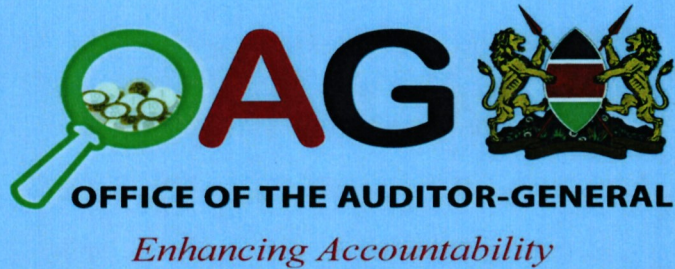


REPUBLIC OF KENYA



REPORT

THE NATIONAL ASSEMBLY

DATE: 23 NOV 2022

DAY: Wednesday

TABLED
BY:

Majority Whip

CLERK AT
THE TABLE:

Christine

PARLIAMENT
OF KENYA
LIBRARY

THE AUDITOR-GENERAL

ON

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

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



CHANGAMWE CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

3/21

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

OFFICE OF THE GOVERNOR
STATE OF NEW YORK
ALBANY

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

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*Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

*Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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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 CHANGAMWE 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	Abdulhakim Ali
2.	Sub-County Accountant	Julius Tuei
3.	Chairman NGCDFC	Khalid Kabanda
4.	Member NGCDFC	Ali Husein

(d) Fiduciary Oversight Arrangements

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

(e) CHANGAMWE Constituency NGCDF Headquarters

P.O. Box 82742-80100
Fidelity Building
Airport Road
Mombasa, KENYA

*Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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(f) CHANGAMWE Constituency NGCDF Contacts

Telephone: (254) 742636623
E-mail: cdfchangamwe@ngcdf.go.ke
Website: www.ngcdfchangamwe.go.ke

(g) CHANGAMWE Constituency NGCDF Bankers

EQUITY Bank
CHANGAMWE Branch
P.o .Box 92222-80102
MOMBASA,KENYA

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT



CHANGAMWE NGCDFC was allocated Kshs. 137,088,879 by the NG-CDF Board. Out of this amount, Kshs. 90,400,000 was disbursed to the constituency by the end of the financial year. In addition, funds relating to the previous financial years totalling Kshs. 78,367,724 were disbursed to the account during the financial year. The constituency also managed to raise Kshs. 74,000 from the sale of tender documents. In total, the Constituency received Kshs. 168,767,724 and spent Kshs. 190,588,755. The constituency was owed Kshs. 48,688,879 by the Board at the end of the financial year with a budget un-utilisation of Kshs. 79,211,493.

The NG-CDFC disbursed the funds to various PMCs upon receipt of the various AIEs and also undertook bursary disbursement in order to improve retention levels of needy students in various institutions of learning.

A key achievement that has been realised is the sponsoring of needy students joining form one who had passed well in KCPE and those who were earlier given full sponsorship the previous year by paying half their yearly school fees. Many projects have been done to completion and are in use. NG-CDFC members and PMCs have also been trained on the management of projects and correct tendering procedures embraced across the board.

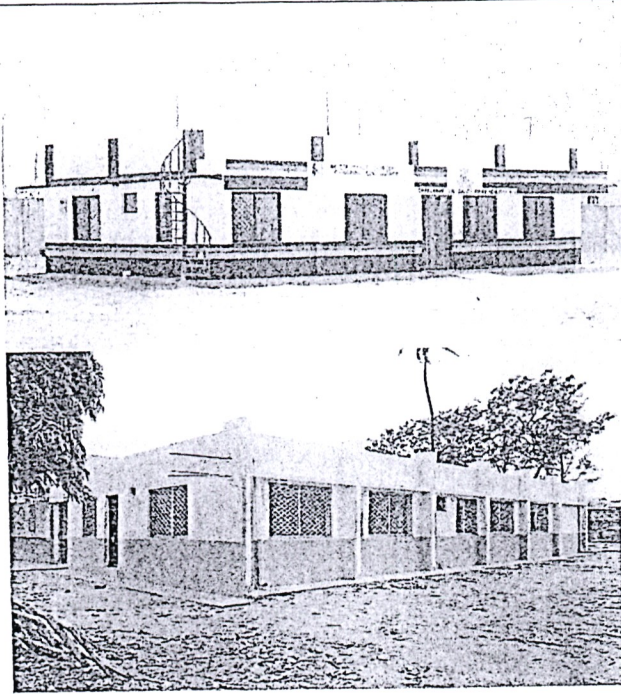


Figure 1 Sub-county Police Command Office Block & Bomu Secondary School Admin Block

However there have been emerging issues like the Covid 19 pandemic which has affected the operations of the NG-CDFC. There has also been an increase in secondary school intake which calls for more secondary school expansion projects.

The constituency has faced several challenges like adherence to health regulations due to the Covid 19 pandemic which prohibit public gatherings which is important in public participation before implementing public projects. However, the Constituency fully implemented the Covid 19 guidelines in all its meetings and Trainings and managed to implement various Projects including registration and issuance of NHIF Membership Cards to 1,400 persons. There still exist technical and bureaucracy issues influencing the implementation of NG-CDF Projects. There have been delays in disbursement of funds from Board level to constituency level. However, we have seen improvement during the last quarter of the financial year. The constituency is also experiencing delays in Bill of Quantities preparation and project drawings by Public works due to shortage of staff. We rely on works officer attached to the County government. Main challenge in the Constituency remains the availability of both Public and Private land with rightful ownership documents. Other issue affecting the project implementation process is the general attitude of the public who have not clearly understood the difference between national government and county devolved roles.

The NG-CDFC is however grateful that the constituency has undertaken many projects from previous financial years which had delayed but we are hopeful that funds shall be disbursed by the NG-CDF Board in a timely manner to enable timely implementation of projects.

We hope that we shall perform better in the next financial year.

Signature

A handwritten signature in black ink, consisting of a vertical line on the left, a loop, and a horizontal stroke extending to the right.

CHAIRMAN NGCDF COMMITTEE

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 *changamwe Constituency 2018-2022* plan are to:
(Enumerate all the objectives of the constituency as per the Strategic Plan)

Strategic Objective 1: To continue mobilization of more resources for community development

Strategies -Seek additional funding from: Government Ministries and organizations for specific projects e.g. Ministry of Health to fund some dispensaries, Ministry of Water and Irrigation to fund some water projects; International Development Partners; Private Sector; Community Based Organizations; and the Civil Society. The Youth, Women and Uwezo Funds will also be sought to assist in promoting the Youth, Women and Jua Kali programs in the constituency.

Strategic Objective 2: To improve school performance in national examinations. Strategies – Ensure 100% transition from primary to secondary school, and by more than 30% in admission of secondary school graduates to national universities. This will be achieved through; Improvement of school management, adequately equips schools with relevant resources and facilities, and increase school supervision. Create incentives for motivation of the academic fraternity. Increase bursary allocations to bright students from humble background. Below is a table showing Bursary allocation in CHANGAMWE Constituency.

Strategic Objective 3: To increase youth and women participation in development. Strategies: establish the Youth and Women forums in the constituency to address their welfare and involvement in the constituency's development; establish and support existing youth empowerment center's; provide schools with the necessary sports facilities; establish economic projects to boost household incomes; encourage the application of modern business practices for SMEs and youth groups by giving them e-commerce platform to boost their sales and market their products and services online. Enlighten the youth on how to register companies so as to take advantage of the 30% procurement opportunities meant for youth, women and persons with disabilities hence creating employment.

Strategic Objective 4: To build capacity of the community to implement development projects. Strategies: provide funds for training and benchmarking for CDFC members and other stakeholders involved in the implementation of the constituency programs and projects; identify and select people with the potential for undertaking entrepreneurship skills and knowledge; facilitate the provision of relevant skills and knowledge for identified and selected viable projects that have high business potential; create community development coordination unit at the constituency office; and create incentives in the form of awards and rewards for self- employment. Come up with training programs to build capacity for SME's, skilled and unskilled labour force and Self-help groups so that they can have a sustainable livelihood.

Strategic Objective 5: to improve security in the Constituency. Strategies: create, promote and sustain community policing programs in the constituency; profile crime trends to determine the status of security in the constituency, and in consultation with stakeholders, prioritize locations for the police posts/ security installations; and establish more and sufficiently equipped and staffed security installations with sufficient work force and mobility. Install more streetlights in different wards and where it's regarded as hotspot for crimes.

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Strategic Objective 6: To improve sports facilities and engage youth with sport in the constituency. Strategies: Rehabilitate the existing sports ground in the community and public schools, by improving their playing surfaces and erecting floodlights, thus enabling youths to train even at night. Build at least two sports complex with state of the art facilities to promote the development of sports from young ages and promote sports tourism in our constituency. Build an indoor facility at CHANGAMWE Social Hall grounds to cater for indoors games, like basketball, volleyball, netball, handball, boxing etc. and kids' development programs with mini pitches and changing rooms. These will promote the growth of sports holistic in the constituency. Strategic Objective 7: To improve and protect our environment. Strategies: Create awareness and capacity sensitization for people to care for the environment and keep it clean all the time. Plant trees in public institutions and construct gabions where gully erosion has occurred. Water harvesting to be implemented in all public institutions in order to address water shortage in the institutions

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school To improve performance	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- Number of usable physical infrastructure build in primary, secondary, and tertiary institutions number of bursary beneficiaries at all levels	In FY 20/201 - we constructed anew school changame girls Secondary. - We renovated 32 classrooms in mwijabu, St Lwanga, Kipevu & Magongo Primary School - 150 top performing students received half sponsorship of their yearly school fees and more than 5000 student received bursary
Security	Improve the infrastructure of the National Government Administration Equip and facilitate the National Police service	Develop and enhance the National government administrations and National police service infrastructure to enhance service delivery	- Number of physical infrastructure built	- Sub-County Police Headquarters we supply furniture CHANGAMWE E police station Airport and portreiz Chiefs Office built in Kipevu and airport Ward

*Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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Environment	Conserve environment through sustainable resources	Construct gabions to prevent mudslides and soil erosion	Number of gabions constructed	60 gabions baskets installed in Kalahari village
Disaster Management	Utilization of emergency funds to mitigate disasters	Construction of toilet	Number of toilet built	Toilet constructed at changamwe Primary School

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

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

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.

2. Environmental performance
3. NG-CDF CHANGAMWE has taken a front role in the protection and conservation of our environment. The constituency has seen environmental programs like planting of trees

in all public institutions. Several clean up exercises have been organised by management throughout the various locations.

4. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Changamwe 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. Changamwe 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-

CHANGAMWE 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

6. Community Engagements-

CHANGAMWE 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

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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.

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

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

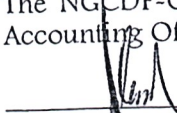
The Accounting Officer in charge of the NGCDF-Changamwe Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021. 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-Changamwe 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- Changamwe Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

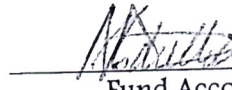
The Accounting Officer in charge of the NGCDF Changamwe Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used 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-Changamwe Constituency financial statements were approved and signed by the Accounting Officer on _____ 2021.

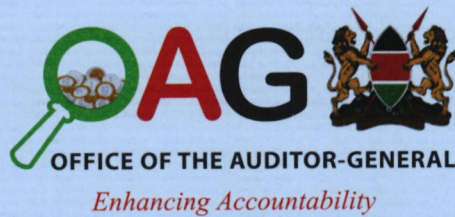


Chairman NGCDF Committee
Name:



Fund Account Manager
Name:

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - CHANGAMWE 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 the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance, which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment, and the internal controls developed and implemented by those charged with governance for orderly, efficient, and effective operations of the entity.

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Changamwe Constituency set out on pages 16 to

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

46, which comprise of the statement of assets and liabilities as at 30 June, 2021, and the statement of receipt and payments, statement of cash flows and the summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with 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 - Changamwe 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 Withdrawals

The statement of financial performance reflects transfers to other government entities of Kshs.90,475,981 as disclosed in Note 6 to the financial statements. The amount includes transfers of Kshs.28,410,512 to secondary schools out of which unexplained and unsupported withdrawals of Kshs.5,517,776 were made from Changamwe Girls Secondary School project bank account between 20 May, 2021 and 25 June, 2021.

In the circumstances, the accuracy and completeness of transfers to secondary schools of Kshs.5,517,776 could not be confirmed.

The audit was conducted in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Changamwe Constituency Management in accordance with ISSAI 130 on the 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 during the year under review.

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.269,096,249 and Kshs.223,081,370 respectively resulting to an under-funding of Kshs.46,014,879 or 17 % of the budget. Similarly, the Fund expended an amount of Kshs.190,558,756 against an approved budget of Kshs.269,096,249

resulting to an under-expenditure of Kshs.78,537,493 or 29% of the budget. However, the statement reflects under-expenditure of Kshs.79,211,493 resulting to an unexplained variance of Kshs.674,000.

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

2. Unresolved Prior Year Matters

In the audit report of 2019/2020 financial year, several issues 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, the Management has not resolved the issues or given any explanation for the failure to adhere to the provisions of the Public Sector Accounting Standards Board templates.

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 the 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. Failure to Construct Constituency Development Fund Office

The statement of receipts and payments reflects the acquisition of assets of Kshs.15,000,000 as disclosed in Note 8 to the financial statements. The amount relates to the construction of the Changamwe Constituency Development Fund office which had accumulated to Kshs.25,477,095 as at 30 June, 2021. However, audit inspection conducted in April, 2022 revealed that the project had not started.

In the circumstances, value for money was not realised on the Kshs.25,477,095 set aside for the project.

2. Failure to Construct Perimeter Wall

The statement of receipts and payments reflects transfers to other government units of Kshs.90,475,981 as disclosed in Note 6 to the financial statements. The amount includes transfers of Kshs.9,677,027 to tertiary institutions out of which Kshs.5,000,000 was transferred to Ahmed Mwidani Technical Training Institute on 06 April, 2021 for construction of a perimeter wall. However, as at the time of audit inspection in April, 2022, the project had not started and no explanation was provided for the delay.

In the circumstances, value for money was not realised on the Kshs.5,000,000 transfers to other government units.

3. Delayed Implementation of Projects

The statement of receipts and payments reflects transfers to other government units of Kshs.90,475,981 as disclosed in Note 6 to the financial statements. The amount includes Kshs.28,410,512 transfers to secondary schools out of which Kshs.5,699,750 for purchase of Bomu Secondary School bus and Kshs.9,246,410 for construction of a 90-capacity twin laboratory with storey building foundation and concrete roof slab to completion had not been utilized. In addition, procurement processes had not begun by April, 2022.

In the circumstances, value for money was not realised in the Kshs.14,946,160 transfers to other government units.

4. Irregular Issuance of Imprests

The statement of receipts and payments reflects use of goods and services of Kshs.10,289,179 as disclosed in Note 5 to the financial statements. The amount includes Kshs.2,927,000 in respect of other committee expenses out of which cash advances of Kshs.191,000 were issued without formal applications for imprests through imprest warrants. This was contrary to Regulations 91(2) of the Public Finance Management (National Government) Regulations, 2015 which states that the officer authorized to hold and operate an imprest shall make formal application for the imprest through an imprest warrant.

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 controls, risk management and overall governance were

operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability 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 governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in

compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

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

Because of its inherent limitations, internal 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 policies and procedures may deteriorate.

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

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

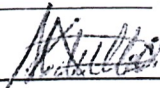
23 September, 2022

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

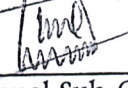
VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	168,767,724	114,725,876
Proceeds from Sale of Assets	2	—	—
Other Receipts	3	<u>674,000</u>	<u>114,047</u>
TOTAL RECEIPTS		169,441,724	114,839,923
PAYMENTS			
Compensation of employees	4	2,633,824	2,297,840
Use of goods and services	5	10,289,179	6,265,301
Transfers to Other Government Units	6	90,475,981	69,978,897
Other grants and transfers	7	71,663,972	18,409,454
Acquisition of Assets	8	15,000,000	207,586
Other Payments	9	<u>495,800</u>	
TOTAL PAYMENTS		190,558,756	97,159,078
SURPLUS/(DEFICIT)		<u>(21,117,032)</u>	<u>17,680,845</u>


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-CHANGAMWE Constituency financial statements were approved on _____ 2021 and signed by:



Fund Account Manager
Name: ABULHAKIM ALI



National Sub-County
Accountant
Name: JULIUS TUEI
ICPAK M/No: 20618



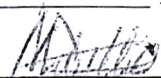
Chairman NG-CDF
Committee
Name: KHALID KABANDA

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

VIII. STATEMENT OF ASSETS AND LIABILITIES

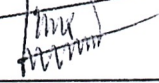
	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	32,522,614	53,639,646
Cash Balances (cash at hand)	10B		
Total Cash and Cash Equivalents		32,522,614	53,639,646
Accounts Receivable			
Outstanding Imprests	11	–	–
TOTAL FINANCIAL ASSETS		32,522,614	53,639,646
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	–	–
Gratuity	12B	–	–
TOTAL FINANCIAL LIABILITES			
NET FINANCIAL ASSETS		32,522,614	53,639,646
REPRESENTED BY			
Fund balance b/fwd	13	53,639,646	33,058,594
Prior year adjustments	14	–	2,900,207
Surplus/Deficit for the year		(21,117,032)	17,680,845
NET FINANCIAL POSITION		32,522,614	53,639,646

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-CHANGAMWE Constituency financial statements were approved on _____ 2021 and signed by:



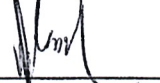
Fund Account Manager

Name: ABDULHAKIM ALI



National Sub-County
Accountant

Name: JULIUS TUEI
ICPAK M/No: 20618



Chairman NG-CDF
Committee


Name: KHALID KABANDA

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

STATEMENT OF CASHFLOW


		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	168,767,724	114,725,876
Other Receipts	3	674,000	114,047
Total receipts		169,441,724	114,839,923
Payments for operating activities			
Compensation of Employees	4	2,633,824	2,297,840
Use of goods and services	5	10,289,179	6,265,301
Transfers to Other Government Units	6	90,475,981	69,978,897
Other grants and transfers	7	71,663,972	18,409,454
Other Payments	9	495,800	-
Total payments		175,558,756	96,951,492
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	-	2,900,207
Net cash flow from operating activities		(6,117,032)	20,788,638
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(15,000,000)	(207,586)
Net cash flows from Investing Activities		(15,000,000)	(207,586)
NET INCREASE IN CASH AND CASH EQUIVALENT		(21,117,032)	20,581,052
Cash and cash equivalent at BEGINNING of the year	10	53,639,646	33,058,594
Cash and cash equivalent at END of the year		<u>32,522,614</u>	53,639,646

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-CHANGAMWE Constituency financial statements were approved on _____ 2021 and signed by:




Fund Account Manager

Name: ABDULHAKIM ALI



National Sub-County
Accountant

Name: JULIUS TUEI
ICPAK M/No: 20618



Chairman NG-CDF
Committee

Name: KHALID KABANDA

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

IX. SUMMARY STATEMENT OF APPROPRIATION

Receipts/Payments	Original Budget		Adjustments		Final Budget c=a+b	Actual on comparable basis D	Budget utilization difference e=c-d	% of Utilization f=d/c %
	A	B	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
RECEIPTS								
	2020/2021				2020/2021	30/06/2021		
		Kshs		Kshs	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	53,639,646	78,367,724		269,096,249	222,407,370	46,688,879	83%
Proceeds from Sale of Assets								
Other Receipts						674,000	(674,000)	
TOTALS	137,088,879	53,639,646	78,367,724		269,096,249	223,081,370	46,014,879	83%
PAYMENTS								
Compensation of Employees	4,293,333	1,384,405	1,488,088		7,165,826	2,633,824	4,532,002	37%
Use of goods and services	8,071,666	2,689,343	4,237,407		14,998,416	10,289,179,	4,709,237	70%
Transfers to Other Government Units	50,135,310	11,359,154	36,461,217		97,955,681	90,475,981	7,479,700	97%
Other grants and transfers	74,588,570	22,368,397	36,181,012		133,137,979	71,663,972	61,774,007	54%
Acquisition of Assets		15,000,000			15,000,000	15,000,000		100%
Other Payments		514,000			514,000	495,800	18,200	10%
Funds pending approval**		324,347			324,347		998,347	
TOTALS	137,088,879	53,639,646	78,367,724		269,096,249	190,558,756	79,211,493	71%

***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.*



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

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]

(b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]

i. There were delay of transfer of funds from board and also the covid 19 pandemic

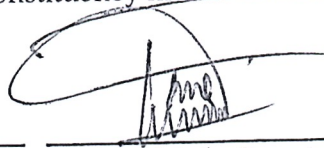
(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported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

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	79,211,493
Less undisbursed funds receivable from the Board as at 30 th June 2021	(46,688,879)
	32,522,614
Add Accounts payable	—
Less Accounts Receivable	—
Add/Less Prior Year Adjustments	—
Cash and Cash Equivalents at the end of the FY 2020/2021	32,522,614

The NGCDF-CHANGAMWE Constituency financial-statements were approved on _____ 2021 and signed by:



Fund Account Manager
Name: ABDULHAKIM ALI



National Sub-County
Accountant
Name: JULIUS TUEI
ICPAK M/No: 20618



Chairman NG-CDF Committee
Name: KHALID KABANDA



X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget		Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization Difference
	2020/2021	Kshs	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
1.0 Administration and Recurrent							
1.1 Compensation of employees	4,293,333		1,384,406	148,808	7,165,827	2,633,824	4,532,003
1.2 Committee allowances	1,272,000		670,000	548,000	2,490,000	797,290	1,692,710
1.3 Use of goods and services	2,678,000		542,388	168,375	4,388,713	4,036,589	352,124
2.0 Monitoring and evaluation							
2.1 Capacity building	1,200,000		641,006	1,500,000	3,341,006	1,911,800	1,429,206
2.2 Committee allowances	2,851,666		836,000	900,000	4,587,666	3,513,500	1,074,166
2.3 Use of goods and services	70,000			121,032	191,032	30,000	161,032
3.0 Emergency							
3.1 Primary Schools	2,500,000				2,500,000	2,500,000	
3.2 Secondary schools							
3.3 Tertiary institutions							
3.4 Security projects							
3.5 unutilized	4,692,207				4,692,207		4,692,207
4.0 Bursary and Social Security							
4.1 Primary Schools							
4.2 Secondary Schools	23,286,108		2,014,607	16,866,303	42,167,018	23,631,000	18,536,018
4.3 Tertiary Institutions	15,000,000		2,935,439	16,067,354	34,002,793	22,860,340	11,142,453
4.4 special needs	500,000		1,000,000	500,000	2,000,000	763,000	1,237,000
4.5 Social Security	9000,000		1,16,289,655		1,25,289,655	8,400,000	16,889,655

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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
5.0 Sports						
5.1	2,747,778			2,747,778		2,747,778
5.2						
5.3						
6.0 Environment						
6.1			2,747,354	2,747,354	2,747,354	
6.2	2,747,778			2,747,778	2,747,778	
6.3						
7.0 Primary Schools Projects (List all the Projects)						
7.1 magongo primary	5,000,000	153000	1,200,000.00	6,200,000	6,200,000	
Magongo primary	1,000,000			1,000,000	1,000,000	
7.2 magongo primary	5,000,000		150,000.00	5,150,000	5,150,000	
7.3 chaani primary		132000		132000	132000	
Chaani primary	4,500,000			4,500,000	4,500,000	
7.4 mwijabu primary	125,000			125,000	125,000	
7.5 mwijabu primary	132,000			132,000	132,000	
Mwijabu primary	2,700,000		2,028,241.38	4,728,241	2,028,241	2,700,000
7.6 gome primary		132000		132000	132000	
Gome primary	125,000		150,000.00	275,000	150,000	125,000
7.7 gome primary	4,000,000		4,500,000.00	8,500,000	8,500,000	
7.8 umoja primary	750,000			750,000	750,000	
7.9 umoja primary		132000		132,000	132,000	
Umoja primary	900,000		150,000.00	1,050,000	1,050,000	
7.10 st. Lwanga primary						

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.11 st. Lwanga primary	125,000			125000		125000
7.12 kipevu primary	3,000,000		5,000,000.00	8000000	5000,000	3000000
7.13 mwingo primary	5,500,000		247,500.00	5747500	5747500	
7.14 mwingo primary	293,700	400,000		693800	400000	293800
7.15 migadini primary	248,700			248700	248700	
7.16 migadini primary	144,000			144000	144000	
7.17 mikadini primary			4,500,000.00	4500000	4500000	
7.18 mikadini primary			800,250.00	800250		800250
7.19 kwahola primary			150,000.00	150000	150000	
Kwahola primary		132000		132000	132000	
7.20 changamwe primary			5,000,000.00	5000000	5000000	
Changamwe primary		132000		132000	132000	
7.21. bomu primary		500,000	150,000		650000	
Bomu primary		150000		150000	150000	
8.0 Secondary Schools Projects (List all the Projects)						
8.1 airport secondary	6,706,000	750,000	1,000,000	8456000	8456000	
8.2 airport secondary	223,600	1,998,393		2221993	2221993	
8.3 changamwe girls	9,246,410	750,000		9996410	9996410	
8.4changamwe girls	271,000			271000		271000
8.5 chaani secondary	115,600	225,000		340600	225000	115600
8.6 bomu secondary	161,200	225,000	5,699,750	6085950	6085950	

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
8.7 changamwe secondary		225,000	785,475	960475	960475	
8.8 st. Lwanga secondary		225,000		225000	225000	
8.9 mwijabu secondary		239,683		239683	239683	
8.10 khamisi high		49,050		49050		49,050
9.0 Tertiary institutions Projects (List all the Projects)						
9.1 ahmed tti			5,000,000	5000,000	5000000	
9.2 changamwe youth resource			4,677,027	4677027	4677027	
9.3						
9.4						
10.0 Security Projects						
10.1 portreiz chief office	5,500,000			5500000	5500000	
10.2 ebomu police booth	6000000			6000,000		6000000
10.3 chaani chief office	100,200			100200	100200	
10.4 changamwe chief office	100,200			100200		100200
10.5 kipevu chief office	161,200			161200	161200	
10.6 airport chief office	100,200			100200	100200	
10.7 Changamwe police station	957,300			957300	957300	
10.8 sub-county headquarters	1,195,600			1195600	1195600	
10.9 DO'S office		22000		22000		22000
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment		15,000,000		15000000	15000000	

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Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization Difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
11.4 Purchase of computers						
11.5 Purchase of land						
12.0 Others		514,000		514000	495800	18200
12.1 Strategic Plan						
12.2 Innovation Hub						
12.2						
Funds pending approval**						
AIA		324347		324347		324,347
AIA						
PMC savings						
13.0 roads						
Magongo Soweto		86,695		86695	86695	
14.0 water						
Water		20,000		20000	20000	
Total	137,088,880	53,639,646	78,367,724	269,096,250	190,558,755	79,211,495

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

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

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Transfers from the National Government Constituency Development Fund (NG-CDF)
Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance



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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

In-kind contributions are donations that are made to the constituency in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably 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



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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 11TH June 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

*Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO B096912	1	9,000,000	xx
AIE NO B124740	2	3,000,000	xx
AIE NO B124910	3	8,500,000	xx
AIE NO B124820	1	69,367,724	
AIE NO B132111	2	6,000,000	
AIE NO B128056	3	6,900,000	
AIE NO B128366		10,000,000	
AIE NO B119765		12,000,000	
AIE NO B138779		12,000,000	
AIE NO B140510		13,000,000	
AIE NO B126074		8,000,000	
AIE NO B126364		11,000,000	
AIE NO B047385			4,000,000
AIE NO B041260			18,000,000
AIE NO B104189			10,000,000
AIE NO B104214			900,000
AIE NO B104120			54,825,876
AIE NO B104258			17,000,000
AIE NO B096545			10,000,000
TOTAL		168,767,724	114,725,876

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	-	-



**Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	—	—
Rents	—	—
Receipts from sale of tender documents	74,000	102,000
Hire of plant/equipment/facilities	—	—
Unutilized funds from PMCs	600,000	12,047
Other Receipts Not Classified Elsewhere	—	—
Total	674,000	114,047

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,863,404	1,524,080
Personal allowances paid as part of salary		
House Allowance	296,180	300,000
Transport Allowance	234,000	252,000
Other personal payments(medic)	156,000	168,000
Gratuity to contractual employees	—	—
Employer Contributions Compulsory national social security schemes	84,240	53,760
Total	2,633,824	2,297,840

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Fuel and lubricants	498,000	255,172
Utilities, supplies and services	86,110	74,830
Communication, supplies and services	149,260	75,590
Domestic travel and subsistence	644,800	84,000
Printing, advertising and information supplies & services	38,650	14,046
Rentals of produced assets	557,900	172,000
Training expenses	1,911,800	—
Hospitality supplies and services	259,892	42,315
Other committee expenses	2,927,000	2,301,500
Committee allowance	874,000	839,000
Insurance costs	243,149	—
Bank services commission and charge	26,290	8,940
Office and general supplies and services	311,058	215,043
Other operating expenses	—	—
Routine maintenance – vehicles and other transport equipment	188,670	151,635
Routine maintenance – other assets	955,350	58,700
Electricity	17,250	12,150
Office rent	600,000	1,960,000
Total	10,289,179	6,265,301

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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)	52,388,441	16,780,818
Transfers to secondary schools (see attached list)	28,410,512	48,198,079
Transfers to tertiary institutions (see attached list)	9,677,027	5,000,000
TOTAL	90,475,981	69,978,897

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	23,631,000	6,453,100
Bursary – tertiary institutions (see attached list)	22,860,340	1,285,000
Bursary – special schools (see attached list)	763,000	134,000
Mock & CAT (see attached list)	–	–
Social Security programmes (NHIF)	8,400,000	–
Security projects (see attached list)	8,014,500	4,020,000
Sports projects (see attached list)	–	2,747,354
Environment projects (see attached list)	5,495,132	–
Emergency projects (see attached list)	2,500,000	3,770,000
Total	71,663,972	18,409,454

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	—	—
Construction of Buildings	15,000,000	—
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	—	—
Purchase of ICT Equipment, Software and Other ICT Assets	—	207,586
Purchase of Specialized Plant, Equipment and Machinery	—	—
Rehabilitation and Renovation of Plant, Machinery and Equip.	—	—
Acquisition of Land	—	—
Acquisition of Intangible Assets	—	—
Total	15,000,000	207,586

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	495,800	—
ICT Hub	—	—
	495,800	—

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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
Equity bank , a/c no 120026040478	32,522,614	53,639,646
Total	32,522,614	53,539,646
10B: CASH IN HAND		
Location 1	—	—
Location 2	—	—
Location 3	—	—
Other Locations (<i>specify</i>)	—	—
Total	—	—
<i>[Provide cash count certificates for each]</i>		

Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
Name of Officer	dd/mm/yy	–	–	–
Name of Officer	dd/mm/yy	–	–	–
Name of Officer	dd/mm/yy	–	–	–
Name of Officer	dd/mm/yy	–	–	–
Name of Officer	dd/mm/yy	–	–	–
Name of Officer	dd/mm/yy	–	–	–
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]

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13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	53,639,646	33,058,594
Cash in hand	—	—
Imprest	—	—
Total	53,639,646	33,058,594

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	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>)	2,900,207	—	—
TOTAL	2,900,207	—	—

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

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING 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 – 2019	2018 – 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	—	—

**Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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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	300,000	300,000
	300,000	300,000

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	–	–
Others (<i>gratuity</i>)	1,399,237	1,399,237
	1,399,237	1,399,237

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	4,532,002	3,249,452
Use of goods and services	4,709,237	6,816,671
Amounts due to other Government entities (see attached list)	7,479,700	36,285,201
Amounts due to other grants and other transfers (see attached list)	61,474,007	62,448,052
Acquisition of assets	–	14,796,121
Others	–	4,677,027
Strategic plan	18,200	514,000
Funds pending approval	998,347	312,300
	79,211,493	129,098,824



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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)	140,088,578	87,575,950
	140,088,578	87,575,950

Handwritten marks and symbols in the top right corner, including a small grid-like pattern and some illegible characters.



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.	600,000	1 st July 2020	300,000	300,000	The management paid after financial year.
11.					
12.					
Sub-Total					
Grand Total	600,000			300,000	

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1.				
2.				
3.				
	Sub-Total			
	Grand Total			

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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		4,532,002	3,249,452	
Use of goods & services		4,709,237	6,816,671	
Amounts due to other Government entities		7,479,700	36,285,201	
Sub-Total		16,720,939	46,351,324	
Amounts due to other grants and other transfers		61,474,007	62,448,052	
Sub-Total		61,474,007	62,448,052	
Acquisition of assets			14,769,121	
Others (ict hub)			4,677,027	
Strategic plan		18,200	514,000	
Sub-Total		18,200	19,960,148	
		998,347	312,300	
Funds pending approval		79,211,493	129,107,164	
Grand Total				

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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	10637931			10637931
Transport equipment	5250616			5250616
Office equipment, furniture and fittings	556148			556148
ICT Equipment, Software and Other ICT Assets	563096	921800		1484896
Other Machinery and Equipment	135000			135000
Heritage and cultural assets				
Intangible assets				
Total	17142791			18064591

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

ANNEX 5: PMC ACCOUNT BALANCE

Account Name	Bank	Account Number	2019/20	2020/21
Changamwe NG-CDF Sports	Equity	1200270982125	1,810,609.00	351,604.00
Mikadini Primary School	Equity	1200266908696	810,264.90	4,798,061.00
Gome Primary School	Equity	1200269370984	307,431.00	2,335,672.00
Kwahola Primary	Equity	1200266821577	219,214.90	188,551.00
Portreitz School for the Physically Handicapped	Equity	1200266876422	1,827.90	1,827.90
St. Lwanga Primary School	Equity	1200266876167	19,456.50	235,101.00
Kwa Omar Mwadunyo road	Equity	1200266825492	158,623.44	13,715.44
Magongo Soweto Road	Equity	1200263612956	665.00	665.00
Bomu Primary School	Equity	1200262576094	296,180.77	269,725.00
Changamwe Primary School	Equity	1200299363474	90,673.00	563,884.00
Mwijabu Primary School	Equity	1200262553498	1,395.00	5,207,081.00
Portreitz Primary School	Equity	1200262544690	249,780.00	249,780.00
St. Lwanga Full Primary School	Equity	1200262556674	3,770.00	3,770.00
Umoja Primary School	Equity	1200299367342	2,561,824.67	4,808,989.00
Portreitz District Hospital	Equity	1200262183698	180,523.00	463.00
Chaani Secondary School	Equity	1200262741593	2,520.00	227,520.00
Environment	Equity	1200273294142	595,144.70	341,983.00
Mlolongo Water	Equity	1200273125179	6,224.10	6,224.00
Chaani Police Post	Equity	1200273215909	32,844.00	133,044.00
Changamwe Chiefs Office Project	Equity	1200272803837	630.00	630.00
Magongo Primary School	Equity	1200266849982	24,677.30	1,072,127.00
Kipevu Primary School	Equity	1200299291539	328,414.04	5,168,745.00
Chaani Primary School	Equity	1200262600306	0	5,132,327.00

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

St. Charles Lwanga secondary school CDF project ac.	Equity	1200262754244	13,072,800.45	13,072,800.45
Magongo Primary School	Equity	1200262562058	0	2,859,286.00
Changamwe ng-cdf office project	Equity	1200277786196	10,477,094.50	25,477,094.50
Changamwe Ng-CDF footbridge Project	Equity	1200271580382	39,055.00	39,055.00
Airport Chief's office Project	Equity	1200278570840	5,499,487.00	426,526.00
Secondary School Desk project	Equity	1200277748003	42,500.00	42,500.00
Changamwe Police Station	Equity	1200272845755	962,487.00	24,326.50
School desk project	Equity	1200270613448	6,627.00	6,627.00
Kagera, Changamwe, Hodi and Kalahari Project	Equity	1200274229592	418,657.00	19,821.60
Floodlights Ng -cdf Project Ac.	Equity	1200276627996	220.00	220.00
Kipevu Chief's Office	Equity	1200273112273	487,186.00	403,566.00
Mwijabu Secondary School	Equity	1200260621108	18,996.00	258,679.00
Bomu Secondary School	Equity	1200278643958	1,326,774.00	6,682,874.00
Changamwe Secondary School	Equity	1200298187384	3,582,580.00	577,897.00
AS Mwidani PMC Account	Equity	1200278983143	379,390.00	5,066,210.00
Airport Primary School CDF Project	Co-operative	01141619394600	10,399,583.00	10,399,583.00
Bomu Secondary School CDF Project	Co-operative	01141619355800	24,540	24,540
Airport Secondary School CDF Project	Co-operative	01141619394600	7,902,947.00	1,738,813.60
Airport Secondary School	Equity	1200279674341	8,469,467.00	14,717,945.00
Hodi, Kagera, Kipevu Matangani	Equity	1200279811548	1,370,000.00	582,837.50
Emergency Covid	Equity	1200279958824	500,000.00	247.50
Changamwe Girls Secondary Schhol	Equity	1200279524780	7,441,368.00	12,013,673.00
Mwingo Primary School	Equity	1200279071660	7,451,500.00	5,956,851.75

*Changamwe Constituency National Government Constituencies Development Fund (NGCDF)
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Changamwe Youth Resource Centre	Equity	1200280166324	-	3,113,994.00
Sub-county Headquarters	Equity	1200280730837	-	4,690.00
Portreitz Chief's Office	Equity	1200280805051	-	5,466,430.00
Total			87,575,949.00	140,088,578



PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	Receipt in bank statement not recorded in cashbook of 31500	This included cash deposit 29,000 from sale of tender had not yet been added and bursary cheque of 2500 which was debited then credited	Not resolved	
	Stale cheque bank reconciliation statements reflect stale cheque ksh 185,361 that has not been written back to cashbook	The stale cheques were reversed and issued to new beneficiary on January 2019	Not resolved	
	Bank reconciliation statements reflect banks charge of 76,600 that were treated as reconciling item instead of being expensed in the year	The bank charged have been approve and discharged on account	Not resolved	

