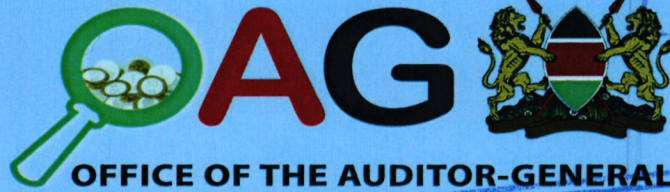


REPUBLIC OF KENYA



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: 23 FEB 2022 DAY: wed

TABLED BY: The majority whip
Hon E. Wanjumbe

CLERK-AT THE-TABLE: Benson Indiga

REPORT

OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2020**





Revised Template 30th June 2020



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND -NYALI CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2020

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

RECEIVED
MAY 10 1964
U.S. DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
DENVER, COLORADO

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

Reports and Financial Statements

For the year ended June 30, 2020

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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) NYALI CONSTITUENCY

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) NYALI CONSTITUENCY

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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.

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2020 and who had direct fiduciary responsibility were:

N	Designation	Name
o		
1.	A.I.E holder	Stella Tayo
2.	Sub-County Accountant	Peter Kamande
3.	Chairman NGCDFC	Rahma Dalacha
4.	Member NGCDFC	Boniface Munyifwa

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF NYALI Constituency Headquarters

P.O. Box 31-80122
NG-CDF Nyali Building
Kongowea Chiefs Camp
Kengeleni, Mombasa. Kenya.

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For the year ended June 30, 2020

(f) NGCDF NYALI Constituency Contacts

E-mail: cdfnyali@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF NYALI Constituency Bankers

EQUITY BANK
Kengeleni
P.O BOX 155-80122
Kengeleni.
Account Number:1140261189476

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

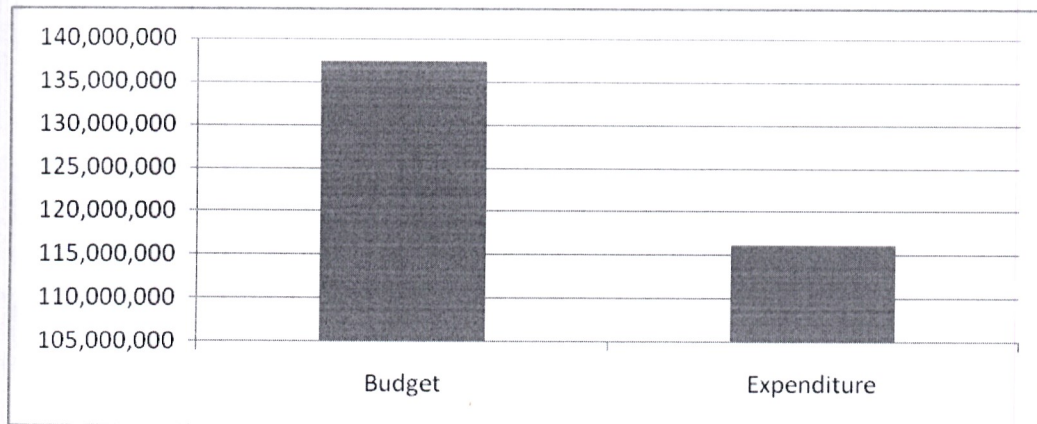
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) NYALI CONSTITUENCY

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

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

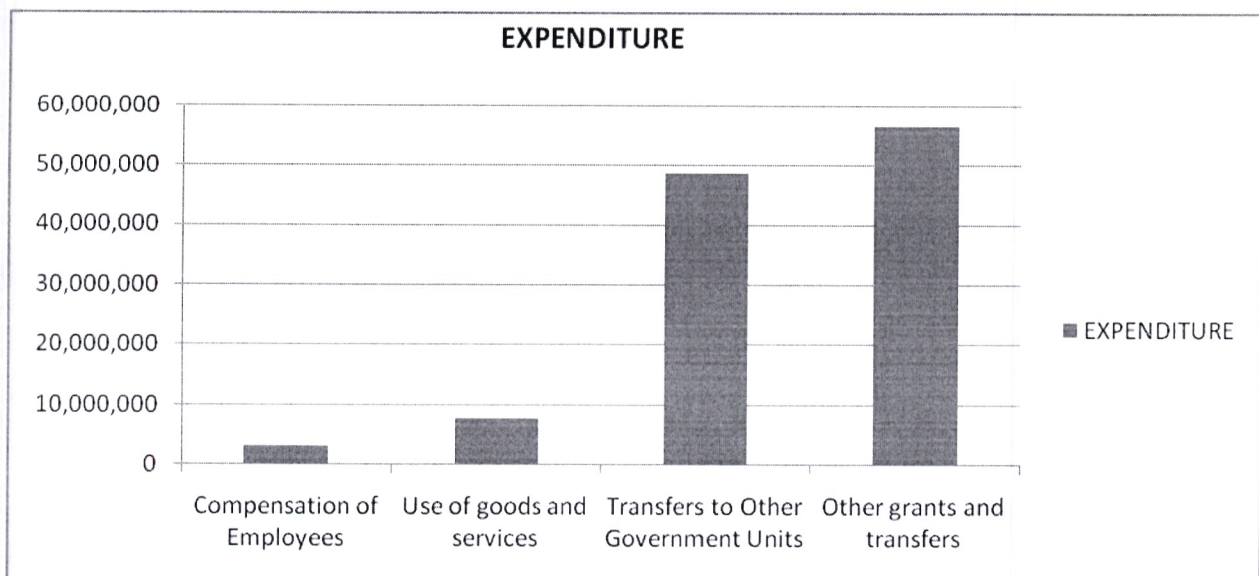
II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

NG-CDF Nyali was allocated Kshs.137,367,724 in Financial Year 2019/2020. The total Budget to be spent in Financial year 2019/2020 including the funds not received from NG-CDF Board other receipts and balance brought forward totalled to Kshs.203,436,994. Total Expenditure for the Financial Year totalled to Kshs.116,079,167 which is 57% of the total budget.



Sectorial Allocation

During the year a total of Kshs. 3,062,888 was used for compensation of Employees. The Committee also allocated Kshs. 7,866,831 for goods and services which includes: committee expenses both administrative and monitoring and evaluation, utilities supplies and other services, Apart from that, Kshs48, 668,870 was used as transfers to other Government entities which comprises of transfers to primary schools and secondary schools in addition Kshs. 56,480,578 was used for other grants and transfers that include transfers to security institutions, Bursary and emergency.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) NYALI
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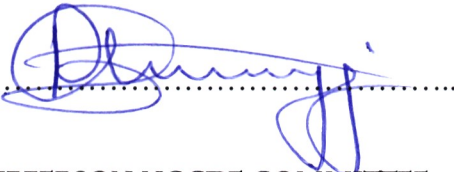
For the year ended June 30, 2020

Challenges

- Among the normal Challenges NG-CDF Nyali has faced the following challenges
Delay in receipt of Funds from the Board. I urge the Board to expedite release of funds for timely execution of projects.
- Land Scarcity that has led to construction of storeyed buildings in order to economically utilise the little space available for projects. This has however come with additional costs to projects

Finally, May I take this opportunity to thank the NG-CDF Board for the support they have extended to the constituency and look forward to the same in the new Financial Year. I would also like to thank the Nyali Member of National Assembly for his dedicated leadership and my fellow NG-CDFC Members, the relevant Government Departmental Heads and NG-CDFC Staff with Whom we have worked cordially. We look forward to improve lives of Nyali Constituents.

Sign.....



CHAIRPERSON NGCDF COMMITTEE

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

The key development objectives of NGCDF-NYALI Constituency's *2017/18-2021/22* plan are to

STRATEGIC OBJECTIVES AND STRATEGIES

Strategic Objective 1: To improve access to education

Strategy 1: Increasing provision of bursaries to needy secondary school students

Strategy 2: Increase provision of bursaries to college and university students

Strategy 3: Increase provision of bursaries to students in vocational schools

STRATEGIC OBJECTIVE 2: To improve learning environment

Strategy 1: To improve infrastructure in primary and secondary schools

Strategy 2: To equip schools with learning materials

Strategy 3: Construction of new physical facilities in schools and rehabilitation of old ones

STRATEGIC OBJECTIVE 3: Poor working conditions for security personnel

Strategy 1: Improving working conditions of security personnel

Strategy 2: Improving the relations between the police and the residents

STRATEGIC OBJECTIVE 4: To improve access to ICT infrastructure

Strategy 1: Provision of ICT infrastructure to schools and vocational centres.

STRATEGIC OBJECTIVE 5: Enhance Youth Empowerment through Sports and Recreation Development.

Strategy 1: To enhance youth skills through sports Strategy 2: Establishment of a Constituency Youth Empowerment Centre

STRATEGIC OBJECTIVE 6: Enhance Environmental Conservation

Strategy 1: Adopt Environmental Friendly Practises

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	Increased provision of bursaries to	Number of bursary beneficiaries at	5120 students benefitted from Bursary

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For the year ended June 30, 2020

		needy secondary school students, college university, vocational schools	all levels	
	To improve learning environment	Improved infrastructure in primary and secondary schools	Number of usable physical infrastructure built in primary, secondary, and tertiary institutions	2 New Secondary schools constructed and equipped with furniture and are currently operational. 3 primary schools to be renovated. one primary school equipped with desks. One new primary school under construction and one new secondary school under construction.
Security	To improve working conditions of security personnel	Improved working conditions of security personnel.	Number of usable physical infrastructure	One sub county police headquarters constructed and equipped with furniture
Information Communication and Technology (ICT)	To improve access to ICT infrastructure	Improved provision of ICT infrastructure to schools and vocational centres	No of schools with computers and usable Internet connectivity	One ICT Hub operational.
Environment	To enhance Environmental Conservation	Drill sock pits to prevent flooding Equip schools and public facilities with sanitation facilities	No of Sock Pits drilled No of sanitation facilities built in primary and secondary schools.	8 sock pits drilled.
Sports	To enhance Youth Empowerment	Reduced dependence and	Number of youth	16 youth teams benefitted from

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For the year ended June 30, 2020

	through Sports and Recreation Development.	spur economic growth through sports	groups benefitting from the sports programme	Nyali NG-CDF sports tournament event.
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IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

1. SUSTAINABILITY STRATEGY AND PROFILE

The Nyali NG-CDF Committee endeavoured to work within the existing policy guidelines that helped in focusing on the service deliver and drive to better performance with the involvement of both internal and external stakeholders on matters development. The relevance of this was attributed to our vision, mission and core values as provided for in our strategic plan

<i>Model</i>	<i>Definition</i>	<i>Relevance to sustainable strategy</i>
<i>Vision</i>	<i>Equitable socio-economic development in the constituency</i>	<i>what the constituency is striving for in the future that influence the strategies, purpose and aspirations put in place</i>
<i>Mission</i>	<i>To effectively and efficiently implement projects for inclusive and sustainable social-economic development and improved livelihoods</i>	<i>This communicates what the office does on day to day operations to attain sustainable development</i>
<i>Core Values</i>	<i>Self-sufficient, Respect for the rule of law, Independence, integrity, teamwork, inclusiveness</i>	<i>These are the norms, principles and beliefs that the office upholds in order to follow the right path towards attainment of the set objectives</i>

To realize effective suitability, the constituency relied on the set targets as a sign of Performance ambition. The Goals as provided in our strategic plan remained the focal point for Inside and outside Stakeholders with a clear set of objectives for management, and a yardstick by which external audiences can judge our progress and achievements against their expectations. The frameworks under which we operated included projects identification, allocation of funds, approval, implementation and monitoring

2. ENVIRONMENTAL PERFORMANCE

Environment Policy and Action Plan

Protection of the environment in which we live and operate is part of Nyali NG-CDF initiatives

Our Environmental Guideline.

Nyali NG-CDF commits to:

- Comply with all relevant environmental legislation, regulations and approved codes of Practice
- Protecting the environment by striving to prevent and minimize our contribution to

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Pollution of land, air, and water

- Seeking to keep wastage to a minimum and maximize the efficient use of materials and Resources
- Managing and disposing of all wastage in a responsible manner;
- Providing training for our CDFC and staff so that we all work in accordance with this and within an environmentally aware culture
- Regularly communicating our environmental programs to all stakeholders
- Ensure that environmental projects are considered during planning ie project proposal development
- Monitoring and continuously improving our environmental performance.

3. EMPLOYEE WELFARE

TERMS AND CONDITIONS OF SERVICE

This highlights the general rules governing employment of NG-CDFC staff in such matters as appointments, promotions and related matters.

Categories of Employment

Employees are employed for 3 years renewable contract. Such employees are eligible for employee benefits in line with the statutory requirements.

Casual employees are hired to perform specific duties on a daily or weekly basis on a piece rate payment system. Casuals are not allowed to work continuously for more than three (3) months and are not eligible for any employee benefits in line with statutory requirements.

Recruitment Procedure

The Fund Account Manager declares vacancies in the office through the NG-CDFC, an approval is then sought for advertisement within the constituency to be done

The Advertisement contains the following:

- Job title
- Main purpose of the job
- A brief description of the key responsibilities of the job
- Education, experience, skills and competencies required for the job
- Location of the job
- Clear instructions on how to apply and information to be submitted in the application
- Closing date for receipt of applications

Appointment of a selection and Interview subcommittee

A selection and interview subcommittee is appointed to oversee the selection strategy for application review, determination of testing methodology, administration of tests and scoring, and reference check criteria.

Interviews

Interviews for staff employment are conducted in a manner that complies with the office's commitment to equal employment opportunity, to ensure that qualified candidates are not discriminated based on ethnicity, religion, gender, age, disability, status etc.

Offer of Appointment

A person appointed to the office will be given the appropriate letter of offer of appointment, as the case may be, which may be accepted or rejected by the candidate within the stipulated time.

Letters of Appointment

A written contract of service that is signed by the Fund Account Manager and the NG-CDFC Chair is then issued, which states particulars of employment which include, the name and address of the employee, job description, date of commencement of the job, form and duration of the contract, place of work, hours of work, remuneration, termination, terms and conditions of employment which the employee is entitled to.

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Orientation and Induction of employees

The NG-CDFC ensures orientation and induction of new employees. This is carried out in order to familiarize the employees with the mandate, vision, mission and operations of the office and how their jobs contribute to this.

Induction and orientation is done within the first three months of employment.

Promotions

In selecting candidates for promotion, regard is given to merit and extra ordinary ability as reflected in work performance and results after the annual performance appraisal

Recommendations for promotion is only made by the NG-CDFC resolution

HEALTH, SAFETY AND WELL BEING

This provides guidelines on the health, safety and well-being of the office staff

Guidelines to General Safety

The office has maintain healthy and safe working conditions for its employees to ensure there is no personal injury caused by accidents.

All the staff must always consider safety to themselves and others when performing their duties.

They should not compromise on quality, cause injury, ill health, loss or environmental damage.

Emergency Preparedness

Every Department depending on the nature of work and services shall plan for foreseeable incidents such as accidents, explosions, fire, floods etc. and prepare and outline procedures to be followed in such events.

Fire precautions

The fire protection facilities have been provided both inside and outside the building and they are adequate and maintained annually

General information on fire precautions and fire equipment is contained in stickers on the wall next to the fire extinguishers

Provision of protective equipment and clothing

The Fund Account Manager ensures that officers who are employed in any process involving exposure to wet or to any injurious or offensive substances are provided with adequate, effective and suitable protective clothing and appliances.

Reporting of an Accident

Immediately an accident or development of an occupational disease resulting in death or injury to an officer comes to the notice of the officer under whom he/she is directly deployed, the supervisor should make a claim for compensation in accordance with the procedure set out in the Occupational Safety and Health Act 2007 and Work Injury Benefits act 2007.

Guidance and Counseling

The current challenges in the workplace and family environment affects the performance and wellbeing of an officer. To address these challenges, the office undertakes guidance and counseling of the affected staff however, consultation with family members or support system may be sought when deemed necessary.

Health Care Services

The staff, including spouses and children, are eligible to affordable health care services and to benefit from the NHIF medical scheme as statutory deductions are done and remitted on a monthly basis

HIV/AIDS

HIV and AIDS is a major challenge facing officers in and out of the Institute. It poses a big threat to the individual, the family and the public Service. It is in cognizance of this that the Institute has put in place care and support programs for the infected and affected officers to enable them remain productive.

HIV/AIDS shall be treated like any other challenging issue at the workplace. All officers of the Institute shall have a role to play in the wider struggle to mitigate the effects of the pandemic. An officer shall not be discriminated or stigmatized on the basis of HIV status. It is an offence for any person to discriminate another on the ground of actual, perceived or suspected HIV status.

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It is the responsibility of the Fund Account Manager in liaison with NG-CDFC to minimize the risk of HIV/AIDS transmission by adopting first aid/universal infection control precautions at the workplace.

HIV/AIDS screening shall not be a requirement for job seekers, recruitment or for persons in employment. Screening shall be confidential, voluntary and shall be after counseling. There shall be no disclosure of HIV/AIDS test results of any related assessment results to any person without the written consent of the officers

Drug and Substance Abuse

Addiction to drugs or substance will be treated like any other disease. An officer who is determined to deal with drug and substance abuse problem by engaging in rehabilitation services will be referred by the office by a Government doctor for evaluation, within the limits and budgets endorsed by the NG-CDFC.

Persons Living with Disability

An employee with an impairment in his/her body will be expected to confirm their disability status with a doctor after medical examination. Once it is confirmed that he/she is disabled, the employee will register with the National Council for Person with Disabilities. The employee will then present the registration certificate from the National Council for Persons with Disabilities to the Institute which will then recognize them as employees living with disabilities

The office shall provide facilities and effect such modification, whether physical, administrative or otherwise, in the workplace as may be reasonably required to accommodate persons with disabilities

Sexual harassment and other Forms of Harassment

Any staff of the office should not harass another officer sexually through, direct or indirect request for favours, use of language whether written or spoken of a sexual nature, use visual material of a sexual nature and show physical behavior of a sexual nature which directly or indirectly subjects the person to behavior that is unwelcome or offensive.

Disciplinary action will be taken against an officer of the Institute for harassing another person.

Harassment may be based on racial, tribal, gender, marital status, religious or ethical belief, disability, age, political opinion, employment status, family status, sexual orientation, or involvement in the activities of an employee's organization.

The improper use of power based on administrative or Managerial status (i.e. the use of a position to insult, bully, dominate, manipulate, disadvantage or discriminate) may also constitute harassment.

Bullying – which means repeated, deliberate and targeted conduct by a person towards a staff member which is offensive, intimidating or humiliating and which detrimentally affects that member's well-being.

Reporting Harassment Cases

Any staff who believes that they have experienced some form of harassment should report harassment cases as outlined in the office complaints procedures manual

4. MARKET PLACE PRACTICES-

NG-CDFC fund was designed to support constituency-level, grass-root development projects. It is aimed to achieve equitable distribution of development resources across regions and to control imbalances in regional development brought about by partisan politics. It targets all constituency-level development projects, particularly those aiming to combat poverty at the grassroots and entrench equitable distribution of development in line with the NG-CDFC Act 2015 provisions. The objective of the Fund is to provide mechanisms for supplementing implementation of the National Government development Agenda at the constituency level.

a) Responsible competition practice.

During projects implementation the office transfers funds to the Project Management Committees who are thereafter guided during tendering process, to ensure that the locals benefit competitively in the provision of services and materials to the projects.

How the organization ensures responsible competition practices with issues like anti-corruption, responsible political involvement, fair competition and respect for competitors

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b) Responsible Supply chain and supplier relations

Payments to suppliers are done promptly upon presentation of requisite supporting documents

c) Responsible marketing and advertisement-outline efforts to maintain ethical marketing practices

Advertisement for tenders is done publicly and no form of discrimination is applied to unfairly lock out interested bidders

d) Product stewardship

In order to safeguard consumer rights and interests, Nyali NG-CDF came up with a service charter and the complaints handling policy, principles and procedures brochure. The service charter points out our commitment in ensuring that we provide quality services to our customers with high level professionalism, dignity, integrity and courtesy, whereas complaints handling policy, principles and procedures shows our commitment to consistent, fair and confidential complaint handling and to resolve complaints as quickly as possible

5. COMMUNITY ENGAGEMENTS-

Public Participation in Project Identification and Implementation and Monitoring

The NG-Constituency Development Act 2015 stipulates in part 5 section 27 subsection 1 and 2 that the chairperson of the NG-CDFC shall, within the first year of the commencement of a new Parliament and at least once every two years thereafter, convene open forum public meetings in every ward in the constituency to deliberate on development matters in the ward and in the constituency.

The NG-CDFC shall then deliberate on project proposals from all the wards in the constituency and any other projects which the Constituency Committee considers beneficial to the constituency, including joint projects with other constituencies, consider the national development plans and policies and the constituency strategic development plan, and identify a list of priority projects, both immediate and long term, out of which the list of projects to be submitted in accordance with the Act shall be drawn from. There after the list of proposed constituency based projects to be covered under this Act shall be submitted by NG-CDFC to the Board.

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. Public's engagement is a vital part of many projects and the benefits of it are well documented, such as better outcomes for all stakeholders, community ownership and lower project costs. When the public is involved in a project, they feel motivated to work together, recognize the benefits of their involvement and have ownership of the projects and the decision making process, which is key to a successful project outcome and their sustainability.

Effective public engagement is about recognising that involving the public in a project is no longer about information dissemination and telling the people what is being done, but is a two-way information sharing tool. The more views gathered in the process of making a decision, the more likely the final product will meet the most needs and address the most concerns possible.

In summary stakeholders participation is important since:

- providing information helps them understand the issues, options, and solutions available for the projects
- consulting with the public aids in obtaining their feedback on alternatives or decisions
- Involving the public to ensures their concerns are considered throughout the decision process, particularly in the development of decision criteria, options and preferred solutions that are workable, efficient and sustainable .

Public Awareness

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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

Public Awareness and Sensitisation Exercise Provide

- A menu of options for including individuals and organizational actors in identifying development priorities and selecting NG-CDF projects.
- Ensuring implementation of NG-CDF funded projects are transparent and known to everybody within the community.
- Increase accountability hence ensure local citizens gain skills and confidence to carryout social audits as means to enhanced accountability in management of other devolved funds apart from NG-CDF at constituency and other levels within the constituency.
- Increase public participation at all stages of project cycle funded under NG-CDF kitty
- Identify control and report any irregularities witnessed during NG-CDF project implementation cycle
- Measure the impact of the projects funded by NG-CDF
- Enable people to exercise their rights by instilling democratic culture through enhanced social accountability and transparency among state and non state actors.
- Promote awareness creation on constitution and devolved governance system in Kenya

Covid-19 Mitigation Measures

- Taking into consideration the current Corona Virus epidemic, in line with the Governments directive on reducing the chances of being infected or spreading COVID-19, the office resolved in aiding by taking the following precautionary measures.
- Through the office of the Nyali Member of National Assembly we distributed 4000 five litre bottles of hand saniters for free to the constituents
- Through the office of the Nyali Member of National Assembly we distributed 6000 facial masks for free
- Printing of notice board photo disseminating information regarding Corona Virus protection measures

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For the year ended June 30, 2020

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.

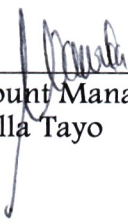
The Accounting Officer in charge of the NGCDF-NYALI Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2020. 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-NYALI Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2020, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-NYALI Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

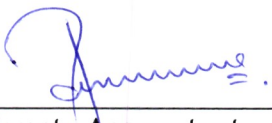
The Accounting Officer in charge of the NGCDF-NYALI Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF-NYALI Constituency financial statements were approved and signed by the Accounting Officer on 31/03 2021.



Fund Account Manager
Name: Stella Tayo



Sub-County Accountant
Name: Peter Kamande
ICPAK Member Number: 12030



REPUBLIC OF KENYA

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Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NYALI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Nyali Constituency set out on pages 17 to 48, which comprise of the statement of financial assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and a summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Nyali Constituency as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1.0 Transfers to Other Government Units

As disclosed in Note 6 to the financial statements, the statement of receipts and payments reflects transfers to other government units of Kshs.48,668,870 for the year ended 30 June, 2020. However, audit review revealed the following anomalies:-

1.1 Payment for Doubtful Delivery of Goods

Included in this balance is an amount of Kshs.2,981,000 to Kongowea Secondary School for fixing of wooden shelves for the library, purchase of library chairs, tables, and supply and delivery of office furniture and fittings. However, audit verification revealed that there were items paid for but not delivered amounting to Kshs.624,580.

Report of the Auditor-General on National Government Constituencies Development Fund – Nyali Constituency for the year ended 30 June, 2020

1.2 Disbursement to a Cancelled Project at Mombasa School for the Physically Disabled

Similarly, included in transfers to other government units balance is a transfer of Kshs.2,000,000 to Mombasa School for the Physically Disabled for replacement of asbestos roof. However, the funding of the project was cancelled but the funds had not been refunded to the main bank account as at the time of audit.

In the circumstances, the validity and completeness of transfers to other government units of Kshs.48,668,870 for the year ended 30 June, 2020 could not be confirmed.

2.0 Other Grants and Transfers

As disclosed in Note 7 to the financial statements, the statement of receipts and payments reflects other grants and transfers balance of Kshs.56,480,578 as at 30 June, 2020. However, review of records revealed the following anomalies:-

2.1 Payment for Doubtful Delivery of Goods

Included in other grants and transfer balance is security projects figure of Kshs.7,328,908. The expenditure of Kshs.7,328,908 further includes a payment of Kshs.800,000 for supply and delivery of office furniture and equipment to Kadzandani Kwa Bulu Police Post. However, audit verification revealed that Kyocera 1800 printer costing Kshs.74,500 was not delivered.

2.2 Doubtful Payment

Similarly, included in the other grants and transfer balance is sports projects figure of Kshs.2,192,456 which further includes a payment of Kshs.1,378,960 to a supplier for supply of sports kit and equipment. However, review of procurement records revealed that all the supporting documents were prepared in one day casting doubts on how these procurement activities were undertaken in one (1) day only. In addition, no evidence of how the items were distributed was provided.

Consequently, the validity and completeness of other grants and transfers balance of Kshs.56,480,578 as at 30 June, 2020 could not be ascertained.

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

Other Matter

1.0 Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual on comparable basis of Kshs.203,436,994 and Kshs.134,068,269 respectively resulting to an under-funding of Kshs.69,367,724 or 34% of the budget. The Project expenditure was limited to the amount realized.

Based on the approved estimates, under funding and expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

2.0 Projects Implementation

Review of the projects implementation status report as at 30 June, 2020, revealed nine (9) projects with a total budget of Kshs.45,392,156 which had not been completed and one (1) with a budget of Kshs.1,300,000 which had not been started

In the circumstances, the Public did not realize value for money equivalent to Kshs.46,692,156.

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

1.0 Presentation and Inaccuracies in the Financial Statements

Annex 3 to the financial statements for the year ended 30 June, 2020 did not provide a breakdown of projects for the unutilized funds of Kshs.87,357,827;

Consequently, the accuracy of the financial statements presented could not be confirmed nor the format conform to that which is recommended by the Public Sector Accounting Standards Board.

2.0 Irregular Reallocation of Bursary to Secondary Schools

Included in other grants and other payments of Kshs.56,480,578 and disclosed at Note 7 to the financial statements is bursary to secondary schools totalling Kshs.23,153,700. Audit examination of the bank reconciliation statement as at 30 June, 2020 revealed that bursary cheques totalling Kshs.2,799,000 had not cleared in the bank due to closure of schools during Covid-19 pandemic. Audit review of the bank reconciliations for subsequent months revealed that the cheques were reversed in September, 2020 and

the funds spent on training of drivers. However, there was no evidence that the reallocation was approved by the National Government Constituencies Development Fund Board in line with Section 6(2) of the National Constituencies Development Fund Act, 2015 which states that 'once funds are allocated for particular projects, they shall remain allocated for that project and may only be reallocated for any other purpose during the financial year with approval of the Board'.

As a result, the legality of the bursary to secondary schools balance of Kshs.23,153,700 could not be ascertained.

3.0 Idle Funds

As previously reported, Annex 5 to the financial statements for the year ended 30 June, 2020 reflects Project Management Committees Bank balances of Kshs.17,142,682, out of which Kshs.4,531,264 relates to health projects. These services have since been devolved and are not eligible for funding in terms of Section 24 of the National Government Constituencies Development Fund Act, 2015 and Section 11(j) which requires all projects to receive adequate funding and are completed within 3 years.

Consequently, the Management breached the Law.

4.0 Failure to Maintain Projects Expenditure Status Report

According to the statement of receipts and payments, NGCDF-Nyali Constituency undertook various projects including Kshs.48,668,870 under transfers to other government entities and Kshs.56,480,578 under other grants and transfers. However, there was no evidence that the Fund Account Manager maintained a monthly record of all receipts, disbursements and expenditure per project and which was tabled before the NGCDF for discussion. This was contrary to Section 38 of the NGCDF Act, 2015, which states that, 'the officer of the Board in every constituency shall compile and maintain a record showing all receipts, disbursements and actual expenditures on a monthly basis in respect of every project and sub-project under this Act and shall -

- (a) Table such record at a meeting of the Constituency Committee in every month; and
- (b) Submit a summary of the record for the year to the Constituency Committee not later than thirty days after the end of every financial year".

Consequently, the Management was in breach of the Laws.

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.

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

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing Fund's ability to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to wind up 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 Fund's financial reporting process, reviewing the effectiveness of how the 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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

10 February, 2022

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

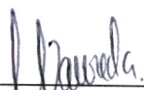
Reports and Financial Statements

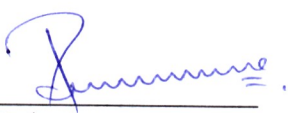
For the year ended June 30, 2020

VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF board	1	125,040,876	108,784,48
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	40,000	105,000
TOTAL RECEIPTS		125,080,876	108,889,483
PAYMENTS			
Compensation of employees	4	3,062,888	2,596,390
Use of goods and services	5	7,866,831	8,009,231
Transfers to Other Government Units	6	48,668,870	60,090,352
Other grants and transfers	7	56,480,578	42,832,386
Acquisition of Assets	8	-	-
Other Payments	9	-	4,019,257
TOTAL PAYMENTS		116,079,167	117,547,616
SURPLUS/(DEFICIT)		<u>9,001,708</u>	<u>(8,658,133)</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NYALI Constituency financial statements were approved on 3/03 2021 and signed by:


Fund Account Manager
Name: Stella Tayo


National Sub-County Accountant
Name: Peter Kamande
ICPAK Member Number: 12030

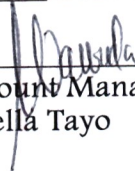
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) NYALI
CONSTITUENCY**


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

VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2019-2020	2018-2019
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	17,990,102	8,988,394
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		17,990,102	8,988,394
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		17,990,102	8,988,394
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12A	-	-
Deposits (Gratuity)	12B	-	-
TOTAL FINANCIAL LIABILITES		-	-
NET FINANCIAL ASSETS		<u>17,990,102</u>	<u>8,988,394</u>
REPRESENTED BY			
Fund balance b/fwd	13	8,988,394	17,646,527
Prior year adjustments	14	-	-
Surplus/Deficit for the year		9,001,708	(8,658,133)
NET FINANCIAL POSITION		<u>17,990,102</u>	<u>8,988,394</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NYALI Constituency financial statements were approved on 31/03 2021 and signed by:


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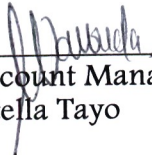
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) NYALI
CONSTITUENCY**


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

IX. STATEMENT OF CASHFLOW

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts for operating income			
Transfers from NGCDF Board	1	125,040,876	108,784,483
Other Receipts	3	40,000	105,000
Total receipts		125,080,876	108,889,483
Payments for operating expenses			
Compensation of Employees	4	3,062,888	2,596,390
Use of goods and services	5	7,866,831	8,009,231
Transfers to Other Government Units	6	48,668,870	60,090,352
Other grants and transfers	7	56,480,578	42,832,386
Other Payments	9	-	4,019,257
Total payments		116,079,167	117,547,616
Total Receipts Less Total Payments		9,001,708	(8,658,133)
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		9,001,708	(8,658,133)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		9,001,708	(8,658,133)
Cash and cash equivalent at BEGINNING of the year	13	8,988,394	17,646,527
Cash and cash equivalent at END of the year		<u>17,990,102</u>	<u>8,988,394</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NYALI Constituency financial statements were approved on 31/03/2021 and signed by:


Fund Account Manager
Name: Stella Tayo


National Sub-County Accountant
Name: Peter Kamande
ICPAK Member Number: 12030

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


X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

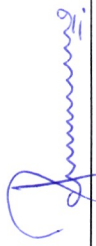
Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NGCDF Board	137,367,724	66,029,270	203,396,994	134,029,269	69,367,724	66%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts-AIA		40,000	40,000	40,000	-	-
TOTAL RECEIPTS	137,367,724	66,069,270	203,436,994	134,069,269	69,367,724	66%
PAYMENTS						
Compensation of Employees	4,255,000	3,642,791	7,897,791	3,062,888	4,834,903	39%
Use of goods and services	8,108,095	3,793,694	11,901,789	7,866,831	4,034,958	66%
Transfers to Other Government Units	65,890,479	39,660,207	105,550,686	48,668,870	56,881,816	46%
Other grants and transfers	59,114,150	18,827,578	77,941,728	56,480,578	21,461,150	73%
Acquisition of Assets	-	-	-	-	-	-
Other Payments	-	145,000	145,000	-	145,000	-
TOTALS	137,367,724	66,069,270	203,436,994	116,079,167	87,357,827	57%
ITEM	% OF UTILISATION					
<i>Transfers from NG – CDF Board</i>	66					
<i>Compensation of employees</i>	39					
<i>Use of goods and services</i>	66					
<i>Transfers to other Government Units</i>	46					
<i>Other Grants and Transfers</i>	73					
	COMMENT					
	<i>Delay in release of funds from NG – CDF Board</i>					
	<i>The vote head had a balance brought forward from the previous year, The balance of the money allocated for this vote head had not been received from NG-CDF Board,</i>					
	<i>The balance of the money allocated for this vote head had not been received from the NG-CDF Board.</i>					
	<i>The balance of the money allocated for this vote head had not been received from the NG-CDF Board.</i>					
	<i>The balance of the money allocated for this vote head had not been received from the NG-CDF Board.</i>					

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

			<i>not been received from the NG-CDF Board.</i>
<i>Other Payments (ICT Hub & SP)</i>	0		<i>No allocation to these projects</i>
<i>Acquisition of Assets</i>	0		<i>No Asset was acquired during the financial year.</i>
<i>Other Payments</i>	0		<i>These are funds received from AIA (Sale of tender documents) and the constituency has not been given authority to spend the funds.</i>

The NGCDF-NYALI Constituency financial statements were approved on 3/03/2021 and signed by:


 Fund Account Manager
 Name: Stella Tayo


 Sub-County Accountant
 Name: Peter Kamande
 ICPAK Member Number: 12030

I. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget		Adjustments		Final Budget		Actual on comparable basis		Budget utilization difference	
	2019/2020	Kshs	Kshs	Kshs	2019/2020	Kshs	30/06/2020	Kshs		Kshs
1.0 Administration and Recurrent										
1.1 Compensation of employees	4,255,000		3,642,791		7,897,791		3,062,888		4,834,903	
1.2 Committee allowances	2,000,000		1,248,400		3,248,400		2,246,000		1,002,400	
1.3 Use of goods and services	1,987,063		50,434		2,037,497		2,037,497		0	
Sub-Total	8,242,063		4,941,625		13,183,688		7,346,385		5,837,303	
2.0 Monitoring and evaluation										
2.1 Capacity building	2,000,000		502,000		2,502,000		602,000		1,900,000	
2.2 Committee allowances	1,500,000		641,200		2,141,200		1,721,860		419,340	
2.3 Use of goods and services	621,032		1,351,662		1,972,694		1,109,474		863,220	
Sub-Total	4,121,032		2,494,862		6,615,894		3,433,334		3,182,560	
3.0 Emergency	7,198,241		9,470,508		16,668,749					
3.1 Primary Schools					0		5,648,595		0	
3.2 Secondary schools					0		0		0	
3.3 Tertiary institutions					0		0		0	
3.4 Security projects					0		7,328,908		0	
3.5 others										
Sub-Total	7,198,241		9,470,508		16,668,749		12,977,503		3,691,246	
4.0 Bursary and Social Security										
4.1 Primary Schools					0				0	
4.2 Secondary Schools	17,000,000		3,540,000		20,540,000		23,153,700		0	
4.3 Tertiary Institutions	16,421,200		965,150		17,386,350		15,345,000		2,427,650	
4.4 Universities	3,000,000				3,000,000		0		0	
4.5 Social Security	5,000,000				5,000,000				5,000,000	

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Sub-Total	41,421,200	4,505,150	45,926,350	38,498,700	7,427,650
5.0 Sports					
5.1 bal b/f	2,747,354	2,184,622	4,931,976	2,192,456	2,739,520
Sub-Total	2,747,354	2,184,622	4,931,976	2,192,456	2,739,520
6.0 Environment					
6.1 balance b/f	2,747,354		2,747,354	2,060,514	686,840
Sub-Total	2,747,354	0	2,747,354	2,060,514	686,840
7.0 Primary Schools Projects					
7.1 Kadzandani Kwa Bullo prim.sch	11,900,000		11,900,000	4,502,646	7,397,354
7.2 Kisauni Primary school	4,500,000	240,000	4,740,000	120,000	4,620,000
7.3 Maweni primary school	5,500,000		5,500,000		5,500,000
7.4 Pentrose Community Pri.School		641,379	641,379	641,379	0
7.5 Ziwa La Ng'ombe primary school	5,411,679		5,411,679		5,411,679
7.6 Azhar Shariff Primary School	550,000		550,000	500,000	50,000
Sub-Total	27,861,679	881,379	28,743,058	5,764,025	22,979,033
8.0 Secondary Schools Projects					
8.1 Kongwea secondary school	10,300,000	11,937,500	22,237,500	13,900,000	8,337,500
8.2 Mlaleo Secondary School	7,500,000	10,555,854	18,055,854	11,656,250	6,399,604
8.3 Freretown Secondary School		12,000,000	12,000,000	5,000,000	7,000,000
8.4 Mombasa sec.sch.for physically	3,550,000		3,550,000	2,000,000	1,550,000
8.5 Kadzandani Kwa Bullo Sec.School	11,900,000		11,900,000	4,700,000	7,200,000
8.6 Boundary wall Kwa Bullo Pri.& Sec.schools	4,778,800		4,778,800		4,778,800
Sub-Total	38,028,800	34,493,354	72,522,154	37,256,250	35,265,904
9.0 Health institutions Projects					
9.1 balances b/f					
10.0 Security Projects					
10.1 Nyali Sub County Police Hqtrs					0
10.2 Kadzandani Police Post					0
Sub-Total	0	0	0	0	0
12.0 ROADS					



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

13.0 Others							
13.1 Youth & Women Empowerment	5,000,000	3,400,000	8,400,000	6,400,000	2,000,000		
13.2 Innovation Hub		3,507,770	3,507,770		3,507,770		
13.2 TIVET					0		
13.3 Strategic Plan		45,000	45,000	45,000	0		
14.4 Unallocated Funds-AIA		145,000	145,000	105,000	40,000		
Sub-Total	5,000,000	7,097,770	12,097,770	6,550,000	5,547,770		
GRAND TOTALS	137,367,724	66,069,270	203,436,994	116,079,167	87,357,827		

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

XII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

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SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

During the year ended 30th June 2020, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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



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

Reports and Financial Statements

For the year ended June 30, 2020

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized 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.

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

Reports and Financial Statements

For the year ended June 30, 2020

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1st July 2019 to 30th June 2020 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2020.

14. Errors

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

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

15. Related Party Transactions

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2019-2020	2018-2019
		Kshs	Kshs
NGCDF Board			
AIE NO.B005234	1		54,784,483
AIE NO.B030111	2		10,000,000
AIE NO.B005500	3		10,000,000
AIE NO.B006494	4		6,000,000
AIE NO.B042604	5		11,000,000
AIE NO.B047078	6		17,000,000
AIE NO.B041062	1	55,040,875	
AIE NO.B041178	2	4,000,000	
AIE NO.B041331	3	18,000,000	
AIE NO.B041366	4	2,000,000	
AIE NO.B047748	5	5,000,000	
AIE NO.B49154	6	7,000,000	
AIE NO.B104068	7	14,000,000	
AIE NO.B104448	8	20,000,000	
TOTAL		125,040,876	108,784,483

2. PROCEEDS FROM SALE OF ASSETS

	2019-2020	2018-2019
	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) – NYALI
CONSTITUENCY**

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEPTS

	2019-2020	2018-2019
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	40,000	105,000
Other Receipts Not Classified Elsewhere	-	-
Total	40,000	105,000

4. COMPENSATION OF EMPLOYEES

	2019-2020	2018-2019
	Kshs	Kshs
Basic wages of temporary employees	1,725,632	1,347,636
Personal allowances paid as part of salary	1,150,416	843,407
Pension and other social security contributions (Gratuity)	55,800	302,867
Employer Contributions Compulsory national social security schemes	131,040	102,480
Total	3,062,888	2,596,390

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

**Reports and Financial Statements
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2019-2020	2018-2019
	Kshs	Kshs
Committee Expenses	4,954,170	3,660,400
Utilities, supplies and services	1,758,961	2,461,676
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	1,598,000
Hospitality supplies and services	-	-
Fuel, oil & lubricants	300,000	100,000
Insurance costs	-	164,155
Specialized materials and services	-	-
Office and general supplies and services	712,000	-
Other operating expenses	-	-
Routine maintenance – vehicles and other transport equipment	141,700	25,000
Routine maintenance – other assets	-	-
Total	7,866,831	8,009,231



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2019-2020	2018-2019
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	11,412,620	33,152,852
Transfers to secondary schools (see attached list)	37,256,250	26,937,500
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	-	-
TOTAL	48,668,870	60,090,352

7. OTHER GRANTS AND OTHER PAYMENTS

	2019-2020	2018-2019
	Kshs	Kshs
Bursary – secondary schools (see attached list)	23,153,700	20,500,000
Bursary – tertiary institutions (see attached list)	15,345,000	11,034,850
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Cultural projects	6,400,000	3,000,000
Security projects (see attached list)	7,328,908	2,100,000
Sports projects (see attached list)	2,192,456	1,820,292
Environment projects (see attached list)	2,060,514	-
Emergency projects (see attached list)	-	4,377,244
Total	56,480,578	42,832,386

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2019-2020	2018-2019
	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	~	~
Purchase of ICT Equipment, Software and Other ICT Assets	~	~
Purchase of Specialised Plant, Equipment and Machinery	~	~
Rehabilitation and Renovation of Plant, Machinery and Equip.	~	~
Acquisition of Land	~	~
Acquisition of Intangible Assets	~	~
Total	~	~

9. OTHER PAYMENTS

	2019-2020	2018-2019
	Kshs	Kshs
Strategic plan	~	2,850,000
ICT Hub	~	1,169,257
	0	4,019,257

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2019-2020	2018-2019
	Kshs	Kshs
<i>Equity Bank Kengeleni Ac.no.1140261189476</i>	17,990,102	8,988,394
<i>Name of Bank, Account No.</i>	~	~
<i>Name of Bank, Account No.</i>	~	~
Total	17,990,102	8,988,394
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) – NYALI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

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

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

12A. RETENTION

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total	-	-

[Provide short appropriate explanations as necessary]

12B. GRATUITY DEPOSITS

	2019 - 2020	2018-2019
	<i>Kshs</i>	<i>Kshs</i>
Name 1	-	-
Name 2	-	-
Name 3	-	-
Add as appropriate		
Total	-	-

[Provide short appropriate explanations as necessary]

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

13. BALANCES BROUGHT FORWARD

	2019-2020	2018-2019
	Kshs	Kshs
Bank accounts	8,988,394	17,990,102
Cash in hand	-	-
Imprest	-	-
Total	8,988,394	17,990,102

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2018/2019 as per Financial statements	Adjustments	Adjusted Balance b/f FY 2018/2019
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	-	-	-
Cash in hand	-	-	-
Accounts Payables	-	-	-
Receivables	-	-	-
Others (<i>specify</i>)	-	-	-
	-	-	-

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST

	2019 - 2020	2018 - 2019
	KShs	KShs
Outstanding Imprest as at 1 st July 2019 (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Net changes in account receivables D= A+B-C	-	-

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

Reports and Financial Statements

For the year ended June 30, 2020

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2019 - 2020	2018 - 2019
	KShs	KShs
Deposit and Retentions as at 1 st July 2019 (A)	-	-
Deposit and Retentions held during the year (B)	-	-
Deposit and Retentions paid during the Year (C)	-	-
Net changes in account receivables D= A+B-C	-	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2019-2020	2018-2019
	Kshs	Kshs
Construction of buildings	xx	xx
Construction of civil works	xx	xx
Supply of goods	xx	xx
Supply of services	xx	xx
	xx	xx

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2019-2020	2018-2019
	Kshs	Kshs
NGCDFC Staff gratuity	640,595	161,450
Others (<i>specify</i>)	-	-
	640,595	161,450

17.3: UNUTILIZED FUND (See Annex 3)

	2019-2020	2018-2019
	Kshs	Kshs
Compensation of employees	4,834,903	3,642,791
Use of goods and services	4,034,958	3,793,694
Amounts due to other Government entities (see attached list)	56,881,816	39,660,207
Amounts due to other grants and other transfers (see attached list)	21,461,150	18,827,577
Acquisition of assets	-	-
Others (<i>specify</i>)-AIA	145,000	105,000
	87,357,827	66,029,270

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

Reports and Financial Statements

For the year ended June 30, 2020

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2019-2020	2018-2019
	Kshs	Kshs
PMC account Balances (see attached list)	17,142,682	51,320,719
	17,142,682	51,320,719

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

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

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					

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements
For the year ended June 30, 2020 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF
PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
		a	b	c	d=a-c	
NGCDF Staff salary						
1.						
Sub-Total						
NGCDFC Staff gratuity						
1.Jumaa Mwema		61,380	01.04.2019	0	61,380	
2.Esha Mohamed		83,700	01.04.2019	0	83,700	
3.Tembo Sanga		71,619	01.04.2019	0	71,619	
4.Memwinyi Rashid		55,800	01.04.2019	0	55,800	
5.Kenneth Jagongo		111,600	01.04.2019	0	111,600	
6.Evans Ondusi		41,850	01.04.2019	0	41,850	
7.George Okelo		41,850	01.04.2019	0	41,850	
8.Job Situma		41,850	01.04.2019	0	41,850	
9.James Nzamba		41,850	01.04.2019	0	41,850	
10.Abdulnassir Faraj		55,244	01.08.2019	0	55,244	
11.Alois Asembo		11,160	01.03.2020	0	11,160	
12.Daniel Ndonj		8,370	01.04.2020	0	8,370	
13.Laurent M.Mwauri		8,370	01.04.2020	0	8,370	
14.Alwiya Husein Shamut		5,952	01.06.2020	0	5,952	
Sub-Total		640,595			640,595	
Others (specify)						
1						
Sub-Total						
Grand Total		640,595			640,595	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYALI CONSTITUENCY

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

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2019/20	Outstanding Balance 2018/19	Comments
Compensation of employees		4,834,903	3,642,791	
Use of goods & services		4,034,958	3,793,695	
Amounts due to other Government entities		56,881,816	39,660,207	
Sub-Total		65,751,677	47,096,693	
Amounts due to other grants and other transfers		21,461,150	15,169,807	
Sub-Total		21,461,150	15,169,807	
Acquisition of assets				
<i>Others (specify)</i>				
AIA		145,000	105,000	
ICT Hub and Strategic Plan		-	3,657,770	
Sub-Total		145,000	3,762,770	
Grand Total		87,357,827	66,029,270	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost Kshs 2018/2019	Additions during the year	Disposals during the year	Historical Cost Kshs 2019/2020
Land	0	-	-	0
Buildings and structures	29,150,000	-	-	29,150,000
Transport equipment	4,084,500	-	-	4,084,500
Office equipment, furniture and fittings	5,166,765	-	-	5,166,765
ICT Equipment, Software and Other ICT Assets	-	-	-	-
Other Machinery and Equipment	418,991	-	-	418,991
Heritage and cultural assets	0	-	-	0
Intangible assets	0	-	-	0
Total	38,820,256	0	0	38,820,256

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2020

PMC	Bank	Account number	Bank Balance 2019/20	Bank Balance 2018/19
NYALI NGDF GENERAL PROJECTS	EQUITY	1140261189498	12,100	12,100
KONGOWEA SECONDARY/ PRIMARY SCHOOL	EQUITY	1140262479404	1,972,856	6,977,271
ZIWA LA NGOMBE(MKUNGUNI) WATER PROJECT	EQUITY	1140262479425	0	10,587
FRERETOWN ELECTRICITY PROJECT	EQUITY	1140263452092	0	48,725
FRERETOWN HEALTH CENTRE	EQUITY	1140263452297	2,833	2,833
FATHIL ADHIM PRIMARY SCHOOL	EQUITY	1140263537830	0	254,802
BAMBURI HEALTH CENTRE	EQUITY	1140263575806	4,482,539	4,482,539
KADZANDANI PRIMARY SCHOOL	EQUITY	1140263575887	1,168	945,143
MLALEO PRIMARY SCHOOL	EQUITY	1140263642803	16,816	1,353,596
MLALEO HOSPITAL	EQUITY	1140263654291	0	9,930
FRERETOWN SECONDARY SCHOOL	EQUITY	1140266106756	2,635,701	4,086,110
FRERETOWN CHIEF'S OFFICE	EQUITY	1140266106885	0	102,733
FRERETOWN PUBLIC TOILETS	EQUITY	1140266134844	2,379	2,379
ZIWA LA NGOMBE SOCIAL HALL	EQUITY	1140266458642	21,055	21,055
ZIWA LA NG'OMBE CHIEF'S OFFICE	EQUITY	1140266526003	0	1,184
AZHAR SHARIFF PRIMARY SCHOOL	EQUITY	1140266526252	500,001	1
MAWENI SECONDARY SCHOOL	EQUITY	1140266621255	0	4,350,680
KENGELENI PRIMARY SCHOOL	EQUITY	1140269094252	475	1,539,670
FRERETOWN CHIEF'S OFFICE TOILETS	EQUITY	1140271058732	0	74,118
FRERETOWN POLICE POST	EQUITY	1140271058881	146,267	146,267
KADZANDANI KWA BULLO POLICE POST	EQUITY	1140271329420	22,069	149,583
NYALI POLICE STATION	EQUITY	1140272235384	285,250	775,671
KONGOWEA PRIMARY SCHOOL	EQUITY	1140272620624	213,425	213,425
KISAUNI PRIMARY SCHOOL	EQUITY	1140272883580	4,330	4,502,750
KONGOWEA YOUTH & WOMEN EMPOWERMENT	EQUITY	1140276136387	2,768,097	7,394,102
ZIWA LA NG'OMBE PRIMARY SCHOOL	EQUITY	1140277328661	0	7,244
FRERETOWN PRIMARY SCHOOL	EQUITY	1140277349649	5	5
MBUNGONI POLICE POST	EQUITY	1140278895237	78,751	1,099,488
KONGOWEA ACC FURNITURE	EQUITY	1140277565716	0	1,810
PENTROSE COMMUNITY PRIMARY SCHOOL	EQUITY	1140277630469	686,863	3,210,639
MLALEO SECONDARY SCHOOL	EQUITY	1140278738993	901,252	7,887,890
MAWENI PRIMARY SCHOOL	EQUITY	1140278811554	388,450	1,656,390
MOMBASA SEC.SCH.FOR THE PHYSICALLY HANDICAPED	KCB BANK	1274869072	2,000,000	-
TOTAL			17,142,682	51,320,719



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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

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)
	<p>1.0 Other Grants and Transfers The statement of receipts and payments for the year ended 30 June 2018 reflects other grants and transfers balance of Kshs.38,723, 751 as detailed in note 7. Included in this amount is security expense of Kshs.5,482,091 which includes Kshs.582,091 being transfers to Nyali Police Station. This resulted to cumulative transfers to project Management committee bank account totalling Kshs.8, 581,141 as at 30 June 2018. A review of the records availed for audit revealed the following anomalies. 1.1 A contract agreement dated 23 June 2017 was signed by both parties but contract period was not indicated 1.2 On 19th July 2017 the contractors was paid Kshs.6, 820,150 based on two sets of project management committee minutes. However the payment was not supported with a signed certificate of actual works undertaken by the contractor from the supervising technical department. 1.3 On 26 September 2017 a payment of kshs.700, 000 was made without supporting minutes of the project management committee minutes. Further, site visit in the month of January 2019 revealed that the contractor was not on site yet some</p>	<p>Valuation of work done to support the payment done from the Director of public works was availed.</p> <p>A new contractor has been engaged to finish the pending works as per the BOQ specifications.</p>	<p>Stella Tayo(Fund Account Manager)</p>	<p>Resolved.</p>	

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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)
	works had not been carried out as per the BQ. Under the circumstances, the propriety of expenditure of Kshs.582, 091 for the year ended 30 th June 2018 and previous year balance of Kshs.6, 820,150 for renovation of Nyali Police station could not be confirmed.				
	<p>Transfer to other Government Entities The statement of receipts and payments for the year ended 30 June 2018 reflect a transfer to other government entities balance of Kshs.53,128,613 as detailed in note 6 to the financial statements. Included in this amount is Kshs.31,953,585 being transfers to primary school out of which Kshs.8,800,000 was transferred to a project management committee for refurbishment works at Kongowea Primary School. Records availed for audit revealed the following.</p> <p>2.1 The contractor was paid Kshs.6, 661,940 supported by three certificates revealed that they were not signed by the project supervising officer from the public works.</p> <p>2.2 The projects Bill of quantities included Provisional sums amounting to Kshs. 500,000 for plumbing and drainage works, which could have been itemized to allow for competitive bidding. Further, the provisional amount was utilized but there was no evidence of what contingency the funds were applied to contrary to section 139 (2) c and e of the public procurement</p>	Valuation of work done to support the payment done from the Director of public works was availed.	Stella Tayo(Fund Account Manager)	Not Resolved	30 th June 2021



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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)
	and Assets Disposal Act, 2015 which requires that the procuring entity shall justify the use of contingencies and provisional sums.				
	<p>Other Matter</p> <p>1. Budgetary Control and Performance The summary statement of appropriation recurrent and development combined reflects a final budget of Kshs.166,179,855 and actual expenditure was Kshs.126,145,396 resulting to under absorption of Kshs.40,034,459</p>	The Under absorption is as a result of delays in funding from NG – CDF Board of the budgeted amount.	Stella Tayo	Resolved	
	<p>2. Project Implementation According to the project implementation status report as at 30 June 2018, the fund budgeted for 21 projects with a total budget of Kshs.59,214,659. A review of the project status report indicated that:</p> <p>a) Four (4) projects of Kshs.9,217,023 were complete and in use</p> <p>b) Three (3) projects with a total allocation of Kshs.19,359,646 were on-going</p> <p>c) Thirteen(13) projects allocated Kshs.30,640,987.89 had not been started despite funding..</p>	Project Implementation Status Reports are prepared quarterly documenting all the approved projects in the financial year both funded and not funded. As at 30 th June 2018 the constituency had only received Kshs.37,905,172 for 2017/2018 through AIE No.A892986 Received in May 2018.The projects documented as not started had	Stella Tayo	Resolved	

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (<i>Name and designation</i>)	Status: (<i>Resolved / Not Resolved</i>)	Timefra me: (<i>Put a date when you expect the issue to be resolved</i>)
		just received funding before the closure of the financial year i.e May 2018 hence were in the process of starting and the rest had not received funding to commence.			

