

REPUBLIC OF KENYA



Enhancing Accountability

PARLIAMENT
OF KENYA
LIBRARY

REPORT

OF

THE AUDITOR-GENERAL

ON

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

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

THE NATIONAL ASSEMBLY PARLIAMENTARY BUILDING NAIROBI	
DATE: 01 DEC 2022	DAY: Thursday
CLERK AT THE TABLE:	Tracy Chebet




MALINDI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

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

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

 THE NATIONAL ASSEMBLY PARLIAMENT BUILDING	
DATE: 01 DEC 2022	
DAY: <input type="text"/>	
TABLED BY:	
CLERK AT THE TABLE:	

OFFICE OF THE AUDITOR GENERAL P.O.Box 95202, MOMBASA
23 AUG 2022
RECEIVED COAST HUB

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statement of the ended June 30, 2021

Table of Content

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	2
II. NG-CDF CHAIRMAN’S REPORT.....	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY’S PREDETERMINED OBJECTIVES.....	10
IV. CORPORATE SOCIAL RESPONSIBILTY STSTEMENT/SUSTAINABILITY REPORTING.....	12
V. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	15
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NG-CDF MALINDI CONSTITUENCY</i>	16
VII. STATEMENT OF RECEIPTS AND PAYMENTS.....	17
VIII. STATEMENT OF ASSETS AND LIABILITIES.....	18
IX. STATEMENT OF CASHFLOW AS AT 30 TH JUNE 2021.....	19
X. SUMMARY STATEMENT OF APPROPRIATION.....	20
XI. BUDGET EXECUTION BY SECTORS AND PROJECTS.....	22
XII. SIGNIFICANT ACCOUNTING POLICIES.....	28
XIII. NOTES TO THE FINANCIAL STATEMENTS.....	32

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

Functions of NG-CDF Committee

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

(b) Key Management

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

- i. National Government Constituencies Development Fund Board (NG-CDFB)
- ii. National Government Constituency Development Fund Committee (NG-CDFC)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	George Juma Onesmus
2.	Sub-County Accountant	Edwin Indase
3.	Chairman NG-CDFC	Elina Mapenzi Samini
4.	Member NG-CDFC	Boaz Khiri Kakhiri

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of Malindi Constituency NG-CDF. The reports and recommendation of ARMC when adopted by the NG-CDF 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) Malindi Constituency NGCDF Headquarters

P.O. BOX 244 -80200
Malindi
NG-CDF Building
Opp DCC's Office
Malindi

(f) Malindi Constituency NG-CDF Contacts

Telephone: (254) 721-355958
E-mail: cdmalindi@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) Malindi Constituency NG-CDF Bankers

Equity Bank
A/C No.04550262081943
Malindi Branch
Malindi, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. NG-CDFC CHAIRMAN'S REPORT

Include among others the following:



BACKGROUND INFORMATION

Malindi constituency is one of the seven constituencies in Kilifi County, Coast Region. The other constituency are Kilifi North, Kilifi South, Kaloleni, Ganze, Rabai and Magarini. The constituency is indicated as 016 according to the IEBC index code. The constituency borders Kilifi North in the South, Ganze constituency in the South West and Magarini in the North. In the west Malindi constituency borders Tsavo East National park.

Area

The constituency covers a total area of 627.20 square kilometres. Out of this total area of 627.2 km², 88% or 546.90km² is occupied by the two rural wards, Jilore and Kakuyuni. This area classified as ASAL (arid and semi-arid lands). Sabaki River passes through these two wards as it enters the Indian Ocean.

Political administration

The constituency is divided into 5 wards namely Jilore, Kakuyuni, Ganda, Malindi town and Shella

Population distribution by ward

IEBC CODE	NAME OF WARD	POPULATION	AREA KM2	CATEGORY
0075	Jilore	17,497	454.90	Rural
0076	Kakuyuni	17,965	92.00	Rural
0077	Ganda	32,562	54.70	Rural-Urban
0078	Malindi Town	51,254	94.40	Urban
0079	Shella	43,434	16.20	Rural-Urban

The constituency is unique in that it has rural and urban wards. The urban wards are more cosmopolitan and have higher population densities than the rural ones. The rural wards are sparsely populated. The urban and semi urban wards are relatively developed with most of the basic social infrastructure such as tarmac road, running water, schools being easily accessible and more developed compared to the rural wards infrastructure.

Malindi Constituency has a total population of 162,712 people according to 2009 population census. This population is projected to increase in coming years. Of these 102,906 are males and 112,167 are females.

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

Economic Activities

The major economic activity for Malindi constituency is tourism and fishing in the Indian Ocean and along river Sabaki. There is also thriving horticulture in most parts of Malindi growing of mangoes, pineapples and watermelons especially in the high rainfall areas. Tourism has impacted the economic sectors; even in the rural areas tourism has impact in the type of economic activities.

Program Budget

The final budget for the year, which consists of all the funds available for use, was Kshs. 175,311,971.92. This amount was made up of the following:

ITEM	AMOUNT
Amount B/F(Cash Book Balances)	13,944,247.82
A.I.Es FY 2019/2020	69,367,724.10
A.I.Es FY 2020/2021	92,000,000.00
Total	175,311,971.92

Expenditure

The constituency spent Kshs. 141,455,612 about 89% of the funds available against the budget of Kshs. 175,311,971.92 for the year as follows:

	175,311,971.92		% of Utilization
Final Budget			
Payments		141,455,612	80.68%
- Explained as			
Compensation of Employees	4,775,324.00	2,243,541.00	57%
Use of goods and services	10,154,278.00	6,945,749.00	68.39%
Transfers to Other Government Units	102,524,464.00	93,198,350.00	90.90%
Other grants and transfers	55,127,905.92	36,260,322.00	65.78%
Acquisition of Assets	2,730,000.00	2,730,000.00	100%
Other Payments	-	-	0%
A.I.A	-	-	0%

The highest expenditure of over 100% of the available funds is acquisition of assets is attributed by a faster movement in spending of funds in purchase of office furniture.

Overall the just slightly above average performance in terms of funds utilization is as a result of a number of factors. First, there was late disbursement of the 2019-2020 funds which started streaming in early 2020. And secondly the constituency prioritised disbursement of bursaries and this action delayed clearance of funds from the bank to reach the required threshold for requisition of the second tranche.

Program Implementation Status

Despite the delays the constituency managed to implement a number of projects particularly in the development of school infrastructure. These include construction of multi-purpose/dining hall at Kakoneni Girls Secondary School and a staff house at Kakuyuni Police Station. Under the emergency program the constituency did toilets at Madunguni Secondary School and Gahaleni Primary School. Other projects that have been done include the purchase of office furniture for NG-CDF office.

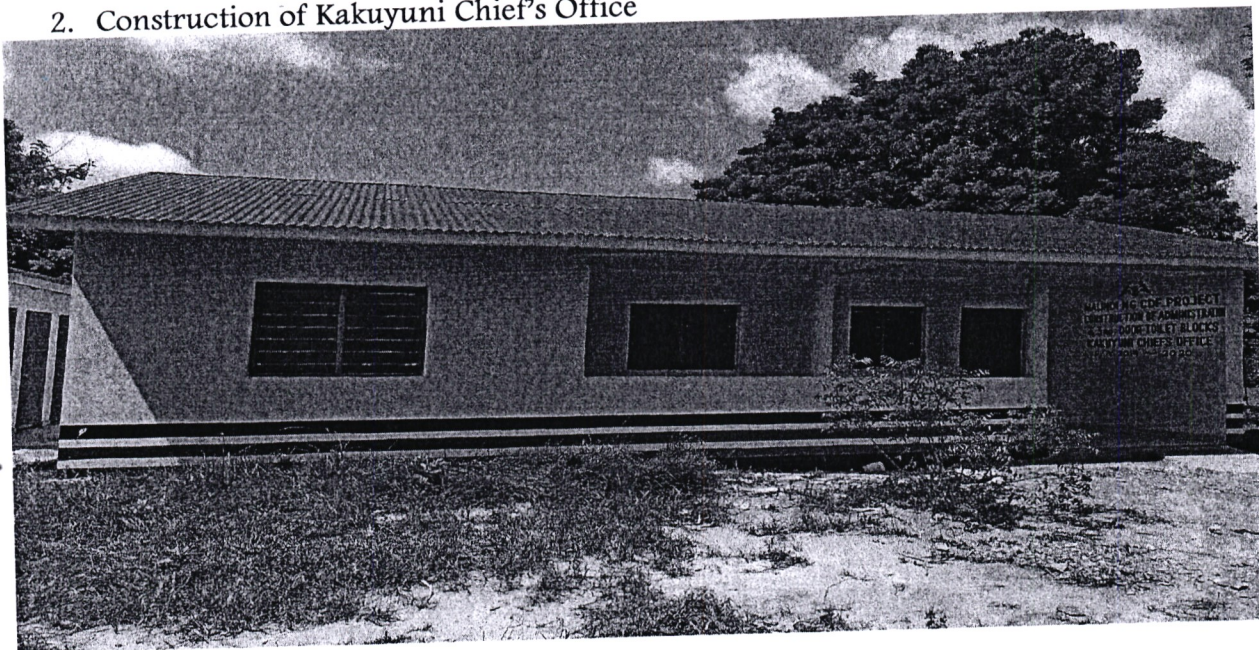
Some of the projects implemented have been sampled below:

1. Renovation of 4No. Classrooms at Kakuyuni Primary School



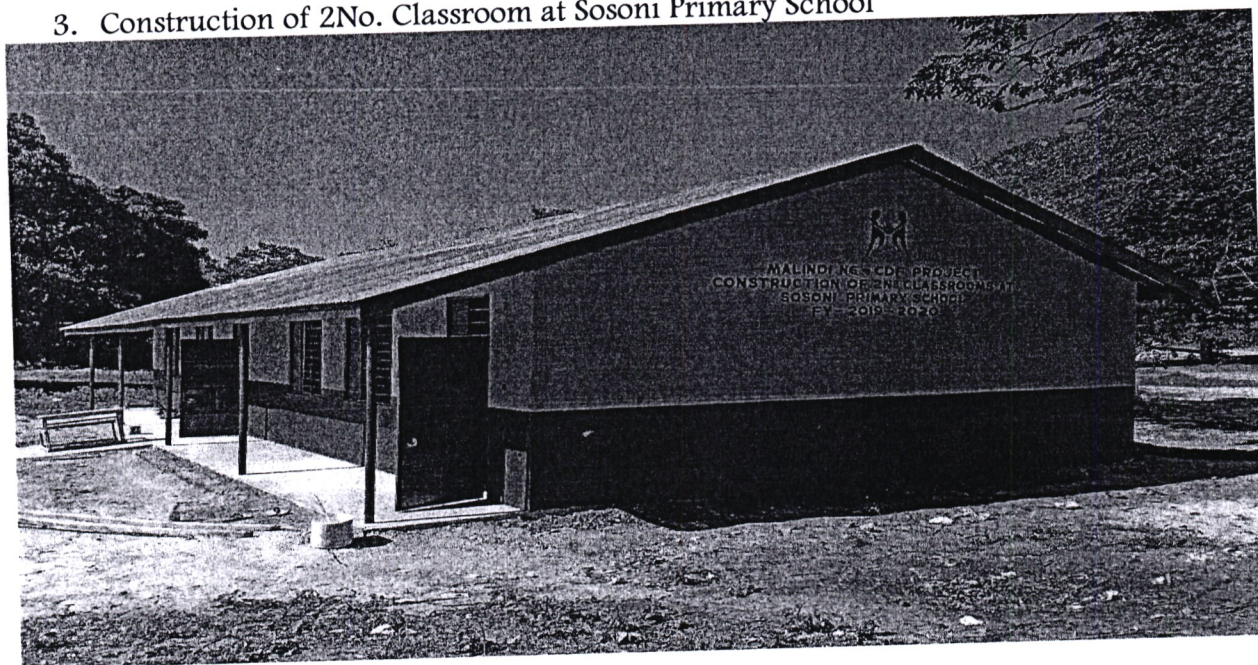
The project is complete and in use. It has improved the learning condition and also reduced congestion in the school.

2. Construction of Kakuyuni Chief's Office

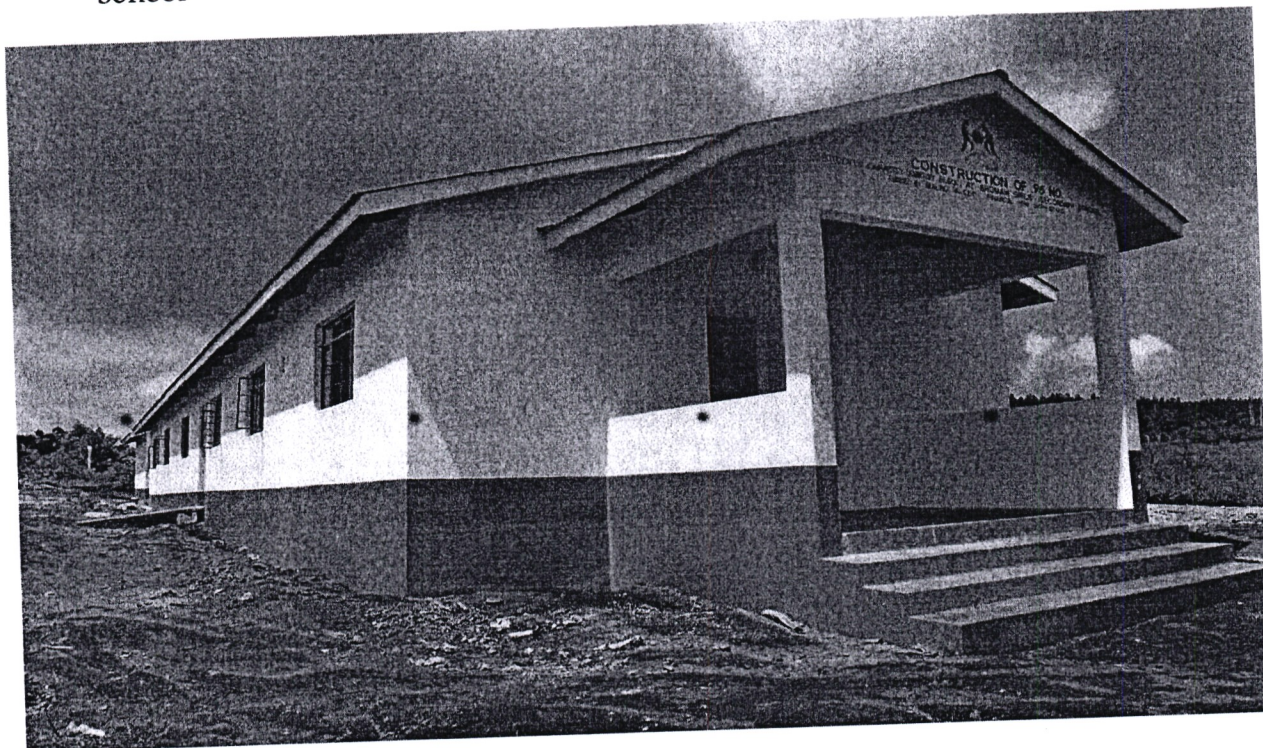


The project is complete and in use. It has improved security to the community around.

3. Construction of 2No. Classroom at Sosoni Primary School



4. Construction of 96 No. Students Capacity Dormitory Block at Shomani Girls Secondary School



Challenges

The only challenge was with regard to delay in disbursement of funds from the NG-CDF Board. Consequently, many activities started late in the middle of the financial year.

Way Forward

There was enormous support from the political office and from government departments which made our work very easy. We will seek to enhance these relations and also appeal to the Government and the NG-CDF Board to sync our program with the financial year so that activities start during the first quarter of the year.

Signature

CHAIRPERSON NG-CDF 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 NG-CDF-Malindi Constituency's 2018-2022 plans are to:

- a) To provide infrastructure to ease the process of administering justice, law and order at local level.
- b) To improve area coverage in terms of the population to be served by law enforcement agencies.
- c) To boost security lighting in residential areas and commercial centres.
- d) To improve enrolment and transition rates in primary and secondary schools.
- e) To reduce the existence disparities in terms of learning resources in different schools.
- f) To rehabilitate and build school infrastructure so as to create an enabling environment for learning.
- g) To promote sustainable utilization of natural resources.
- h) To enhance socio-economic empowerment for the youth.
- i) To nurture sporting and artistic talents among the youth.
- j) Sponsoring of various talents.

Progress on attainment of Strategic development objectives

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

Constituency Program	Objective	Outcome	Indicator	Performance
Education	-To have all children of school going age attending school -To rehabilitate and build school infrastructure so as to create an enabling environment for learning.	-Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	-Number of usable physical infrastructure build in primary, secondary, and tertiary institutions -Number of bursary beneficiaries at all levels	In FY 20/21 -we increased number of classrooms, dormitories, laboratories etc from 535 to 579 in the following schools/institutions - Bursary beneficiaries at all levels were as per the attached schedules
Security	-To improve in residential and commercial areas -To provide infrastructure to ease the process of administering justice, law and order at local level	-Safe and secure environment -Growth and sustainability of economic activities -Decline in number of criminal instances -Existence of peace, justice and	-Number of usable physical infrastructure build in police stations/post, chief's/assistant chief's offices and street lights	In F/Y 20/21 -We increased number of police stations/post, chief's offices and assistant chief's offices etc from 25-28.

*Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Environment	-To promote sustainable utilization of natural resources -To enhance socio-economic empowerment of the youth.	order. -An increased forest cover. -Sustainable socio-economic development.	-Increased forest cover -Improved climate changes	In F/Y 20/21 -We increased number of schools with supplies with tree seedlings from 22-27.
Sports	-To nurture sporting and artistic talents among the youth. -Sponsoring of various tournaments.	-Increased talents among youths.	-Increased of number of talents among the youth.	In F/Y 20/21 -Increased the number of talented youth who rose to national standards.
Information Communication and Technology (ICT)	-To enhance access fo information and technology -To enhance service delivery	-Equip schools and chief's office with ICT equipment	-Increased number of schools and chief's offices with computers and internet connectivity.	-Increased number of ICT users from 0-10 in schools and chief's offices.

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

1. Sustainability strategy and profile -

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

a. **Education and Training:** Malindi NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.

b. **Security Sector Support:** Among its key pillars, NG-CDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.

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

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

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

2. Environmental performance

Malindi NG-CDF focuses on enhancing the capacity of the community towards sustainable utilization of their natural resources. Efforts are made to strengthen their capacity through provision of the required inputs, skills and diversified livelihood options.

Malindi NG-CDF Committee has not and will not relent in the fight against urban pollution and depletion of fragile natural resources and ecosystems.

The Committee has been able to provide tree seedlings and encourage environmental conservation education initiatives in schools. For this effort to succeed, partnerships with development actors must exist and grow overtime. Examples of such partners the NG-CDF Committee seeks to engage includes; the National Environmental Management Authority (NEMA), The Kenya Forest Services (KFS), Kenya Wildlife service(KWS), Coast Development Authority (CDA), Community Development Authority (CDA),

Community Development Trust Fund, Conservation CBOs, NGOs, among relevant bilateral and multi-lateral agencies. The environment strategy is summarized as follows:

Strategic Objective	Strategies and Approach	Expected Outcome
1. To promote sustainable utilization of natural resources	- Provision of tree seedlings and rain water harvesting	-An increased forest cover
2. To enhance socio-economic empowerment for the youth.	-Empowering youths on implementation and sensitization of tree planting,	-Sustainable socio-economic development

3. Employee welfare

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

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

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

4. Market place practices-

Malindi NG-CDF Constituency is committed to fair and ethical market practises.

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

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

NG-CDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

Public participation is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision. The NG-CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

Public Awareness

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

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

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

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

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

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

Approval of the financial statements

The NG-CDF- Malindi Constituency financial statements were approved and signed by the Accounting Officer on 24/08/2021.



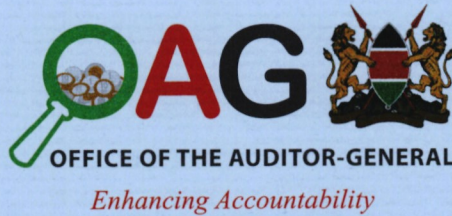
Chairman NG-CDF Committee
Name: Elina Mapenzi Samini



Fund Account Manager
Name: George Juma Onesmus

REPUBLIC OF KENYA

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



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

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

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Malindi Constituency set out on pages 17 to 50,

which comprise of the statement of assets and liabilities as at 30 June, 2021, and statement of receipts and payments, statement of cash flows and 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 National Government Constituencies Development Fund - Malindi Constituency as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act No.30 of 2015.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

The statement of receipts and payments reflects balances on compensation of employees and transfers to other Government units which differed with the supporting schedules balances as detailed below:

Item	Note	Financial Statement Balance Kshs.	Supporting Schedules Kshs.	Variance Kshs.
Compensation of Employees	4	2,243,541	2,237,121	6,240
Transfers to Primary Schools	6	60,598,000	59,200,000	1,398,000
Transfers to Secondary Schools	6	32,678,000	34,076,000	(1,398,000)

Further, the statements of assets and liabilities reflects total financial liabilities of Kshs.33,856,360 instead of a nil balance resulting to an unexplained variance of Kshs.33.856 360. In addition, the statement of cash flows reflects total receipts less total payments of Kshs.22,642,112 as a negative balance instead of a positive balance.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

2. Unsupported Cash and Cash Equivalents

The statement of assets and liabilities and as disclosed in Note 10A to the financial statements reflects cash and cash equivalents balance of Kshs.33,856,360. However, monthly bank reconciliation statements were not provided for audit.

Further, the bank reconciliation statement for June, 2021 reflects a cash book balance of Kshs.33,856,360. However, payments in cash book not recorded in bank statement of

Kshs.3,909,646 did not have a breakdown or details of what they relate to. In addition, bank statements were not provided to confirm if the cash book payments were subsequently cleared in the bank.

In the circumstances, the accuracy and completeness of the cash and cash equivalents balances of Kshs.33,856,360 could not be confirmed.

3. Unsupported Committee Allowances and Other Committee Expenses

The statement of receipts and payments and as disclosed in Note 5 to the financial statements reflects use of goods and services amounting to Kshs.6,945,749 which includes committee allowances amounting to Kshs.987,000 and other committee expenses of Kshs.2,063,000 respectively totalling to Kshs.3,050,000. However, payments amounting to Kshs.1,791,000 were not supported with payment vouchers.

In the circumstances, the propriety, accuracy and completeness of Kshs.1,791,000 for use of goods and services could not be confirmed

4. Unsupported Projects Management Committee (PMC) Account Balances

As disclosed in Note 17.4 and Annex 5 to the financial statements are Project Management Committee (PMC) bank account balances amounting to Kshs.5,604,310. However, bank reconciliation statements and their related supporting documents were not provided for audit review. This is contrary to Regulations 90(1) of the Public Finance Management (National Government) Regulations, 2015 which requires that Accounting Officers shall ensure bank accounts reconciliations are completed for each bank account held by the Accounting Officer, every month and, submit a bank reconciliation statement not later than date 10 of the subsequent month to the National Treasury with a copy to the Auditor General.

In the circumstances, the PMC bank balances could not be confirmed.

5. Unsupported and Unbudgeted Acquisition of Assets

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects acquisition of assets amounting to Kshs.2,730,000 for refurbishment of buildings which includes Kshs.2,230,000 in respect of proposed repair of roof leakages, ceiling, and aluminum window glasses at NGCDF Malindi Constituency Member of Parliament (MP) offices. However, the expenditure was not in the approved code list for the year under review and it was not supported with the relevant schedules. In addition, the procurement files, payment vouchers and payment certificates for works or services done were not provided for audit review.

In the circumstances, the accuracy and completeness of the expenditure of Kshs.2,230,000 spent on the refurbishment of buildings could not be confirmed.

6. Unsupported Other Grants and Transfers

The statement of receipts and payments and as disclosed in Note 7 to the financial statements reflects other grants and transfers amounting to Kshs.36,260,322 which includes Kshs.14,349,239 in respect of five (5) projects. However, the contract document for renovation of the staff quarters did not include the contract period. Further, the certificates of practical completion, handing over reports, bank statements and the Projects Management Committees expenditure returns were not provided for audit review.

In the circumstances, the accuracy and completeness of the transfers amounting to Kshs.14,349,239 spent on the projects could not be confirmed.

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

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.220,400,851 and Kshs.175,311,972 respectively, resulting to an underfunding of Kshs.45,088,879 or 21% of the budget. Similarly, the Fund expended Kshs.141,455,612 against an approved budget of Kshs.220,400,851, resulting to an under-expenditure of Kshs.78,945,239 or 36% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, several paragraphs were raised. However, Management has not resolved and disclosed the status of all the prior year matters as prescribed in the reporting requirements set by the Public Sector Accounting Standards Board. Management has not provided satisfactory explanation for the delay in resolving the issues.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter 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. Lack of Contract for Security Services

Review of expenditure records revealed that an amount of Kshs.338,000 was spent on office security. However, signed service contract with the service provider was not provided for audit. This is contrary to the provisions of Section 44(2)(c) of the Public Procurement and Asset Disposals Act, 2015 which states that 'an Accounting Officer shall ensure proper documentation of procurement proceedings and safe custody of all procurement records in accordance with the Act'. In addition, the terms of service that were in force for the provision of office security could not be confirmed.

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

2. Projects Implementation

Review of project's payments documents revealed that an amount of Kshs.18,500,000 was disbursed to five (5) schools for renovation of twenty-nine (29) classrooms. However physical verification revealed that installations of pin boards, sockets, bulbs and electrical works had not been done. Further, the physical verifications revealed instances of poor workmanship or non-delivery of goods on four (4) projects costing Kshs.10,958,503.

In the circumstances, value for money on the projects could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 Fund's 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 Fund's financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and 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 controls would not necessarily disclose all matters in the internal controls 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 controls components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of noncompliance. 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the

financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

23 September, 2022

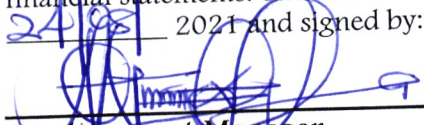
Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

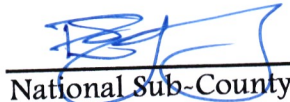
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021


	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	161,367,724	71,500,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		161,367,724	71,500,000
PAYMENTS			
Compensation of employees	4	2,243,541	2,057,370
Use of goods and services	5	6,945,749	6,883,060
Transfers to Other Government Units	6	93,276,000	67,525,000
Other grants and transfers	7	36,260,322	36,941,668
Acquisition of Assets	8	2,730,000	500,000
Other Payments	9	-	-
TOTAL PAYMENTS		141,455,612	113,907,098
SURPLUS/(DEFICIT)		19,912,112	(42,407,098)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF-Malindi Constituency financial statements were approved on

24/06/2021 and signed by:


Fund Account Manager
Name: George Juma Onesmus

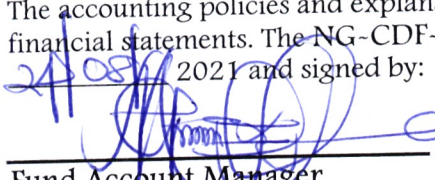

National Sub-County
Accountant
Name: Edwin Indase
ICPAK M/No: 20457

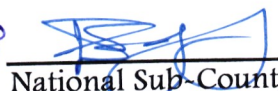

Chairman NG-CDF Committee
Name: Elina Mapenzi Samini

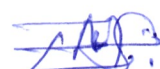
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2021

	Note	2020-2021 Kshs	2019-2020 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	33,856,360	13,944,248
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		33,856,360	13,944,248
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		33,856,360	13,944,248
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES		33,856,360	13,944,248
NET FINANCIAL ASSETS		33,856,360	13,944,248
REPRESENTED BY			
Fund balance b/fwd	13	13,944,248	56,351,346
Prior year adjustments	14	-	-
Surplus/Deficit for the year		19,912,112	(42,407,098)
NET FINANCIAL POSITION		33,856,360	13,944,248

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF-Malindi Constituency financial statements were approved on 24/08/2021 and signed by:


Fund Account Manager
Name: George Juma Onesmus


National Sub-County
Accountant
Name: Edwin Indase
ICPAK M/No: 20457


Chairman NG-CDF Committee
Name: Elina Mapenzi Samini

IX. STATEMENT OF CASHFLOW AS AT 30TH JUNE 2021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	161,367,724	71,500,000
Other Receipts	3	-	-
Total receipts		161,367,724	71,500,000
Payments for operating activities			
Compensation of Employees	4	2,243,541	2,057,370
Use of goods and services	5	6,945,749	6,883,060
Transfers to Other Government Units	6	93,276,000	67,525,000
Other grants and transfers	7	36,260,322	36,941,668
Other Payments	9	-	-
Total payments		138,725,612	113,407,098
Total Receipts Less Total Payments		(22,642,112)	(41,907,098)
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		(22,642,112)	(41,907,098)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(2,730,000)	(500,000)
Net cash flows from Investing Activities		(2,730,000)	(500,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		19,912,112	(42,407,098)
Cash and cash equivalent at BEGINNING of the year	10	13,944,248	56,351,346
Cash and cash equivalent at END of the year		33,856,360	13,944,248

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

Fund Account Manager
Name: George Juma Onesmus

National Sub-County
Accountant
Name: Edwin Inase
ICPAK M/No: 20457

Chairman NG-CDF Committee
Name: Elina Mapenzi Samini

X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipts/Payments	Original Budget		Adjustments		Final Budget c=a+b	Actual on comparable basis d	Budget utilization difference e=c-d	% of Utilization f=d/c %
	a	b	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursemen ts				
RECEIPTS	2020/2021				2020/2021	30/06/2021		
		Kshs		Kshs	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879		13,944,248	69,367,724	220,400,851	175,311,972	45,088,879	79.5%
Proceeds from Sale of Assets					0	-	-	0.0%
Other Receipts					0	-	-	0.0%
TOTALS	137,088,879		13,944,248	69,367,724	220,400,851	175,311,972	45,088,879	79.5%
PAYMENTS								
Compensation of Employees	3,725,324		1,050,000	0	4,775,324	2,243,541	2,531,783	47.0%
Use of goods and services	8,612,676		1,541,602	0	10,154,278	6,945,749	3,208,529	68.4%
Transfers to Other Government Units	75,728,000		4,570,000	45,708,000	126,006,000	93,276,000	32,730,000	74.0%
Other grants and transfers	49,022,880		6,782,646	20,929,724	76,735,250	36,260,322	40,474,928	47.3%
Acquisition of Assets	0		0	2,730,000	2,730,000	2,730,000	-	100.0%
Other Payments	0		0	0	0	-	-	0.0%
Funds pending approval**								
TOTALS	137,088,879		13,944,248	69,367,724	220,400,851	141,455,612	78,945,239	64.2%


Malindi Constituency
National Government Constituencies Development Fund (NG- CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

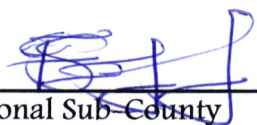
(a) The total of kshs. 175,311,972 was receipts from NG-CDF Board.


(b) The under utilization of funds below 90% in the sector is attributed by delay in disbursement of fund by the NG-CDF Board.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	78,945,239
Less undisbursed funds receivable from the Board as at 30 th June 2021	(45,088,879)
	33,856,360
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	33,856,360

The NG-CDF-Malindi Constituency financial statements were approved on _____ 2021 and signed by:


 Fund Account Manager
 Name: George Juma Onesmus


 National Sub-County
 Accountant
 Name: Edwin Indase
 ICPAK M/No: 20457


 Chairman NG-CDF Committee
 Name: Elina Mapenzi Samini

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference	% of Utilisation (f=d/c)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursement s				
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	3,725,324	1,050,000	-	4,775,324	2,243,541	2,531,783	
1.2 Committee allowances	2,732,009	151,602	-	2,883,611	987,000	1,896,611	34
1.3 Use of goods and services	1,768,000	150,000	-	1,918,000	1,237,749	680,251	65
Total	8,225,333	1,351,602	-	9,576,935	4,468,290	5,108,644	
2.0 Monitoring and evaluation							
2.1 Capacity building	1,600,000	460,000	-	2,060,000	1,764,000	296,000	86
2.2 Committee allowances	1,612,666	780,000	-	2,392,666	2,068,000	324,666	86
2.3 Use of goods and services	900,000	-	-	900,000	889,000	11,000	99
Total	4,112,666	1,240,000	-	5,352,666	4,721,000	631,666	
3.0 Emergency							
3.1 Primary Schools							
3.1.1. Upweoni Primary School	1,892,000	-	-	1,892,000	1,892,000	-	
3.2 Secondary schools	-	-	-	-	-	-	
3.3 Tertiary institutions	-	-	-	-	-	-	
3.4 Security projects	-	-	-	-	-	-	
3.5 Unutilised	5,300,207	-	-	5,300,207	-	5,300,207	
Total	7,192,207	-	-	7,192,207	1,892,000	5,300,207	

Malindi Constituency

**National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference	% of Utilisation (f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursement s				
4.0 Bursary and Social Security							
4.1 Secondary Schools	16,000,000	3,000,000	4,604,600	23,604,600	11,179,197	12,425,403	
4.2 Tertiary Institutions	13,000,000	3,000,000	4,000,000	20,000,000	5,812,000	14,188,000	
4.3 Social Security	-	-	-	-	-	-	
4.4 Special Needs	3,047,118	-	-	3,047,118	1,522,000	1,525,118	
Total	32,047,118	6,000,000	8,604,600	46,651,718	18,513,197	28,138,521	
5.0 Sports							
5.1	2,741,778	-	-	2,741,778	-	2,741,778	
Total	2,741,778	-	-	2,741,778	-	2,741,778	
6.0 Environment							
6.1 Malindi Primary School tanks Project	1,300,000	-	-	1,300,000	-	1,300,000	
6.2 Baguo Primary School	1,441,778	-	-	1,441,778	-	1,441,778	
6.3 Environment project	-	-	-	-	2,747,354	(2,747,354)	
Total	2,741,778	-	-	2,741,778	2,747,354	(5,576)	
7.0 Primary Schools Projects (List all the Projects)							
7.1 Madunguni Primary School	2,000,000	-	-	2,000,000	2,000,000	-	100
7.2 Baguo Primary School	1,100,000	-	-	1,100,000	1,100,000	-	
7.3 Mongotini Primary School	3,300,000	-	-	3,300,000	3,300,000	-	
7.4 Kakuyuni Primary School	3,900,000	-	-	3,900,000	3,900,000	-	
7.5 Goshi Primary School	1,700,000	-	-	1,700,000	-	1,700,000	

**Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursement \$				
7.6 Maziwani Primary School	2,400,000	-	-	2,400,000	2,200,000	200,000	
7.7 Kijiwetanga Primary School	3,400,000	-	-	3,400,000	3,400,000	-	
7.8 Mashamba Primary School	3,300,000	-	-	3,300,000	-	3,300,000	
7.9 Mkunguni Primary School	1,700,000	-	-	1,700,000	-	1,700,000	
7.10 St. Andrews Primary School	4,500,000	-	-	4,500,000	4,500,000	-	
7.11 Majivuni Primary School	3,300,000	-	-	3,300,000	1,400,000	1,900,000	
7.12 Ganda Primary School	1,900,000	-	-	1,900,000	1,900,000	-	
7.13 Central Primary School	1,700,000	-	-	1,700,000	1,700,000	-	
7.14 Karima Primary School	3,300,000	-	-	3,300,000	-	3,300,000	
7.15 Sir Ali Special School	3,300,000	-	-	3,300,000	3,900,000	(600,000)	
7.16 Sosobora Primary School	1,700,000	-	-	1,700,000	-	1,700,000	
7.17 Kasimbiji Primary School	1,020,000	-	-	1,020,000	-	1,020,000	
7.18 Kavunyulo Primary School	-	-	3,600,000.00	3,600,000	3,600,000	-	
7.19 Desks lockers and chairs	-	1,270,000	-	1,270,000	1,270,000	-	
7.20 Baguo Primary School	-	-	2,200,000.00	2,200,000	2,200,000	-	
7.21 Mkunguni Primary School	-	-	2,200,000.00	2,200,000	2,200,000	-	
7.22 Kombeni Primary School	-	-	4,930,000.00	4,930,000	4,930,000	-	
7.23 Galeni Primary School	-	-	5,100,000.00	5,100,000	5,100,000	-	
7.24 Upweoni Primary School	-	-	1,700,000.00	1,700,000	1,700,000	-	
7.25 Arabuko Primary School	-	-	3,400,000.00	3,400,000	3,400,000	-	
7.26 ACK Bishop Kalu Primary School	-	-	2,200,000.00	2,200,000	2,200,000	-	
7.27 Majivuni Primary School	-	-	3,300,000.00	3,300,000	3,300,000	-	

**Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference	% of Utilisation (f=d/c)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursement s				
Total	43,520,000	1,270,000	28,630,000	73,420,000	59,200,000	14,220,000	
8.0 Secondary Schools Projects (List all the Projects)							
8.1 Kakoneni Girls Secondary School	7,800,000	-	-	7,800,000	7,000,000	800,000	90
8.2 Shomani Girls Secondary School	4,400,000	-	-	4,400,000	4,400,000	-	100
8.3 Shomani Girls Secondary School	1,728,000	-	-	1,728,000	1,728,000	-	
8.4 Madunguni Secondary School	4,200,000	-	-	4,200,000	-	4,200,000	
8.5 Bishop Kalu Secondary School	3,300,000	-	-	3,300,000	-	3,300,000	
8.6 Bishop Baldacchino Secondary School	1,700,000	-	-	1,700,000	-	1,700,000	
8.7 Shomani Girls Secondary School	580,000	-	-	580,000	570,000	10,000	98
8.8 Kakuyuni Boys Secondary School	2,500,000	-	-	2,500,000	-	2,500,000	
8.9 Langobaya Secondary School	-	-	7,300,000	7,300,000	7,300,000	-	
8.10 Bishop Baldacchino Secondary School	-	2,200,000	-	2,200,000	2,200,000	-	
8.11 Kakoneni Girls Secondary School	-	-	1,398,000	1,398,000	1,398,000	-	
8.12 Kakoneni Girls Secondary School	-	-	4,500,000	4,500,000	4,500,000	-	
8.13 Majivuni Boys Sec School	-	1,100,000	-	1,100,000	1,100,000	-	
8.14 Shomani Girls Secondary School	-	-	580,000	580,000	580,000	-	
8.15 Kakoneni Girls Secondary School	-	-	3,300,000	3,300,000	3,300,000	-	
Total	26,208,000	3,300,000	17,078,000	46,586,000	34,076,000	12,510,000	

**Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021**

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference	% of Utilisation (f=d/c)
		Opening Balance (C/Bk) and ALA	Previous Years' Outstanding Disbursement s				
9.0 Tertiary institutions Projects (List all the Projects)							
9.1 Malindi KMTC	6,000,000	-	-	6,000,000	-	6,000,000	-
Total	6,000,000	-	-	6,000,000	-	6,000,000	
10.0 Security Projects							
10.1 Jilore Chief's Office	3,200,000	-	-	3,200,000	-	3,200,000	
10.2 Malindi DCC's office	1,100,000	-	-	1,100,000	-	1,100,000	
10.3 Mere Chief's office	-	-	3,300,000	3,300,000	3,300,000	-	
10.4 Kakuyuni Chief's office	-	-	3,400,000	3,400,000	3,400,000	-	
10.5 DCC's staff quarter	-	-	2,117,354	2,117,354	2,117,354	-	
10.6 DCC's staff quarter	-	782,646	-	782,646	782,646	-	
10.7 Kakuyuni Police Post	-	-	3,507,770	3,507,770	3,507,770	-	
Total	4,300,000	782,646	12,325,124	17,407,770	13,107,770	4,300,000	
11.0 Acquisition of assets							
11.1 Motor Vehicles (including motorbikes)	-	-	-	-	-	-	-
11.2 Construction of CDF office	-	-	2,730,000	2,730,000	2,730,000	-	-
11.3 Purchase of furniture and equipment	-	-	-	-	-	-	-
11.4 Purchase of computers	-	-	-	-	-	-	-
Total	-	-	2,730,000	2,730,000	2,730,000	-	
12.0 Others payments							
Malindi NGCDF Office	-	-	-	-	-	-	-
Malindi Constituency strategic plan	-	-	-	-	-	-	-

*Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

Programme/Sub-programme	Original Budget 2020/2021	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements				
Total	-	-	-	-	-	-	
Funds pending approval**	-	-	-	-	-	-	
Total	137,088,880	13,944,248	69,867,724	220,400,852	141,455,611	78,945,241	

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

XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

Other receipts

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

Unutilized Funds from PMCs.

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

External Assistance

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

5. In-kind contributions

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

6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

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

14. Errors

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

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

15. Related Party Transactions

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

*Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
NGCDF Board		
	26,000,000.00	
AIE NO. A823672	35,000,000.00	
AIE NO. B104825	8,367,724.10	
	9,000,000.00	
	10,000,000.00	
AIE NO. B119945	13,000,000.00	
AIE NO. B128188	6,900,000.00	
AIE NO. B128500	6,000,000.00	
AIE NO. B132243	6,000,000.00	
AIE NO. B138911	13,000,000.00	
AIE NO. B126205	6,100,000.00	
AIE NO. B126500	10,000,000.00	
AIE NO. B140645	12,000,000.00	
AIE NO. B 041120		4,000,000
AIE NO. B 047605		20,000,000
AIE NO. B 047965		8,000,000
AIE NO. B 049367		14,000,000
AIE NO. B 104391		22,000,000
AIE NO. B 047200		3,500,000
TOTAL	161,367,724	71,500,000

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings	00	00
Receipts from the Sale of Vehicles and Transport Equipment	00	00
Receipts from sale of office and general equipment	00	00
Receipts from the Sale Plant Machinery and Equipment	00	00
Total	00	00

*Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	00	00
Rents	00	00
Receipts from sale of tender documents	00	00
Hire of plant/equipment/facilities	00	00
Unutilized funds from PMCs	00	00
Other Receipts Not Classified Elsewhere	00	00
Total	00	00

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,159,811	1,964,280
Personal allowances paid as part of salary	00	00
House Allowance	00	00
Transport Allowance	00	00
Leave allowance	00	00
Gratuity to contractual employees	00	00
Employer Contributions Compulsory national social security schemes	83,730	93,090
Total	2,243,541	2,057,370

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Utilities, supplies and services	145,737	55,175
Electricity	96,000	00
Water & sewerage charges	17,750	00
Office rent	00	00
Communication, supplies and services	230,400	153,350
Domestic travel and subsistence	127,000	782,120
Printing, advertising and information supplies & services	335,963	15,000
Rentals of produced assets	00	00
Training expenses	1,764,000	00
Hospitality supplies and services	248,100	50,075
Other committee expenses	2,063,000	130,800
Committee allowance	987,000	2,370,000
Insurance costs	12,094	12,054
Specialized materials and services	00	00
Office and general supplies and services	345,858	2,345,191
Fuel, oil & lubricants	63,000	26,400
Other operating expenses	51,500	569,155
Bank service commission and charges	39,347	35,000
Security operations	338,000	338,000
Routine maintenance – vehicles and other transport equipment	81,000	00
Routine maintenance – other assets	00	00
Total	6,945,749	6,883,060

*Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	60,598,000	41,575,000
Transfers to secondary schools (see attached list)	32,678,000	22,150,000
Transfers to tertiary institutions (see attached list)	0	3,800,000
TOTAL	93,276,000	67,525,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	11,179,198	6,521,000
Bursary – tertiary institutions (see attached list)	5,812,000	4,710,000
Bursary – special schools (see attached list)	1,522,000	200,000
Mock & CAT (see attached list)		00
Social Security programmes (NHIF)		00
Security projects (see attached list)	13,107,770	8,300,000
Sports projects (see attached list)	00	2,690,500
Environment projects (see attached list)	2,747,354	2,180,817
Emergency projects (see attached list)	1,892,000	12,338,001
Total	36,260,322	36,941,668

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	00	00
Construction of Buildings	00	00
Refurbishment of Buildings	2,730,000	00
Purchase of Vehicles and Other Transport Equipment	00	00
Overhaul of Vehicles and Other Transport Equipment	00	00
Purchase of Household Furniture and Institutional Equipment	00	00
Purchase of Office Furniture and General Equipment	00	500,000
Purchase of ICT Equipment, Software and Other ICT Assets	00	00
Purchase of Specialized Plant, Equipment and Machinery	00	00
Rehabilitation and Renovation of Plant, Machinery and Equip.	00	00
Acquisition of Land	00	00
Acquisition of Intangible Assets	00	00
	00	00
Total	2,730,000	500,000

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	00	00
ICT Hub	00	00
	00	00

*Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>Equity Bank, Malindi Branch Account No. 0450262081943</i>	33,856,360	13,944,248
Total	33,856,360	13,944,248
10B: CASH IN HAND		
Location 1	00	00
Location 2	00	00
Location 3	00	00
Other Locations (<i>specify</i>)	00	00
	00	00
Total	00	00
<i>[Provide cash count certificates for each]</i>		

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer</i>	00	00	00	00
<i>Name of Officer</i>	00	00	00	00
<i>Name of Officer</i>	00	00	00	00
<i>Name of Officer</i>	00	00	00	00
<i>Name of Officer</i>	00	00	00	00
<i>Name of Officer</i>	00	00	00	00
<i>Total</i>				00

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

12A. RETENTION

	2020-2021	2019-2020
	<i>KShs</i>	<i>KShs</i>
Retention as at 1 st July (A)	00	00
Retention held during the year (B)	00	00
Retention paid during the Year (C)	00	00
Closing Retention as at 30 th June D= A+B-C	00	00

[Provide short appropriate explanations as necessary.]

12B. GRATUITY

	2020-2021	2019-2020
	<i>KShs</i>	<i>KShs</i>
Gratuity as at 1 st July (A)	00	00
Gratuity held during the year (B)	00	00
Gratuity paid during the Year (C)	00	00
Closing Gratuity as at 30 th June D= A+B-C	00	00

[Provide short appropriate explanations as necessary]

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	13,944,248	56,351,346
Cash in hand	00	00
Imprest	00	00
Total	13,944,248	56,351,346

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	00	00	00
Cash in hand	00	00	00
Accounts Payables	(00)	00	(00)
Receivables	00	00	00
Others (<i>specify</i>)	00	00	00
TOTAL	00	00	00

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST*

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	00	00
Imprest issued during the year (B)	00	00
Imprest surrendered during the Year (C)	00	00
closing accounts in account receivables D= A+B-C	00	00

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2021	2019 - 2020
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	00	00
Deposit and Retentions held during the year (B)	00	00
Deposit and Retentions paid during the Year (C)	00	00
closing account payables D= A+B-C	00	00

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	00	00
Construction of civil works	00	00
Supply of goods	00	00
Supply of services	00	00
	00	00

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	00	00
Others (<i>specify</i>)	00	00
	00	00

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
00	00	Kshs
Compensation of employees	00	00
Use of goods and services	00	00
Amounts due to other Government entities (see attached list)	00	00
Amounts due to other grants and other transfers (see attached list)	00	00
Acquisition of assets	00	00
Others (<i>specify</i>)	00	00
Funds pending approval	00	00
	00	00

Malindi Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for The Year Ended June 30, 2021

NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	5,604,310.80	3,975,856.92
	5,604,310.80	3,975,856.92

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

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

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		2,680,000.00		
Use of goods & services		4,489,000.00		
Amounts due to other Government entities				
Madunguni Secondary School		1,000,000.00		
Bishop Kalu Secondary School		1,800,000.00		
Bishop Baldachini Secondary School		2,000,000.00		
Goshi Primary School		2,000,000.00		
Sosobora Primary School		2,000,000.00		
Mashamba Primary School		1,900,000.00		
Mkunguni Primary School		1,400,000.00		
Jilore Chief's Office		1,500,000.00		
Kakuyuni Boys Secondary School		900,000.00		
Sir. Ali Special School		3,000,000.00		
Maziwa Primary School		1,650,000.00		
Karima Primary School		3,300,000.00		
Baguo Primary School		2,000,000.00		
Malindi KMTC		6,000,000.00		
Sub-Total		37,619,000.00		
Amounts due to other grants and other transfers				
Sports		2,741,777.00		
Bursary Secondary Schools		9,100,000.00		
Bursary Tertiary Institutions		4,092,349.82		
Bursary FWD		1,000,000.00		
Emergency		4,480,000.00		
Sub-Total		21,414,126.82		
Acquisition of assets		00		
Others (<i>specify</i>)		00		
Sub-Total		00		
Funds pending approval		00		
Grand Total		59,033,126.82		

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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land	5,000,000	00	00	5,000,000
Buildings and structures	18,000,000	2,730,000	00	20,730,000
Transport equipment	6,950,000	00	00	6,950,000
Office equipment, furniture and fittings	3,321,097	00	00	3,321,097
ICT Equipment, Software and Other ICT Assets	974,327	00	00	974,327
Other Machinery and Equipment	22,750,000	00	00	22,750,000
Heritage and cultural assets	00	00	00	00
Intangible assets	00	00	00	00
Total	56,995,424	00	2,730,000	59,725,424

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

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

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Malindi NG-CDF Kavunyalalo Primary School	Equity	045027992096	3,120.00	
Malindi NG-CDF Desks, lockers and Chairs	Equity	0450280121113	600.00	
Malindi NG-CDF Sir AliSpecial School PMC	Equity	0450280120784	66,091.00	
Malindi NG-CDF Baguo Primary School	Equity	0450280122484	35,450.58	
Malindi NG-CDF Mkunguni Primary School PMC Account	Equity	0450280124930	34,526.22	
Malindi NG-CDF Khombeni Primary School Renovation PMC Account	Equity	0450280325943	83,052.00	
Malindi NG-CDF Gahaleni Primary School Renovation PMC Account	Equity	0450280326862	84,934.00	
Malindi NG-CDF Maziwani Secondary School PMC Account	Equity	0450280327120	36,603.00	
Malindi NG-CDF Upweoni Primary School	Equity	0450280753003	92,379.00	
Malindi NG-CDF Arabuko Sokoke Primary School PMC Account	Equity	0450280326252	56,150.00	
Malindi NG-CDF ACK Bishop Kalu School PMC Account	Equity	0450280325319	36,528.00	
Malindi NG-CDF Majivuni Primary School PMC Account	Equity	0450280801569	372,566.00	
Malindi NG-CDF Ganda Primary School PMC Account	Equity	0450280803014	223,002.00	
Malindi NG-CDF Kakuyuni PrimarySchool PMC Account	Equity	0450280801709	433,265.00	
Malindi NG-CDF Mongotini Primary School PMC Account	Equity	0450280803675	365,360.00	
Malindi NG-CDF St. Andrews Primary School PMC Account	Equity	0450280806780	500,367.00	
Malindi NG-CDFKijiwetanga Primary School PMC Account	Equity	0450280803438	367,141.00	
Malindi NG-CDF Madunguni Primary School PMC Account	Equity	0450280802090	235,094.00	
Malindi NG-CDF Madunguni Secondary School PMC Account	Equity	0450279685911	320.00	
Malindi NG-CDF Kakoneni Girls Secondary School PMC Account	Equity	0450280127814	259,492.00	

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

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Malindi NG-CDF Langobaya Secondary School PMC Account	Equity	0450280229304	1,360.00	
Malindi NG-CDF Shamani Girls Secondary School PMC Account	Equity	0450280749354	2,179,443.00	
Malindi NG-CDF Mere Chief's Office PMC Account	Equity	0450279922811	70.00	
Malindi NG-CDF Kakuyuni Chief's Office PMC Account	Equity	0450280120927	58,317.00	
Malindi NG-CDF Sub-County DCC Staff House PMC Account	Equity	0450280121274	48,900.00	
Malindi NG-CDF Kakuyuni Police Post PMC0450280326482	Equity	0450280326482	30,180.00	
Malindi NG-CDF-Kijiwe Tanga Primary School	Equity	0450279051444		2,399.97
Malindi NG-CDF-Girimacha Primary School	Equity	0450278991867		1,120.00
Malindi NG-CDF-Mmangani Primary School	Equity	0450279834806		495,640.00
Malindi NG-CDF-Maziwani Primary School	Equity	0450279050108		2,945.60
Malindi NG-CDF-Sir Ali Bin Salim Primary School	Equity	0450264108963		5,573.00
Malindi NG-CDF Primary School desks Project	Equity	0450279071669		590.00
Malindi NG-CDF-Gandini Primary School	Equity	0450278997125		720.50
Malindi NG-CDF-Madunguni Secondary School	Equity	0450279685911		320.00
Malindi NG-CDF-Kavunyalalo Primary School	Equity	0450279050001		120.00
Malindi NG-CDF-Kakoneni Primary School	Equity	0450279059891		1,685.55
Malindi NG-CDF-Mkaomoto Primary School	Equity	0450279573757		620.00
Malindi NG-CDF-Takaye Primary School	Equity	0450279573539		6,530.00
Malindi NG-CDF-Arabuko Sokoke Primary School	Equity	0450279686943		1,160.00
Malindi NG-CDF-Sosoni Primary School	Equity	0450279685809		1,500.00
Malindi NG-CDF-Viriko Primary School	Equity	0450279817667		1,444,048.00
Malindi NG-CDF-Malindi Primary School	Equity	0450279812795		590,220.00

Malindi Constituency

National Government Constituencies Development Fund (NGCDF)

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

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
Malindi NG-CDF-Mmangani Primary School PMC Account	Equity	0450279834806		495,640.00
Malindi NG-CDF Mmangani Primary School	Equity	0450279049270		220.00
Malindi NG-CDF-Kijiwetanga Secondary School	Equity	0450279042237		1,240.85
Malindi NG-CDF-Shomani Girls Secondary School beds project	Equity	0450279573318		2,820.00
Malindi NG-CDF-Shomani Girls Secondary School lockers project	Equity	0450279573224		124,920.00
Malindi NG-CDF-Weru T.T.I Project	Equity	0450279574421		79,280.00
Malindi NG-CDF-Shomani Secondary School	Equity	0450279815831		714,540.00
Shomani Girls Secondary School Project	Equity	0450278503254		2,003.95
Total			5,604,310.80	3,975,857.42

