

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

PARLIAMENT
OF KENYA
LIBRARY

THE NATIONAL ASSEMBLY	
DATE: 23 NOV 2022	Wednesday
TABLED BY: Magrit Whip	
CLERK-AT-THE-TABLE: Christine	

THE AUDITOR-GENERAL

ON

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

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND
MWATATE CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

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

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 MWATATE CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2021**

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1
II. NG-CDFC CHAIRMAN’S REPORT	4
III STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY’S PREDETRMINED OBJECTIVES	8
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING	10
V. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES	13
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE NGCDF - MWATATE CONSTITUENCY.....	14
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 TH JUNE 2021.....	15
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 TH JUNE 2021.....	16
IX. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 TH JUNE 2021.....	17
X. SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30 TH JUNE 2021.....	18
XI. BUDGET EXECUTION BY SECTORS AND PROJECTS FOR THE YEAR ENDED 30 TH JUNE 2021	20
XII. SIGNIFICANT ACCOUNTING POLICIES.....	25
XIII. NOTES TO THE FINANCIAL STATEMENTS.....	29
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE.....	39
ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES.....	40
ANNEX 3 – UNUTILIZED FUND.....	41
ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER.....	42
ANNEX 5 –PMC BANK BALANCES AS AT 30 TH JUNE 2021	43
PROGRESS ON FOLLOW UP OF AUDITOR.....	45

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

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

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

**Reports and Financial Statements
For the year ended June 30, 2021**

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

The Mwatate 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 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	AMINA ALI
2.	Sub-County Accountant	ELJAH MWAZO
3.	Chairman NGCDFC	HANNAH SAU
4.	Member NGCDFC	PHOEBE RONGOMA

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Mwatate Constituency NG CDF. 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) Mwatate Constituency NGCDF Headquarters**
Mwatate Multi-purpose Hall

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

P.O. Box 75-80305
Mwatate

(f) Mwatate Constituency NGCDF Contacts

Telephone: (254) 0710-325222
E-mail: mwatate@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) Mwatate Constituency NGCDF Bankers

Kenya Commercial Bank
Wundanyi -branch
P.O. Box 1067-80304
Wundanyi, Taita Taveta, 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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

II. NG-CDFC CHAIRPERSON'S REPORT

Include among others the following:



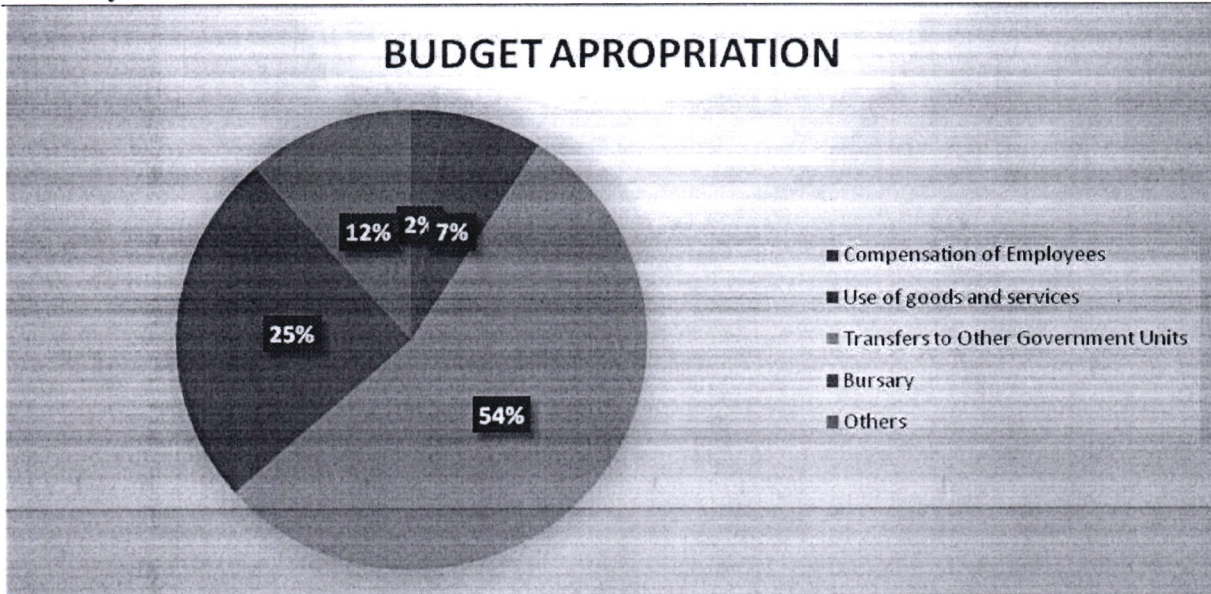
**Hannah Sau-Chairperson
NGCDFC Mwatate**

It gives me great pleasure to thank the people of Mwatate Constituency for giving me the opportunity to serve them in this transformative, people driven and Nation building position. It is great with great joy that I present to you the unaudited accounts and collaborative annual report for the year ended 30th June, 2021.

I take this opportunity on behalf of the NGCDF Mwatate to highlight on achievements, challenges and my opinion on the way forward on better utilization of this fund and delivery of service to my constituents. We have received funds from the Ng CDF Board and have utilized the funds efficiently.

The original budget was 137,088,879 out of this budget we allocated Kshs. 74,653,853 which is equivalent to 54 % of the original budget for education projects. This amount is meant to fund primary schools, secondary schools and tertiary institution projects. Which will highly improve education in the region. Then kshs. 34,304,821. Which is 25 % of the original budget was channelled towards bursary for secondary school and tertiary institution needy students. This makes 63% for promotion of education and eradication of poverty.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**



I take this opportunity on behalf of the NGCDF Mwatate to highlight on achievements, challenges and my opinion on the way forward on better utilization of this fund and delivery of service to my constituents. We have received funds from the Ng CDF Board and have utilized the funds efficiently.

ACHIEVEMENTS

The NG CDF Mwatate committee is fully involved in the identification and implementation of projects. This means that we have been able to disburse funds to project accounts immediately we receive and this has helped speed the implementation of projects within the required time this translates to increase in service delivery.

Kighombo Primary School.

Kighombo primary school construction of 4no.classroom for financial year 2020/2021.the school was in a deplete state and the newly constructed classrooms will offer a conducive learning environment to a total number of 40 pupils per class.as a way of ensuring adherence to covid 19 protocol the newly constructed classroom will also provide a good spacing requirement as per covid mitigation measures.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

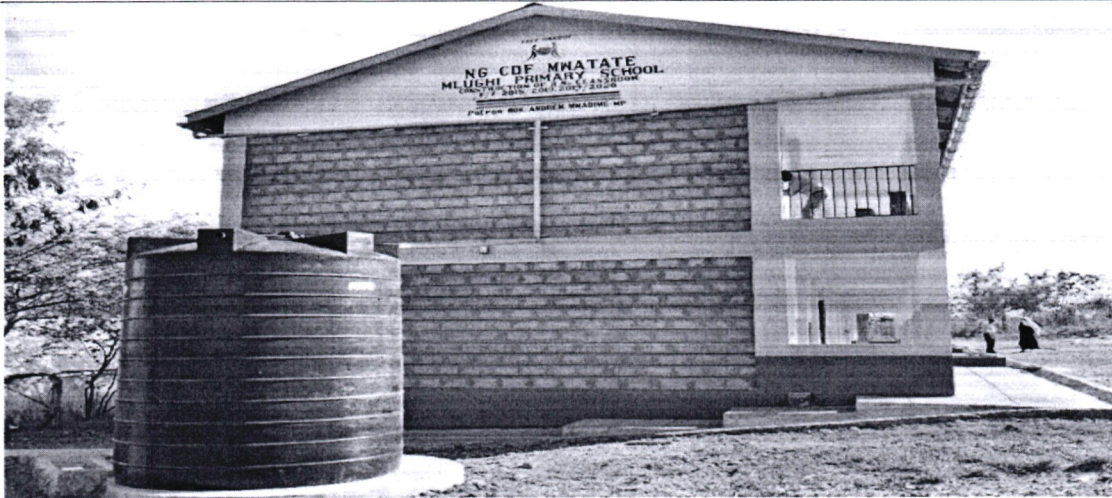


MLUGHI PRIMARY SCHOOL

The project construction of 8no classroom storey building was commenced in the financial year 2018/2019 and completed in the fiscal year 2020/2021 so as to face lift the bad state of the school which was constructed during the colonial era 1952 .the school being in a poor state walls being at their verge of collapsing downs, roofs toned out and some even leaking during rain periods thus hindering effective and conducive learning environment to the pupil. The new face of the school will provide a conducive learning environment to the expected beneficiary (pupils of class 1 to class 8).each classroom has a capacity to hold 40number of students per each class thus making it easier for teachers to conduct a conducive teaching.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**



CHALLENGES

- -Insufficient funds for monitoring and evaluation, capacity building and training is are big challenge.
- -Late disbursement of funds for Re-allocations should be fast tracked.
- -Delay in disbursing funds from NG-CDF Board.

WAY FORWARD.

- -NG-CDF Board to release funds to the constituencies on time.
- -Allocation of monitoring & evaluation vote and capacity building should be improved.
- -Oversight committee should have their vote managed by the FAM.
- -Employment of FAM should be reviewed often to avoid the shortages being experience

Signature

CHAIRPERSON NGCDF COMMITTEE

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES

Introduction

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

The key development objectives of *Mwatate Constituency 2018-2022* plan are to:

- 1) To improve access to education and training
- 2) To improve learning environment
- 3) To improve the working environment of security and interior personnel
- 4) To enhance environmental conservation
- 5) To build youth talents and skills in sports
- 6) To improve access to ICT infrastructure.

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To improve access to education and training	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- Increased number of students accessing education - Increased number of schools with adequate facilities and equipment - Improved performance in national examinations - Increased number of schools with adequate sanitation facilities	In FY 2020/21 -we increased number of useable classrooms by 54 through renovations and constructed 34 new ones for students. To achieve social distance while learning. More than 4000 students benefited from Bursary
Security	To improve the working and living conditions of security personnel in the Constituency	Increase and Improve the conditions of police stations within the constituency	- Increased number of housing units and offices for security personnel	In FY 2020/21 we worked on completion Assistant County Commissioner Office and fenced other two offices

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

MWATATE CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2021

Constituency Program	Objective	Outcome	Indicator	Performance
Environment	To promote environmental conservation in the Constituency	Increase in knowledge, skills and passion for sustainable environment practices	- Increased number of institutions with adequate sanitation facilities and water storage facilities and increase afforestation	In FY 2020/21 we invested in water harvesting program in 30 schools by providing 10,000 litres water tanks, water harvesting gutters for hygiene and improved sanitation
Sports	To build and enhance youth skills through sports interventions	Promotion of youth initiatives in building and nurturing their talents and skills in sports	- Increased sports activities through annual sports tournaments, Building more facilities in schools, provision of equipment and sports kits	In FY 2020/21 we hosted the constituency tournaments.
Disaster Management	To establish risk register for the constituency	Reduction in Risk Levels/Increased Risk and disaster preparedness	- Improved Constituency Internal Control System - Reduced level of complaints; resolved past cases and reduced reporting of present cases - Securing the services of a security firm	In the FY 2020/21 We improved internal control system through checks an Strengthening corporate governance by inculcating a culture of best practices on NG-CDF mandate Installed fire extinguishers and bought sanitizers, face masks, thermos-guns, detergents, fumigation chemicals and water tanks for fight against COVID19 global pandemic Maintained an open door policy of feed- back and respecting criticism while taking corrective measures and drawing valuable lessons learnt from reported complaints
ICT	To improve access to ICT infrastructure and innovation	Increase online and internet business opportunities for the youth	Establish ICT hubs in the Constituency and resource centers	In the FY 2020/21 we established 1 ICT HUBS At NG-CDF Office.

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

**Reports and Financial Statements
For the year ended June 30, 2021**

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

Mwatate 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 Mwatate NG CDF, the committee funds the following key sectors with the following sustainable priorities.

2. Education and Training: Mwatate 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.

a. 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.

b. Environment: The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 20/21 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

3. Environmental performance

Uncontrolled environmental degradation and effects of climate change negatively impact on the socio-economic development of the constituency. Major contributors to environmental degradation are human activity. These activities include deforestation through illegal logging, charcoal burning, forest clearing for agricultural activities, overstocking and subsequent overgrazing, illegal quarrying and water pollution through waste disposal. The depletion of mangrove forest reduces reproduction of marine life, deforestation and overgrazing leads to desertification and reduce rainfall and water sources, water pollution leads to water borne diseases while climate change has increased the frequency of high tide flooding.

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

**Reports and Financial Statements
For the year ended June 30, 2021**

Mwatate Constituency depends heavily on wood fuel for domestic use. Forest resources contribute heavily towards household budget through the burn and sell of charcoal. Widespread poverty, unemployment and climate change are the major driving forces to environmental degradation in the constituency.

4. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Mwatate 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. Mwatate constituency also has bursary programs aligned to the NG-CDF Act for employees seeking to further their education or advance themselves through formal programs relating to their current or prospective jobs.

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

5. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

6. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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

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

**Reports and Financial Statements
For the year ended June 30, 2021**

V.STATEMENT OF ENTITY 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-Mwatate Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Mwatate Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-Mwatate Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDFMwatate 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-Mwatate Constituency financial statements were approved and signed by the Accounting Officer on 19 MAY 2022.



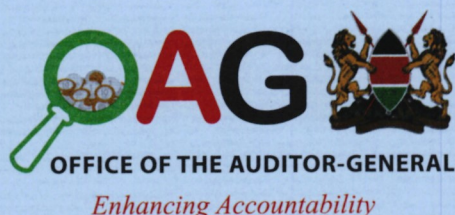
**Chairperson NGCDF Committee
Name: Hannah Sau**



**Fund Account Manager
Name: Amina Ali**

REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Mwatate Constituency set out on pages 15 to 45,

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

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

Basis for Qualified Opinion

Unsupported Summary of Fixed Assets Register

The summary of fixed assets register under Annex 4 to the financial statements reflects a historical cost balance of assets of Kshs.5,438,464. However, a review of the detailed fixed assets register revealed a historical total cost of Kshs.12,046,350, resulting to a an unexplained variance of Kshs.6,607,886 .

In addition, as previously reported, the detailed fixed assets register reflects a historical cost of Kshs.750,000 in respect of a one storeyed NG-CDF Mwatate Constituency Office. However, the Management did not provide for audit review contract documents and a schedule of payments to support the cost.

In the circumstances, the accuracy and completeness of the fixed assets balance of Kshs.5,438,464 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 - Mwatate 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

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on a comparable basis of Kshs.208,074,770 and Kshs.161,367,724 respectively, resulting to an underfunding of Kshs.46,707,046 or 22% of the budget. Similarly, the Fund had an expenditure budget of Kshs.208,074,770 against actual expenditure on comparable basis of Kshs.117,321,671, resulting to under expenditure of Kshs.90,753,099 or 44% of the budget.

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

2. Prior Year Matters

In the audit report of the previous year, several paragraphs were raised under the Report on Financial Statements, Report on Lawfulness and Effectiveness in Use of Public Resources, and Report on Effectiveness of Internal Controls, Risk Management and Governance. However, Management has not resolved the issues nor given any explanation for failure to implement the audit recommendations.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the 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. Irregular Implementation of Water Project

During the year under review the Fund implemented various water projects costing Kshs.5,484,424. Since water services provision is a devolved function, it was not explained why the Fund Management funded the projects. In addition, bill of quantities, signed contracts and Engineer's certificate of work done were not provided for audit.

In the circumstances, the regularity of the water projects expenditure of Kshs.5,484,424 could not be confirmed.

2. Irregular Implementation of Emergency Projects

Review of records revealed that the Fund made a payment of Kshs.4,446,698 towards the construction of twenty (20) toilets at Mwasere Girls School. However, professional opinion from the sub-county head of procurement on the whole procurement process was

not provided for audit review. Further, certificate of payment No.01 for Kshs.1,702,810 and certificate of payment No.03 for Kshs.1,438,748 were not supported with details of works done.

Further a payment of Kshs.905,124 was made towards the construction of four (4) girls toilets at Wumari Primary School. However, procurement documents detailing the evaluation criteria for selecting the winning bidder or contractor were not provided for audit review. In addition, certificate of payment No.02 for Kshs.546,823.80 did not contain details of works done. Further, professional opinion on recommendation of the whole procurement process was not provided for audit and no evidence was provided to confirm that regret letters were sent to unsuccessful bidders.

In the circumstances, value for money on the expenditure incurred in the implementation of the emergency projects could not be confirmed.

3. Assets Not in Use

Review of the detailed fixed assets register revealed that fixed assets with total historical cost of Kshs.3,105,500 were indicated as old and not in use. However, the Management did not provide evidence confirming formation of a Disposal Committee to dispose off the items as required by Section 163(1) of the Public Procurement and Asset Disposal Act, 2015 which states that, "an Accounting Officer shall establish a Disposal Committee as and when prescribed for the purpose of disposal of unserviceable, obsolete, obsolescent, or surplus stores, equipment or assets".

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 processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to 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 overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in

an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

23 September, 2022

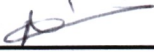
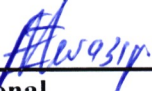

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2021**

VII.STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	121,409,241
Proceeds from Sale of Assets	2		-
Other Receipts	3		-
TOTAL RECEIPTS		161,367,724	121,409,241
PAYMENTS			
Compensation of employees	4	4,443,424	2,837,882
Use of goods and services	5	22,870,830	16,886,316
Transfers to Other Government Units	6	41,529,807	75,877,586
Other grants and transfers	7	47,915,110	26,471,780
Acquisition of Assets	8	562,500	421,750
Other Payments	9	-	914,750
TOTAL PAYMENTS		117,321,671	123,410,064
SURPLUS/(DEFICIT)		44,046,053	(2,000,823)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Mwatate Constituency financial statements were approved on 19 MAY 2022 and signed by:


		
_____ Fund Account Manager Name: Amina Ali	_____ National Sub-County Accountant Name: Elijah M. Mwazo ICPAK M/No:11808	_____ Chairperson NGCDF Committee Name: Hannah Sau


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021


VIII.STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2021

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	45,664,220	1,618,167
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		45,664,220	1,618,167
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		45,664,220	1,618,167
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		-	-
NET FINANCIAL ASSETS		45,664,220	1,618,167
REPRESENTED BY			
Fund balance b/fwd	13	1,618,167	3,618,990
Prior year adjustments	14	-	--
Surplus/Deficit for the year		44,046,053	(2,000,823)
NET FINANCIAL POSITION		45,664,220	<u>1,618,167</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Mwatate Constituency financial statements were approved on 19 MAY 2022 and signed by:


 Fund Account Manager
 Name: Amina Ali


 National Sub-County
 Accountant
 Name: Elijah M. Mwazo
 ICPAK M/No:11808


 Chairperson NGCDF Committee
 Name: Hannah Sau

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

Reports and Financial Statements

For the year ended June 30, 2021

IX. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	121,409,241
Other Receipts	3	-	-
Total receipts		161,367,724	121,409,241
Payments for operating activities			
Compensation of Employees	4	4,443,424	2,837,882
Use of goods and services	5	22,870,830	16,886,316
Transfers to Other Government Units	6	41,529,807	75,877,586
Other grants and transfers	7	47,915,110	26,471,780
Other Payments	9	-	914,750
Total payments		116,759,171	122,988,314
Total Receipts Less Total Payments			
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	-	-
Net cash flow from operating activities		44,608,553	(1,579,073)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(562,500)	(421,750)
Net cash flows from Investing Activities		(562,500)	(421,750)
NET INCREASE IN CASH AND CASH EQUIVALENT		44,046,053	(2,000,823)
Cash and cash equivalent at BEGINNING of the year	10	1,618,167	3,618,990
Cash and cash equivalent at END of the year		45,664,220	1,618,167

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Mwatate Constituency financial statements were approved on 19 MAY 2022 and signed by:

Fund Account Manager
Name: Amina Ali

National Accountant
Name: Elijah M. Mwazo
ICPAK M/No: 11808

Sub-County Chairperson NGCDF Committee
Name: Hannah Sau

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

**Reports and Financial Statements
For the year ended June 30, 2021**

X-SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30TH JUNE 2021

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS		Opening Balance (C/Bk) and AIA				
Transfers from NG-CDF Board	137,088,879	69,367,724	208,074,770	161,367,724	46,707,046	78%
Proceeds from Sale of Assets						
Other Receipts						
TOTAL RECEIPTS	137,088,879	69,367,724	208,074,770	161,367,724	46,707,046	78%
PAYMENTS						
Compensation of Employees	3,100,000	1,500,000	4,825,177	4,443,424	381,753	92%
Use of goods and services	9,237,998	12,752,407	23,383,395	22,870,830	512,565	98%
Transfers to Other Government Units	74,653,853	35,000,000	109,653,853	41,529,807	68,124,046	38%
Other grants and transfers	46,497,028	19,552,817	66,049,845	47,915,110	18,134,735	73%
Acquisition of Assets	3,600,000	562,500	4,162,500	562,500	3,600,000	14%
Other Payments	-		-	-	-	
TOTAL	137,088,879	69,367,724	208,074,770	117,321,671	90,753,099	56%

***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.*

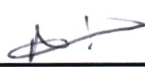
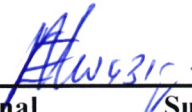

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2021**

- I. The adjustments figure on receipts column represent the roll receipts from previous year F/Y 2019/20 69, 367, 724, cash book balance ksh.1,618,167.
- II. Underutilization for all other items was occasioned by delays in disbursement of funds from NG-CDF Board, again towards the end of the closure of the FY 2020/2021 subsequently kshs. 46,707,046 had not been disbursed.
- III. Underutilisation of transfers to other grants and other grants and transfers was due late disbursement/release of funds from the board.
- IV. Underutilisation of Acquisition of Assets is due to conditional approval from the NGCDF Board. Which requires the NGCDFC Mwatate to dispose the old asset (motor vehicle) before procuring a new one.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	90,753,099
Less undisbursed funds receivable from the Board as at 30th June 2021	46,707,046
	44,046,053
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	1,618,167
Cash and Cash Equivalents at the end of the FY 2020/2021	45,664,220

The NGCDF-Mwatate Constituency financial statements were approved on 19 May 2022 and signed by:

 _____	 _____	 _____
Fund Account Manager Name: Amina Ali	National Accountant Name: Elijah M. Mwazo ICPAK M/No: 11808	Chairperson NGCDF Committee Name: Hannah Sau

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS FOR THE YEAR ENDED 30TH JUNE 2021

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	3,100,000	225,177	1,500,000	4,825,177	4,443,424	381,753
1.2 Committee allowances	3,625,332		5,712,500	9,337,832	9,337,832	-
1.3 Use of goods and services	1,500,000	72,990	1,500,000	3,072,990	3,072,990	-
				-		-
2.0 Monitoring and evaluation						
2.1 Capacity building	2,000,000			2,000,000	2,000,000	-
2.2 Committee allowances	1,800,000	1,320,000	5,539,907	8,659,907	8,147,342	512,565
2.3 Use of goods and services	312,666			312,666	312,666	-
3.0 Emergency	7,192,207					
3.1 Primary Schools				1,909,338		1,909,338
DEMBWA PRIMARY SCHOOL				1,150,000	1,150,000	-
MWASERE GIRLS SEC SCHOOL				1,500,000	1,500,000	-
DEMBWA PRIMARY SCHOOL				2,222,869	2,222,869	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021

MWEMBA PRIMARY SCHOOL				410,000	410,000	-
3.1.2 MWAMWACHE PRIMARY			550,000	550,000	550,000	-
3.1. Mazola primary			3,000,000	3,000,000	3,000,000	-
Mngama primary			804,634	804,634	804,634	-
Wumari primary			990,315	990,315	990,315	-
Nyolo primary			837,868	837,868	837,868	-
Mwakaleri Primary			70,000	70,000	70,000	-
3.2 Secondary schools			-	-	-	-
3.2.1 MLAMBA SEC SCHOOL			300,000	300,000	300,000	-
3.3 Tertiary institutions			-	-	-	-
3.4 Security projects			-	-	-	-
4.0 Bursary and Social Security			-	-	-	-
4.1 Special Schools	500,000			500,000		500,000
4.2 Secondary Schools	20,000,000		5,000,000	25,000,000	21,172,000	3,828,000
4.3 Tertiary Institutions	13,804,821		2,500,000	16,304,821	9,423,000	6,881,821
4.4 Universities				-		-
4.5 Social Security				-		-
5.0 Sports				-		-
5.1 Constituency Sports	2,000,000			2,000,000		2,000,000
5.2				-		-
5.3				-		-
6.0 Environment				-		-
6.1 CHAWIA SECONDARY TOILET	1,000,000			1,000,000		1,000,000
6.2 KISHAU PRIMARY SCHOOL	1,000,000			1,000,000		1,000,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWATATE CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2021

7.18 DEMBWA PRIMARY SCHOOL	2,400,000				2,400,000	1,850,000	550,000	-
7.20 .KONGONI PRIMARY SCHOOL					-	-	-	-
7.21 KIGHOMBO PRIMARY			6,000,000		6,000,000	6,000,000	-	-
7.22 MWAMWACHE PRIMARY			13,000,000		13,000,000	13,000,000	-	-
8.0 Secondary Schools Projects (List all the Projects)					-	-	-	-
8.1 MWAFUGA SECONDARY SCHOOL	2,700,000				2,700,000		2,700,000	
8.2 ELIJAH MZAE SECONDARY SCHOOL	2,800,000				2,800,000		2,800,000	
8.3 MSISINENYI ADULT			2,000,000		2,000,000	1,629,669	370,331	-
8.4					-	-	-	-
9.0 Tertiary institutions Projects (List all the Projects)					-	-	-	-
9.1					-	-	-	-
9.2					-	-	-	-
9.3					-	-	-	-
9.4					-	-	-	-
10.0 Security Projects					-	-	-	-
10.1 MWAMBIRWA ASSISTANT COUNTY COMMISSIONER OFFICE TOILET	1,000,000				1,000,000		1,000,000	
10.2					-	-	-	-
10.3					-	-	-	-
11.0 Acquisition of assets					-	-	-	-
11.1 Motor Vehicles (including motorbikes)	3,600,000				3,600,000		3,600,000	
11.2 Construction of CDF office					-	-	-	-
11.3 Purchase of furniture and equipment			562,500		562,500	562,500		-
11.4 Purchase of computers					-	-	-	-
11.5 Purchase of land					-	-	-	-
12.0 Others					-	-	-	-

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

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

Reports and Financial Statements

For the year ended June 30, 2021

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.

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

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.

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2021 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

14. Errors

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

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

15. Related Party Transactions

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO	B011058		37,937,172
AIE NO	B047105		13,272,069
AIE NO	B047336		2,000,000
AIE NO	B041155		4,000,000
AIE NO	B041325		18,000,000
AIE NO	B041362		200,000
AIE NO	B047743		5,000,000
AIE NO	B104425		15,000,000
AIE NO	B049398		15,000,000
AIE NO	B096627		11,000,000
AIE NO	B096986	15,000,000	
AIE NO	B104651	20,000,000	
AIE NO	A823693	28,867,724	
AIE NO	B124729	9,000,000	
AIE NO	B124865	5,500,000	
AIE NO	B119981	10,000,000	
AIE NO	B119981	13,000,000	
AIE NO	B128222	6,900,000	
AIE NO	B129184	6,000,000	
AIE NO	B132278	6,000,000	
AIE NO	B138947	13,000,000	
AIE NO	B126239	6,100,000	
AIE NO	B103034	10,000,000	
AIE NO	B140677	12,000,000	
Total		161,367,724	121,409,241

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Total	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,485,779	2,557,754
Personal allowances paid as part of salary		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	1,679,003	-
Other personnel payments (NHIF)	78,850	83,600
Employer Contributions Compulsory national social security schemes(NSSF)	199,792	196,528
Total	4,443,424	2,837,882

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2020-2021	2019-2020
	Kshs	Kshs
Utilities, supplies and services	4,514,395	803,640
Electricity	74,928	206,276
Water & sewerage charges	36,965	20,465
Office rent	-	-
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	-	-
Other committee expenses	888,500	-
Committee allowance	16,625,000	14,650,000
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	-	-
Fuel , oil & lubricants	124,006	200,000
Other operating expenses	-	-
Bank service commission and charges	6,712	45,935
Security operations	600,324	960,000
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	-	-
TOTAL	22,870,830	16,886,316

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	41,529,807	67,577,586
Transfers to secondary schools (see attached list)	-	8,300,000
Transfers to tertiary institutions (see attached list)	-	-
TOTAL	41,529,807	75,877,586

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	21,172,000	12,460,588
Bursary – tertiary institutions (see attached list)	9,423,000	2,581,270
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)		
Security projects (see attached list)	-	4,200,000
Sports projects (see attached list)	-	311,000
Water projects(see attached list)	5,484,424	
Environment projects (see attached list)		
Emergency projects (see attached list)	11,835,686	6,511,602
Strategic plan		407,320
Total	47,915,110	26,471,780

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	209,000
Purchase of ICT Equipment, Software and Other ICT Assets	562,500	212,750
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	562,500	421,750

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
Office compound land scaping	-	914,750
Total	-	914,750

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
Kenya Commercial Bank No.1107927838	45,664,220	1,618,167
	-	-
	-	-
Total	45,664,220	1,618,167
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

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</i>	-	-	-	-
<i>Name of Officer</i>	-	-	-	-
<i>Name of Officer</i>	-	-	-	-
Total				-

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

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

[Provide short appropriate explanations as necessary.]

12B. GRATUITY

	2020-2021	2019-2020
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	1,618,167	3,618,990
Cash in hand	-	-
Imprest	-	-
Total	1,618,167	3,618,990

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustment s	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
TOTAL	-	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

	2020-2021	2019-2020
	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	-	-

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2021	2020 – 2019
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
closing account receivables D= A+B-C	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

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

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	645,305	1,047,072
Others (<i>specify</i>)	-	-
	645,305	1,047,072

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	441,449	269,134
Use of goods and services	452,869	290,203
Amounts due to other Government entities (see attached list)	68,124,046	35,150,000
Amounts due to other grants and other transfers (see attached list)	18,134,735	32,991,304
Acquisition of assets	3,600,000	85,250
Others (<i>specify</i>)	-	-
Funds pending approval	-	-
	-	-
Total	90,753,099	68,785,891

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MWATATE CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2021**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	10,573,520	7,790,186
	10,573,520	7,790,186

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
VIOLET MWAMRIZI	SECRETARY	5th September 2016	74,400	
BROWN TOLI	SUPPORT STAFF	5th September 2016	54,349	
FESTUS MWANGOMBE	DRIVER	5th September 2016	78,280	
TOBIAS MAGHANGA	SUPPORT STAFF	5th September 2016	54,349	
BONIFACE MWABONJE	ACCOUNT ASSISTANT	15th October 2018	91,743	
RAJAB KAFUTA	PUBLIC RELATION OFFICER	15th October 2018	91,743	
SIMON DADI	SUPPORT STAFF	15th October 2018	54,349	
MARY WAMBUA	SUPPORT STAFF	15th October 2018	54,349	
ANNET MWASHIGHADI	CLERK OF WORKS	28th February 2019	91,743	
Sub-Total			645,305	
Grand Total			645,305	

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

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		441,449.00	269,134	
Use of goods & services		452,869.00	290,203	
Amounts due to other Government entities				
Primary Schools Projects		62253715	35,150,000	
Secondary School Projects		5870331		
Tertiary Projects				
Sub-Total		69,018,364.00	35,150,000	
Amounts due to other grants and other transfers				
Security Projects		1,000,000.00		
Emergency		1,909,338.00	434,916	
Environment		2,000,000.00	2,000,000	
Bursary		11,209,821.00	23,056,388	
Sports		2,000,000.00	2,000,000	
Water Project		15,576.00	5,500,000	
Sub-Total		18,134,735.00	32,991,304	
Sub-Total		87,153,099.00	68,700,641	
Acquisition of assets		3,600,000.00	85,250	
Others (specify)				
Sub-Total		3,600,000.00		
Funds pending approval				
Grand Total		90,753,099.00	68,785,891	

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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land				
Buildings and structures	750,000	-	-	750,000
Transport equipment	984,214	-	-	984,214
Office equipment, furniture and fittings	2,909,000	-	-	2,909,000
ICT Equipment, Software and Other ICT Assets	232,750	562,500.00	-	795,250
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	4,875,964	-	-	5,438,464

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

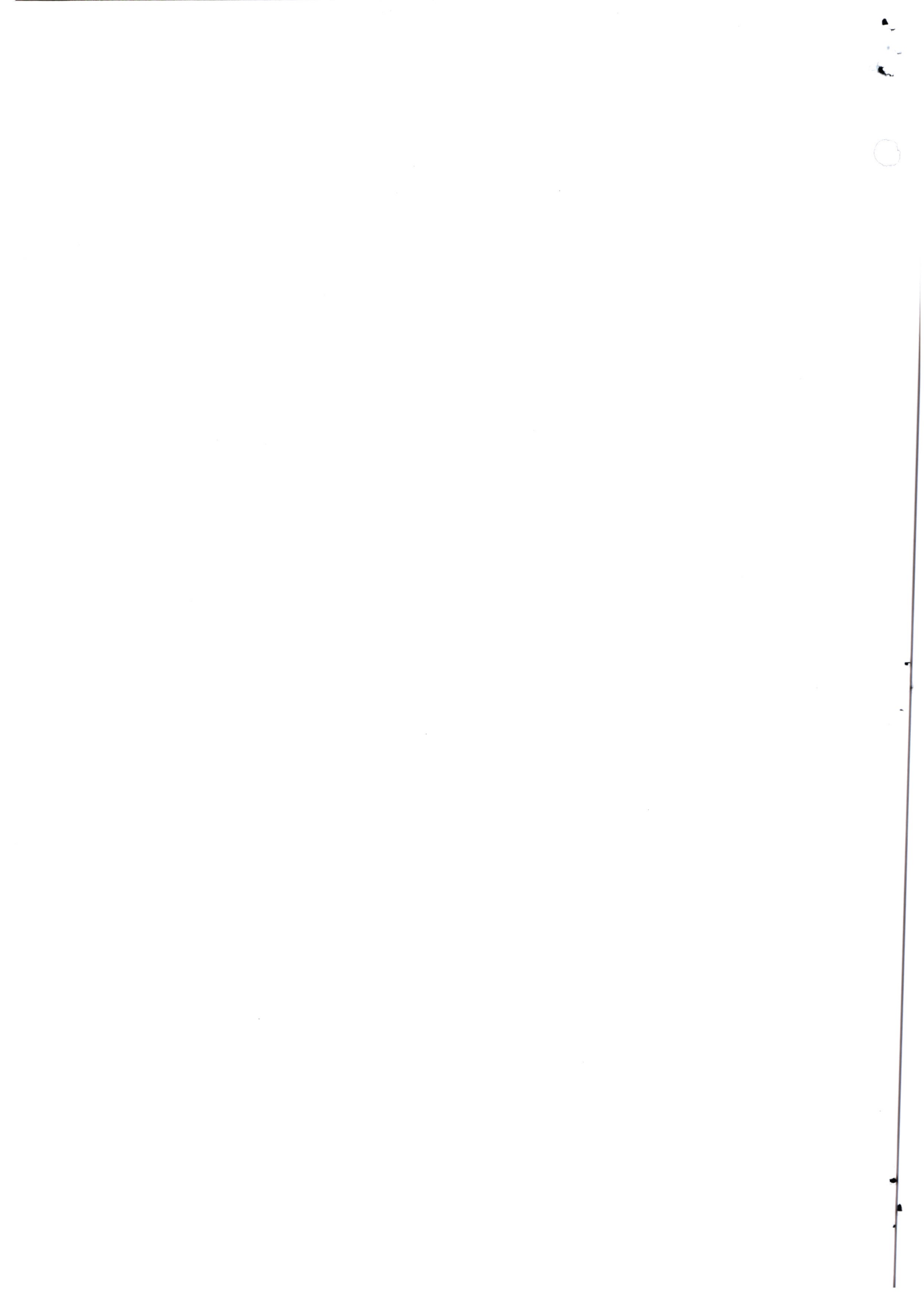
ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2021

PMC ACCOUNT	Bank	Account number	Bank Balance 2020/2021	Bank Balance 2019/20
KISHAMBA PRIMARY SCHOOL	EQUITY	790267168349		535
KITIVO PRIMARY SCHOOL	KCB	1183979606	3,275	3,275
MARIWENYI PRIMARY SCHOOL	KCB	1207199915	75	75
MWATUNGE PRIMARY SCHOOL	EQUITY	790262611336	24	24
MWAMBOTA PRIMARY SCHOOL	EQUITY	790264750972	2,356	2,356
KIGHOMBO PRIMARY SCHOOL	KCB	1208412043	4,929	4,929
ZARE PRIMARY SCHOOL	KCB	1176597256	9,004	9,005
MRUGHUA PRIMARY SCHOOL	KCB	1118978234	983	2,174
MWEMBA PRIMARY SCHOOL	KCB	1176706683	61,620	8,815
MANOA PRIMARY SCHOOL	KCB	1176836714	5,233	6,425
JOSA PRIMARY SCHOOL	KCB	112771000	866	866
MAZOLA PRIMARY SCHOOL	KCB	1208555154	69,415	398,542
MWAWACHE PRIMARY SCHOOL	KCB	1134778813	2,432,805	1,298,313
MNAMU PRIMARY SCHOOL	EQUITY	7902974333273	5,912	5,912
MGENO PRIMARY SCHOOL	EQUITY	790293408297	16,005	16,005
CHAKALERI PRE SCHOOL	CO-OPERATIVE	1139220307500	1,577	1,577
MWACHABO PRIMARY SCHOOL	KCB	1109443536	373	373
KWATEKA PRIMARY SCHOOL	KCB	1119861888	670	670
KWAMONE PRE SCHOOL	EQUITY	263540409	161	161
KISHAU PRIMARY SCHOOL	KCB	1135939071	248	374
LAGHONYI SECONDARY SCHOOL	EQUITY	790297606691	6,278	6,278
ZARE SECONDARY SCHOOL	CO-OPERATIVE	1139220327700	12,512	12,512
MWEMA SECONDARY SCHOOL	KCB	294686784	59,228	59,228
MWATATE SECONDARY SCHOOL	CO-OPERATIVE	1134220137400	3,562	3,562
KOMBOLIO SECONDARY SCHOOL	CO-OPERATIVE	1134220282000	3,575	3,575
MWAKITAU SECONDARY SCHOOL	KCB	1135306478	114,985	114,985
KITUMA SECONDARY SCHOOL	EQUITY	790299882033	77,932	77,932
MWANDANGO SECONDARY SCHOOL	KCB	223687337	42,364	42,364
MZWANENYI SECONDARY SCHOOL	KCB	294686646	20,383	20,383
MWANYAMBO SECONDARY SCHOOL	CO-OPERATIVE	1139220315300	277,002	277,002
MWATATE TECHNICAL TRAINING INSTITUTE	KCB	1171174055	610	610
MWANDISHA PRIMARY SCHOOL	KCB	1208054562	159,865	159,865
MSISINENYI PRIMARY SCHOOL	KCB	1178731014	23,528	24,719



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

BAGHAU PRIMARY SCHOOL	KCB	1204877432	23	23
MENGO PRIMARY SCHOOL	KCB	1204810087	1,186,155	1,186,155
KIDAYA-SAGHAIGHU PRIMARY	KCB	1201488028	8,073	9,265
MWACHAWAZA PRIMARY SCHOOL	KCB	1135962855	340	1,531
MANOA PRIMARY SCHOOL	KCB	1176836714	6,425	-
MWAVUNYU PRIMARY SCHOOL	KCB	1209006243	9,512	10,704
NYOLO PRIMARY SCHOOL	KCB	1131078098	350,411	244,241
MWAKALERI PRIMARY SCHOOL	KCB	117492639	10,929	10,929
CHUNGA UNGA PRIMARY SCHOOL	KCB	1202079466	314,031	315,222
MZWANENYI SEC SCHOOL	KCB	1104854554	20,383	-
ELIJAH MZAE SEC SCHOOL	KCB	1136746285	405	405
MWANGOJI SEC SCHOOL	KCB	1104864215	6,511	6,511
NGANGU SECONDARY SCHOOL	KCB	1120851556	32,689	32,881
KITAWI SEC SCHOOL	KCB	1118287215	992	2,058
MSORONGO PRIMARY SCHOOL	KCB	1233616781	30,809	47,670
MNENGWA PRIMARY SCHOOL	KCB	1253925917	440,135	446,730
BURA PRIMARY SCHOOL	KCB	1254776370	26,312	27,503
MWAKINYUNGU PRIMARY SCHOOL	KCB	1257535242	49,360	11,564
ZARE SECONDARY SCHOOL	KCB	12631114709	107,326	160,764
RONGE PRIMARY SCHOOL	KCB	1267668423	1,552	46,560
MWATATE PRIMARY SCHOOL	KCB	120896584	1,056	1,056
MWAMBIRWA ACC OFFICE	KCB	1260178943	1,049,064	1,050,255
MLUGHI PRIMARY SCHOOL	KCB	1261708121	1,737	31,055
MAMBURA PRIMARY SCHOOL	KCB	1133870775	900	1,965
KONGONI PRIMARY SCHOOL	KCB	1204954984	4,719	5,785
GODOMA CHIEFS OFFICE	KCB	1266483152	1,347	2,538
DEMBWA PRIMARY SCHOOL	KCB	1263363199	1,931,816	1,573,399
MWASERE GIRLS SEC SCHOOL	KCB	12750982558	58,098	
MNGAMA PRIMARY SCHOOL	KCB	1283024128	125,823	
NYOLO PRIMARY SCHOOL	KCB	1131078098	350,411	
WUMARI PRIMARY SCHOOL	KCB	1282902865	199,910	
MWEMBA PRIMARY SCHOOL	KCB	1176706683	61,620	
MLAMBA HIGH SCHOOL	EQUITY	790293407597	2,578	
KIGHOMBO PRIMARY SCHOOL	KCB	1208412043	701,472	
MSISINENYI ADULT & CONTINUING EDU	KCB	1279487127	63,241	
		TOTAL	10,573,520	7,790,186



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MWATATE CONSTITUENCY

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

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
MSA/NGCDF /mwatate/2016/2017	i) PMCs bank account balances not disclosed	The omitted project account balance were availed	Amina ALI FAM	Resolved	August 2019
	ii) Unsupported expenditures	Bill of quantities and minutes, bank statements available.	Amina Ali FAM	Resolved	August, 2019
	iii) Bank reconciliations, payments in cash book not in bank statement	All stale cheques were replaced and some reversed in the cashbook. The cash book has been updated	Amina Ali FAM	Resolved	August 2019
	vi) Un presented cheques	All project cheques have been presented and stale bursary cheques replaced	Amina Ali FAM	Resolved	August, 2019

