-	-	1,040,000.00
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>24,674,434.00</b>	-	-	<b>24,674,434.00</b>



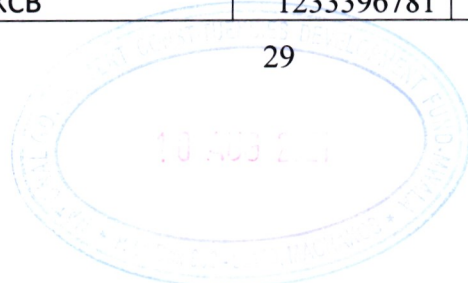
**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2018 (Kshs)**

**ANNEX 4 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2018**

<b>PMC</b>	<b>Bank</b>	<b>Account number</b>	<b>Bank Balance 2017/2018</b>	<b>Bank Balance 2016/2017</b>
Sports and Culture	KCB	1198484276	1,700,830.00	
Mwala TTI	KCB	1232607045	499,450.00	
Kona A P Line	KCB	1202224377	1,435.00	
Ngomano Chiefs Office	KCB	1207208159	500.00	
Kibauni Chiefs Office	KCB	1206011785	50,110.00	
Kasolongo Primary School	KCB	1139469789	50,996.00	
Windala Primary School	KCB	1128866269	460,852.20	
Mang'olota Primary School	KCB	1153058855	501,441.70	
Mwaasua Primary School	KCB	1225726247	198,340.00	
Kawaa Primary School	KCB	1230980032	20,930.00	
Nyaanyaa Primary School	KCB	1203466145	704,269.00	
Manzuva Primary School	KCB	1197843620	600,574.00	
Muthei Primary School	KCB	1123822514	50,930.00	
Kyenguli Primary School	KCB	1182267092	501,074.00	
Miseleni Primary School	KCB	1181893496	500,884.50	
Kalia Kundu Primary School	KCB	1171187963	297,850.00	
Kivani Primary School	KCB	1183420250	751,600.00	
Mutula Primary School	KCB	1171063318	498,322.50	
Kivalani Primary School	KCB	1183219725	500,600.00	
Kikumini Primary School	KCB	1182970664	600,600.00	
Kyaani Primary School	KCB	1182338860	600,435.00	
Nthangathini Primary School	KCB	1235280020	0	
Katheka AIC Primary School	KCB	1182228666	21,890.00	
Kyanda Primary School	KCB	1182417973	602,000.00	
Kwakaluu Primary School	KCB	1149522119	400,020.00	
Miu DEB Primary School	KCB	1184111472	700,830.00	
King'atuani Primary School	KCB	1171650213	601,000.00	
Mavitini Primary School	KCB	1182285821	402,000.00	
Matulani Primary School	KCB	1168366879	301,564.20	
Itooni Primary School	KCB	1200774221	502,017.15	
Wetaa Primary School	KCB	1182302351	100,040.00	
Kitooi Primary School	KCB	1202568696	41,180.00	
Kyawango Primary School	KCB	1150689218	401,095.50	
Kunikila Secondary School	KCB	1171577680	995.00	
Vyula Girls Sec	KCB	1232774316	1,000,000.00	
MANGO Sec Sch	KCB	1233177273	1,000,000.00	
Katheka Sec School	KCB	1153096765	667,103.15	

**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2018 (Kshs)**

Ndeini Girls Sec School	KCB	1205481656	650,500.00	
Kaloleni Sec School	KCB	1202562566	120,890.00	
Kimuni Sec School	KCB	1202897207	300,435.00	
Etikoni SeC School	KCB	1203040822	509,319.00	
Mbiuni High School	KCB	1171062982	8,279.00	
Kabaa High School	KCB	1184080313	999,670.00	
Mbaani Sec School	KCB	1148339574	600,020.00	
Nyaani Sec School	KCB	1231022310	500,000.00	
Mukuyuni Sec School	KCB	1171185871	514,242.50	
Kyethivo Girls Sec School	KCB	1182448151	500,435.00	
Mbaikini Sec School	KCB	1171009070	502,202.50	
Matulani Sec School	KCB	1123203152	500,335.00	
Kiuukuni Secondary School	KCB	1135321493	38,392.00	
Mwaasua Primary School	KCB	1225726247	198,340.00	
Kavunyu Primary School	KCB	1172407134	1,080.00	
Katheka A Primary School	KCB	1225624827	1,000.00	
Mbaikini Primary School	KCB	1172142157	454.50	
Muthei DEB Primary School	KCB	1123822514	50,930.00	
Muthei Sec School	KCB	1138251224	11,442.00	
Embui Primary School	KCB	1202946828	100.00	
Kilaatu Primary School	KCB	1206174951	10,670.00	
Nyaanyaa Primary School	KCB	1203466145	704,269.00	
Masii Youth Polytechnic	KCB	1212175034	108,870.00	
Kilembwa Sec School	KCB	1167847997	198,255.00	
Mwaasua Primary School	KCB	1225726247	198,340.00	
Miini Primary School	KCB	1203756720	20,500.00	
Makutano DEB Primary School	KCB	1166998878	13,275.65	
Kundu Primary School	KCB	1202794394	100,435.00	
Mumbuni Sec School	KCB	1152183419	-2,085.50	
Kambiti Primary School	KCB	1204318379	289,435.00	
Kwakala Kitile Gabbions	KCB	1232639230	99,050.00	
Nthuluni Primary School	KCB	1182987552	1,435.00	
Ikalaasa Dispensary	KCB	1206105356	99,461.50	
Yamalwa Primary School	KCB	1232368652	100,000.00	
Katulani Primary School	KCB	1232656844	500.00	
Masii AP Camp	KCB	1233111981	99,670.00	
Masii OCPD's Office	KCB	1182307620	1,000.00	
Kathiani Primary School	KCB	1152354213	150,140.00	
Masii DCIO Office	KCB	1209576295	500.00	
Kwa Kisau Primary School	KCB	1232572683	15,600.00	
Ngului Primary School	KCB	1198264411	100,070.00	
Kivilusa Primary School	KCB	1233396781	100,000.00	



**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018 (Kshs)**

Ikalaasa Primary School	KCB	1199274755	103,166.95	
Kikelenzu Primary School	KCB	1209649837	18,334.00	
Kabaa Primary School	KCB	1167534182	750.00	
Muthwani Primary School	KCB	1182978649	10,450.00	
Mavindini Primary School	KCB	1208325841	8,450.00	
Deputy county comm. Office	KCB	1200528522	100,285.00	
Kitile Sec School	KCB	1183158963	101,570.00	
Mithanga Borehole	KCB	1158778740	230.00	
<b>Total</b>			<b>24,194,432.00</b>	



**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**

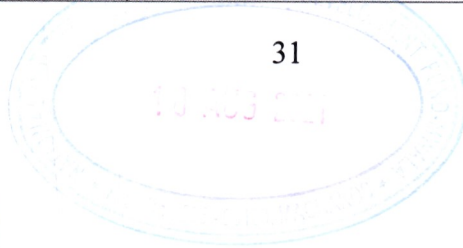
**Reports and Financial Statements**

**For the year ended June 30, 2018 (Kshs)**

**PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

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

Referen ce No. on the externa l audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timef ame: (Put a date when you expect the issue to be resolv ed)
CDF/N H/MW A/7/2 016/2 017/ (4)	<i>SS.1 - Stale Cheques</i>	The management reversed back stale Cheques and reissued	FAM	RESOLVED	5
	<i>ISS.2 - Inaccurate Cash and Bank Balances</i>	The financial statement was amended accordingly to.  1. statement has been amended to reflect both cash and bank balances.  2. The financial statement has been amended to show the correct position of recordings	FAM	RESOLVED	5
CDF/N H/MW A/7/2 016/2 017/ (4)	<i>ISS.3 - Non Serialization of Filed Documents</i>	this anomaly will be corrected forthwith by procuring more stationaries for filling of paid vouchers	FAM	RESOLVED	5
CDF/N H/MW	<i>ISS.4 - Inaccurate Comparative figures</i>	The financial statement was	FAM	RESOLVED	5



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**CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWALA CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018 (Kshs)**

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)
A/7/2016/2017/(4)		amended to reflect the correct opening balances/comparative figures as advised by auditor's office. A new set of financial statements was submitted to office of auditor.			
CDF/NH/MWA/7/2016/2017/(4)	<i>ISS.5 - Project Implementation Status</i>	The PIS was amended based on the amount that was received and submitted for review	FAM	RESOLVED	5
CDF/NH/MWA/7/2016/2017/(4)	<i>ISS.6 - Inaccuracy of Transfers from the CDF Board</i>	The financial statement was amended to reflect correct figures as advised by auditor's office. A new set of financial statements was submitted to office of auditor.	FAM	RESOLVED	5



