

REPUBLIC OF KENYA



Enhancing Accountability

REPORT

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THE NATIONAL ASSEMBLY	
DATE: 24 NOV 2022	Day: Thursday
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THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – KILIFI SOUTH CONSTITUENCY**

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



KILIFI SOUTH CONSTITUENCY
NATIONAL GOVERNMENT CONSTITTUENCIES 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)

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

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 Kilifi South Constituency NG-CDF 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 Obesmus
2.	Sub-County Accountant	Margaret Mokiera Mwanyiro
3.	Chairman NGCDFC	Raymond Tinga Ngombo
4.	Member NGCDFC	Essau Runya Chando

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of Kilifi South 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) Kilifi South Constituency NG-CDF Headquarters

P.O. Box 1368-80108, NG-
CDF Building-Vipingo Off
Mombasa Malindi Highway
Kilifi, Kenya

(f) Kilifi South Constituency NG-CDF Contacts

Telephone: (254) 721-355958
E-mail: www.ngcdfkilifisouth.go.ke
Website: www.go.ke

(g) Kilifi South Constituency NG-CDF Bankers

Co-operation Bank
A/C No.01141143001500
Mtwapa Branch
P.O. Box 521-80109
Mtwapa

(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



I wish to take this opportunity on behalf of Kilifi South NG-CDFC to present the Financial Reports and Statements for the period ending June 30 2021.

Kilifi South Constituency is in Kilifi County. The constituency borders Kaloleni Constituency to the west, Kilifi North to the north, Kisauni Constituency to the south and the Indian Ocean to the east. It borders Mombasa County and Mombasa City which is the second largest metropolis in the country and also which has the Kenya's main seaport of Kilindini; the centre of trade and commerce for east and central Africa.

Prior to the 2012 delimitation of boundaries by the Independent Boundaries and Electoral Commission (IBEC) Kilifi South Constituency was part of Bahari constituency. At that time, Bahari Constituency was ranked one of the poorest constituencies in the country a fact that made it receive the largest amount of CDF allocation in the country.

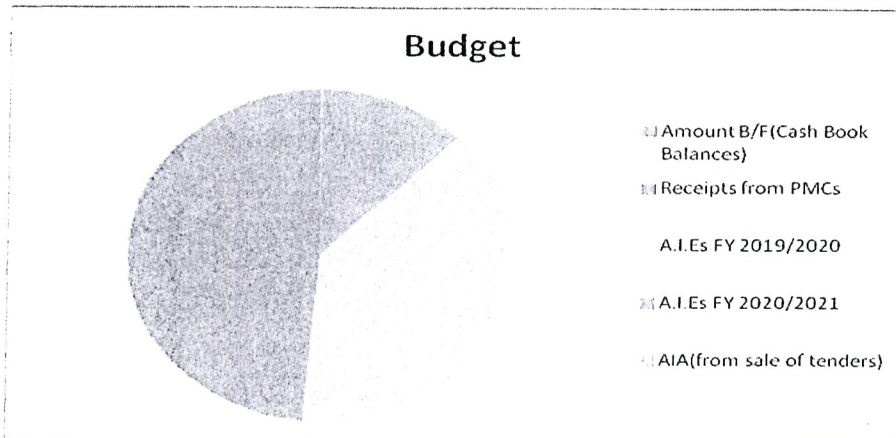
The constituency occupies an area of 401 square kilometres and its geographical position puts it in a strategic location for Agricultural, Tourism and Industrial Growth. Administratively, it is divided into Shimo la Tewa, Mtepeni, Mwarakaya, Junju and Chasimba wards. Each of these wards is divided into sub-locations. It has an estimated population of 181,556 people.

Program Budget

The final budget for the year, which consists of all the funds available for use, was Kshs. 188,881,953.41. This amount was made up of the following:

ITEM	AMOUNT
Amount B/F(Cash Book Balances)	22,812,889.76
Receipts from PMCs	621,339.55
A.I.Es FY 2019/2020	73,367,724.10
A.I.Es FY 2020/2021	92,000,000.00
AIA(from sale of tenders)	80,000.00
Total	188,881,953.41

The following is a graphical presentation of the final budget as depicted above:



Expenditure

The constituency spent Kshs.168,308,443.29 about 89% of the funds available against the budget of Kshs. 188,881,953.41 for the year as follows:

Final Budget	188,881,953,41		% of Utilization
Payments		168,308,443.29	89%
- Explained as			
Compensation of Employees	6,324,439.00	3,612,718.00	57%
Use of goods and services	10,947,297.00	10,747,266.00	98%
Transfers to Other Government Units	105,524,464.00	93,198,350.00	84%
Other grants and transfers	63,464,413.86	58,752,487.00	93%
Acquisition of Assets	2,000,000.00	1,997,122.00	99.9%
Other Payments	621,339.55	-	0%
A.I.A	80,000.00	-	0%

The highest expenditure of over 99.9% of the available funds in transfer to other government units is attributed by a faster movement in spending of funds in purchase of office furniture. The 93% expenditure on other grants and transfers is attributed by bursary disbursement which accounted for about 30,000,000.00. This was a deliberate and conscious move to address the plights of the thousands of needy students who were facing challenges in continuing with their education early during the 2020 calendar year.

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 library at Shariani Primary School and Gandini Primary School and a dormitory both at Ng'ombeni Girls Secondary School and Paul Harris Secondary School. Under the emergency program the constituency did toilets at Mbomboni Primary School and Katikirieni 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. Construction of a library at Gandini Primary School



The library is complete and in use. The school management has request Kenya National Library equip it with books.

2. Construction of a library at Shariani Primary School



The project is almost complete and will be of benefit to the students from the community around.

3. Construction of a library at Paul Harris 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



CHAIRMAN 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-Kilifi South 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	-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.

*National Government Constituencies Development Fund (NGCDF)
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		peace, justice and order.		
Environment	-To promote Sustainable utilization of natural Resources -To enhance socio-Economic empowerment of the youth.	-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 to 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

Kilifi South 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 Kilifi South NG-CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Kilifi South 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 marginalized 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

Kilifi South 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.

Kilifi South 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. Kilifi South 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. Kilifi South 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-

Kilifi South NG-CDF Constituency is committed to fair and ethical market practices.

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 practices 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-

Kilifi South 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.

Kilifi South NG-CDFC 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-Kilifi South 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-Kilifi South 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- Kilifi South 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 Kilifi South 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- Kilifi South Constituency financial statements were approved and signed by the Accounting Officer on 10/09/2021 2021.



Chairman NGCDF Committee
Name: Raymond Tinga Ngombo



Fund Account Manager
Name: George Juma Onesmus

REPUBLIC OF KENYA



Enhancing Accountability

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REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KILIFI SOUTH 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, gazetted 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 - Kilifi South Constituency set out on pages 16 to 48, which comprise of the statement of assets and liabilities as at 30 June, 2021, and the

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

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

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

Basis for Qualified Opinion

1. Inaccuracies in an Unutilized Funds

Annex 3 to the financial statements reflects unutilized funds comparative balance of Kshs.67,901,768 while the previous year's audited financial statements reflected a balance of Kshs.92,156,469, resulting to an unexplained variance of Kshs.24,254,701.

In the circumstances, the accuracy of the unutilized funds comparative balance could not be confirmed.

2. Unsupported Expenditure on Use of Goods and Services

The statement of receipts and payments and as disclosed in Note 5 to the financial statements, reflects an expenditure of Kshs.10,747,266 in respect of use of goods and services, included in the amount is Kshs.9,336,232 which was not supported with detailed schedules indicating the activities, services or goods supplied.

In addition, the expenditure includes training expenses amounting to Kshs.532,000, in respect of full Board accommodation for fourteen participants, inclusive of conference facilities for four days at Kshs.9,500 per participant. However, no evidence was provided to confirm payment to the hotel which provided the accommodation services. Further, particulars of the participants and signed attendance register provided for audit was signed once for the four days instead of daily.

In the circumstances, the accuracy and completeness of Kshs.10,747,266 on use of goods and services could not be confirmed.

3. Unsupported Transfers to Other Government Entities

The statement of receipts and payments and as disclosed in Note 6 to the financial statements reflects transfers to other Government entities totalling Kshs.93,198,849, which includes an amount of Kshs.22,844,999 transferred to secondary schools. However Management did not provide details of the certified works for payments totalling Kshs.11,177,079 relating to work done.

In the circumstances, the propriety and completeness of the transfers to secondary schools totalling to Kshs.11,177,079 could not be confirmed.

4. Inaccuracies in Fixed Assets Register balances

Annex 4 to the financial statements reflects a summary of fixed assets register with a historical cost balance of Kshs.46,309,792. However the detailed fixed assets register provided for review indicated a historical cost balance of Kshs.18,220,061 resulting to an unexplained variance of Kshs.28,089,731. In addition, the register indicated a disposal of transport equipment with a historical cost of Kshs.4,400,000. However, documents to confirm the disposal were not provided for audit.

Further, as reported in the previous financial year, the assets register excluded land on Mombasa-Malindi Road where the constituency office block is situated. The title to the land is registered in the name of Kilifi South Constituency Development Fund, contrary to National Government Constituencies Development Fund Act, 2015 Section 36(3) which states that, "all fixed and movable assets, including equipment bought under this Act for use by the Constituency Committee shall be the property of the Board and shall be insured in the name of the Board".

In the circumstances, the accuracy, valuation, ownership and rights and obligations of the fixed assets with a historical cost of Kshs.46,309,792 could not be confirmed.

5. Salary Overpayment

The statement of receipts and payments and as disclosed in Note 4 to the financial statements reflects an expenditure on compensation of employees of Kshs.3,612,718. However review of documents revealed that the Constituency Development Fund Committee (CDFC) meeting held on 31 December, 2019 harmonized the staff salary while the CDFC meeting held on 4 February, 2021, approved 10% annual increment in staff salary effective January, 2021. However, the payment schedule showed that the 10% increase was applied to the gross salary and not on basic salary, leading to an overpayment of Kshs 58,656.

In the circumstances, the accuracy of the reported expenditure on compensation of employees 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 - Kilifi South Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on a comparable basis of Kshs.233,970,832 and Kshs.188,881,953 respectively resulting to an under-funding of Kshs.45,088,879 or 19% of the budget. Similarly, the Fund expended Kshs.168,308,442 against an approved budget of Kshs.233,970,832 resulting to an under-expenditure of Kshs.65,662,390 or 28% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

2. Unresolved Prior Year Matters

In the audit report of 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 matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Irregular Procurement of Legal Services

Review of contract documents revealed that Kshs.15,000,000 was paid to an advocate to facilitate the acquisition of land for Mtomondoni Scheme Primary School at a cost of Kshs.14,200,000 and legal fees of Kshs.800,000. However, Management did not provide evidence of advertisement for the service, those who quoted for the services, minutes of Evaluation Committee and a professional opinion in relation to the award of the contract to the advocates.

Further, no evidence was provided to confirm that a concurrence from the Attorney-General was sought before hiring the advocates which is contrary to Section 17 (1) of the Attorney General Act, 2017 which provides that no Ministry or Department shall engage the services of a consultant to render any legal services relating to the functions of the Attorney-General without the approval of the Attorney-General.

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

2. Failure to Dispose Unserviceable Assets

Review of the detailed fixed assets register revealed assets with historical cost of Kshs.2,016,800 which Management indicated as damaged and were not in use had not been disposed. This is contrary to the Public Procurement and Asset Disposal Act, 2015 Section 163(1) which requires an Accounting Officer to establish a disposal committee as and when prescribed for the disposal of unserviceable, obsolete and obsolescent or surplus store, equipment or assets.

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

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal 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 non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become


inadequate because of changes in conditions, or that the degree of compliance with the Fund's policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the 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

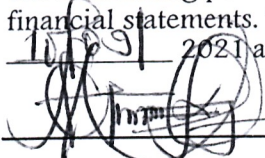
22 September, 2022

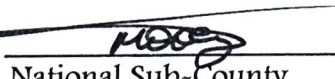
National Government Constituencies Development Fund (NGCDF)
 Reports and Financial Statements for the Year Ended June 30, 2021

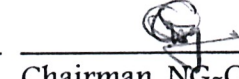
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2021

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	165,367,724	123,040,876
Proceeds from Sale of Assets	2	00	00
Other Receipts	3	<u>701,340</u>	<u>1,095,534</u>
TOTAL RECEIPTS		166,069,064	124,136,410
PAYMENTS			
Compensation of employees	4	3,612,718	2,615,385
Use of goods and services	5	10,747,266	5,050,133
Transfers to Other Government Units	6	93,198,849	62,340,000
Other grants and transfers	7	58,752,487	26,445,518
Acquisition of Assets	8	1,997,122	13,999,392
Other Payments	9	<u>00</u>	<u>00</u>
TOTAL PAYMENTS		168,308,442	110,450,428
SURPLUS/(DEFICIT)		<u>(2,239,378)</u>	<u>13,685,982</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF-Kilifi South Constituency financial statements were approved on 10/06/2021 and signed by:


 Fund Account Manager
 Name: George Juma Onesmus


 National Sub-County
 Accountant
 Name: Margret Mokeira
 Mwanyiro
 ICPAK M/No: 5986

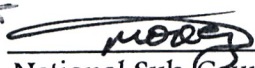

 Chairman NG-CDF Committee
 Name: Raymond Tinga Ngombo


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

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	20,573,511	22,812,889
Cash Balances (cash at hand)	10B	00	00
Total Cash and Cash Equivalents		20,573,511	22,812,889
Accounts Receivable			
Outstanding Imprests	11	00	00
TOTAL FINANCIAL ASSETS		20,573,511	22,812,889
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	00	00
Gratuity	12B	00	00
TOTAL FINANCIAL LIABILITES		00	00
NET FINANCIAL ASSETS		20,573,511	22,812,889
REPRESENTED BY			
Fund balance b/fwd	13	22,812,889	9,126,907
Prior year adjustments	14	00	00
Surplus/Deficit for the year		(2,239,378)	13,685,982
NET FINANCIAL POSITION		20,573,511	22,812,889

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF-Kilifi South Constituency financial statements were approved on 10th June 2021 and signed by:


Fund Account Manager
Name: George Juma Onesmus



National Sub-County
Accountant
Name: Margret Mokeira
Mwanyiro
ICPAK M/No:5986

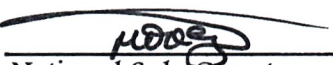

Chairman NG-CDF Committee
Name: Raymond Tinga Ngombo

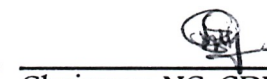
IX. STATEMENT OF CASHFLOW AS AT 30TH JUNE 3021

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	165,367,724	123,040,876
Other Receipts	3	<u>701,340</u>	<u>1,095,534</u>
Total receipts		166,069,064	124,136,410
Payments for operating activities			
Compensation of Employees	4	3,612,718	2,615,385
Use of goods and services	5	10,747,266	5,050,133
Transfers to Other Government Units	6	93,198,849	62,340,000
Other grants and transfers	7	58,752,487	26,445,518
Other Payments	9	00	00
Total payments		166,311,320	96,451,036
Total Receipts Less Total Payments		(242,256)	27,685,374
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	00	00
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	00	00
Prior year adjustments	14	00	00
Net cash flow from operating activities		(242,256)	27,685,374
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	00	00
Acquisition of Assets	8	(1,997,122)	(13,999,392)
Net cash flows from Investing Activities		(1,997,122)	(13,999,392)
NET INCREASE IN CASH AND CASH EQUIVALENT		(2,239,378)	13,685,982
Cash and cash equivalent at BEGINNING of the year	13	22,812,889	9,126,907
Cash and cash equivalent at END of the year		<u>20,573,511</u>	<u>22,812,889</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF-Kilifi South Constituency financial statements were approved on 10/09 2021 and signed by:


Fund Account Manager
Name: George Juma Onesmus


National Sub-County
Accountant
Name: Margret Mokeira
Mwanyiro
ICPAK M/No:5986


Chairman NG-CDF Committee
Name: Raymond Tinga Ngombo

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

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 Disbursements				
RECEIPTS	2020/2021				2020/2021	30/06/2021		
	Kshs			Kshs	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	22,812,889	73,367,724		233,269,492	188,180,613	45,088,879	80.7
Proceeds from Sale of Assets	00	00	00		0	00	0	0
Other Receipts	00	701,340	00		701,340	701,340	0	100
TOTALS	137,088,879	23,514,229	73,367,724		233,970,832	188,881,953	45,088,879	80.7
PAYMENTS								
Compensation of Employees	4,790,000	548,000	978,845		6,316,845	3,612,718	2,704,127	57.2
Use of goods and services	7,547,999	523,000	3,057,000		11,127,999	10,747,266	380,733	96.6
Transfers to Other Government Units	71,740,000	14,000,000	38,153,849		123,893,849	93,053,849	30,840,000	75.1
Other grants and transfers	53,010,880	7,741,889	29,180,908		89,933,677	58,897,487	31,036,190	65.5
Acquisition of Assets	0	0	1,997,122		1,997,122	1,997,122	0	100
Other Payments	0	0	0		0	0	0	0
Funds pending approval**	0	701,340	0		701,340	0	701,340	0
TOTALS	137,088,879	23,514,229	73,367,724		233,970,832	168,308,442	65,662,390	72.2

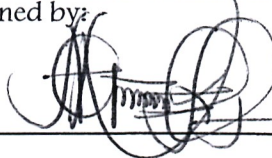
Kilifi South Constituency
National Government Constituencies Development Fund (NG-CDF)
Reports and Financial Statements for the Year Ended June 30, 2021

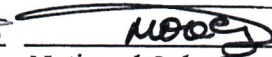
(a) The total of kshs.701,340 for Other Receipts include kshs. 80,000 A.I.A and kshs.621,340 for receipts from unspent PMC balances. The fund is not yet approved by the NG-CDF Board for spending.


(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	65,662,390
Less undisbursed funds receivable from the Board as at 30 th June 2021	(45,088,879)
	20,573,511
Add Accounts payable	00
Less Accounts Receivable	00
Add/Less Prior Year Adjustments	00
Cash and Cash Equivalents at the end of the FY 2020/2021	20,573,511

The NG-CDF-Kilifi South Constituency financial statements were approved on 10/06/21 2021 and signed by:


 Fund Account Manager
 Name: George Juma Onesmus


 National Sub-County
 Accountant
 Name: Margret Mokeira
 Mwanyiro
 ICPAK M/No:5986


 Chairman NG-CDF Committee
 Name: Raymond Tinga Ngombo

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

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget 2020/2021 Kshs	Adjustments		Final Budget 2020/2021 Kshs	Actual on comparable basis 30/06/2021 Kshs	Budget utilization difference Kshs
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements Kshs			
1.0 Administration and Recurrent						
1.1 Compensation of employees	4,790,000	548,000	978,845	6,316,845	3,612,718.00	2,704,127
1.2 Committee allowances	1,400,000	00	0	1,400,000	1,041,000.00	359,000
1.3 Use of goods and services	2,035,333	00	0	2,035,333	2,665,189.00	(629,856)
Total	8,225,333	548,000	978,845	9,752,178	7,318,907	2,433,271
2.0 Monitoring and evaluation						
2.1 Capacity building	1,500,000.00	00	589,000	2,089,000	2,039,400.00	49,600
2.2 Committee allowances	1,800,000.00	200,000	879,000	2,879,000	2,497,000.00	382,000
2.3 Use of goods and services	812,666.38	323,000	1,589,000	2,724,666	2,504,677.33	219,999
Total	4,112,666	523,000	3,057,000	7,692,666	7,041,077	651,589
3.0 Emergency						
3.1 Primary Schools						
3.1.1 Tunzanani Primary School	250,000	00	00	250,000	250,000.00	00
3.2 Secondary schools-						
3.2.1 Bungu Secondary School	491,118	00	00	491,118	491,118	00
3.2.2 Bungu Secondary School	708,882	00	00	708,882	708,882	00
3.2.3 Mwarakaya Secondary School	145,000	00	00	145,000	145,000	00
3.3 Tertiary institutions	00	00	00	00	00	00
3.4 Security projects						
3.4.1 Mtwapa Police	793,876	00	00	793,876	793,876	00
3.4.2 Mtwapa Police	406,124	00	00	406,124	406,124	00
3.4.3 DCC Office Chonyi	1,500,000	00	00	1,500,000	1,500,000	00
3.4.4 Unutilised	2,897,207	00	00	2,897,207	00	2,897,207

*Kuujj South Constituency
National Government Constituencies Development Fund (NGCDF)
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
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	7,192,207	00	00	7,192,207	4,295,000	2,897,207
4.0 Bursary and Social Security						
4.1 Primary Schools	00				00	
4.2 Secondary Schools	28,118,673.26	5,641,889	11,979,421	45,739,983	26,493,000.00	19,246,983
4.3 Tertiary Institutions	9,000,000.00	2,100,000	6,900,000	18,000,000	13,708,000.00	4,292,000
4.4 Universities	00	00	00	00	00	00
4.5 Social Security	900,000.00	00	00	900,000	00	900,000
Total	38,018,673	7,741,889	18,879,421	64,639,983	40,201,000	24,438,983
5.0 Sports						
5.1 Sports 1	2,400,000.00	00	00	2,400,000	00	2,400,000
5.2 Sports 2	00	00	2,500,000	2,500,000	2,500,000	00
Total	2,400,000	00	2,500,000	4,900,000	2,500,000	2,400,000
6.0 Environment						
6.1 Paul Harris Sec Sch	1,200,000.00	00	00	1,200,000	00	1,200,000
Total	1,200,000	00	00	1,200,000	00	1,200,000
7.0 Primary Schools Projects (List all the Projects)						
7.1 Mtomondoni Scheme Primary Sch	20,000,000.00	00	00	20,000,000	19,500,000.00	500,000
7.2 Tsalu Primary School	3,760,000.00	00	00	3,760,000	1,500,000.00	2,260,000
7.3 Madzimeruhe Primary School	3,760,000.00	00	00	3,760,000	00	3,760,000
7.4 Madzumeruhe Primary School	800,000.00	00	00	800,000	00	800,000
7.5 Chasimba Central Primary School	3,760,000.00	00	00	3,760,000	2,500,000.00	1,260,000
7.6 Shariani Primary School	8,000,000.00	00	00	8,000,000	5,500,000.00	2,500,000
7.7 Gandini Primary School	3,000,000.00	00	00	3,000,000	2,600,000.00	400,000
7.8 Mitulani Primary School	3,760,000.00	00	00	3,760,000	00	3,760,000

*Kilifi South Constituency
National Government Constituencies Development Fund (NGCDF)
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
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.9 Ziani Primary School	3,000,000.00	00	00	3,000,000	2,800,000.00	200,000
7.10 Mtomondoni Scheme Fry School	00	00	14,985,964	14,985,964.00	14,985,964.00	00
7.11 Gongoni Primary School	00	2,400,000	00	2,400,000	2,400,000.00	00
7.12 Mwarakaya Primary School	00	2,400,000	00	2,400,000	2,400,000.00	00
7.13 Karimboni Primary School	00	300,000	00	300,000	300,000.00	00
7.14 Barani Primary School	00	00	1,200,000	1,200,000	1,200,000.00	00
7.15 Primary School desks	00	00	2,400,000	2,400,000	2,400,000.00	00
7.16 Ng'ombeni Primary School	00	00	7,567,886	7,567,886	7,567,886.40	00
7.17 Mbomboni Primary School	00	00	2,400,000	2,400,000	2,400,000.00	00
7.18 Chodari Primary School	00	900,000	00	900,000	900,000.00	00
7.19 Gandini Primary School	00	1,400,000	00	1,400,000	1,400,000	00
Total	49,840,000	7,400,000	28,553,850	85,793,850	70,353,850	15,440,000
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Chasimba Mixed High School	2,000,000.00	00	00	2,000,000	00	2,000,000
8.2 Chonyi Sub-County Education office	3,000,000.00	00	00	3,000,000	00	3,000,000
8.3 Ng'ombeni Girls Secondary School	9,000,000.00	00	00	9,000,000	6,500,000.00	2,500,000
8.4 Kilifi South Sub-County TSC office	1,200,000.00	00	00	1,200,000	00	1,200,000
8.5 Kilifi South Education office	500,000.00	00	00	500,000	00	500,000
8.6 Kolongoni Secondary School	3,800,000.00	00	00	3,800,000	00	3,800,000
8.7 Kolongoni Secondary School	2,400,000.00	00	00	2,400,000	00	2,400,000
8.8 Vipingo Secondary School	00	00	4,800,000	4,800,000	4,800,000.00	00
8.9 St. Teresa's Secondary School	00	00	4,799,999	4,799,999	4,799,999	00
8.9 Faul Harris Secondary School	00	5,000,000	00	5,000,000	5,000,000.00	00
8.10 Mwarakaya Secondary School	00	1,600,000	00	1,600,000	1,600,000	00

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget 2020/2021	Actual on comparable basis 30/06/2021	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Total	21,900,000	6,600,000	9,599,999	38,099,999	22,699,999	15,400,000
9.0 Tertiary institutions Projects (List all the Projects)						
9.1	00	00	00	00	00	00
Total	00	00	00	00	00	00
10.0 Security Projects						
10.1 Shari'ani Chiefs Office	2,500,000.00	00	00	2,500,000	2,500,000.00	00
10.2 Chonyi Police Station	1,700,000.00	00	00	1,700,000	1,600,000.00	100,000
10.3 Chonyi Police Station	00	00	5,801,487	5,801,487	5,801,487.00	00
10.4 Ziari Chiefs Office	00	00	2,000,000	2,000,000	2,000,000.00	00
Total	4,200,000	00	7,801,487	12,001,487	11,901,487	100,000
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)	00	00	961,822	961,822	961,822.00	00
11.2 Construction of CDF office	00	00	00	00	00	00
11.3 Purchase of furniture and equipment	00	00	1,035,300	1,035,300	1,035,300	00
11.4 Purchase of computers	00	00	00	00	00	00
11.5 Purchase of land	00	00	00	00	00	00
Total	00	00	1,997,122	1,997,122	1,997,122	00
12.0 Others						
12.1 Strategic Plan	00				00	
12.2 Innovation Hub	00				00	
12.2	00				00	
Funds pending approval/Unallocated fund	00	701,340	00	701,340	00	701,340
Total	00	701,340	00	701,340	00	701,340

Kilifi South Constituency
National Government Constituencies Development Fund (NGCDF)
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
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Grand Total	137,088,879	23,514,229	73,367,724	233,970,832	168,308,442	65,662,390

(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)

XII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

XIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
NGCDF Board		
B104725	18,000,000.00	
A823542	35,000,000.00	
B104807	4,000,000.00	
B104550	16,367,724.10	
B124557	9,000,000.00	
B124992	8,500,000.00	
B128135	6,900,000.00	
B119846	13,000,000.00	
B128447	6,000,000.00	
B132191	6,000,000.00	
B138859	13,000,000.00	
B126153	7,000,000.00	
B126447	10,600,000.00	
B140591	12,000,000.00	
B 047176		55,040,876.00
B 047925		4,000,000.00
B 041476		20,000,000.00
B 047925		6,000,000.00
B 0479314		15,000,000.00
B 104339		23,000,000.00
TOTAL	165,367,724	123,040,876

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

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	80,000	685,925
Hire of plant/equipment/facilities	00	00
Unutilized funds from PMCs	621,340	409,609
Other Receipts Not Classified Elsewhere	00	00
Total	701,340	1,095,534

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,985,838	2,534,801
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	542,100	00
Employer Contributions Compulsory national social security schemes	84,780	80,584
Total	3,612,718	2,615,385

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	1,025,000	1,657,000
Utilities, supplies and services	843,000	212,935
Electricity	86,000	55,000
Water and Sewerage charges	59,226	48,517
Office rent	00	94,144
Communication, supplies and services	937,591	467,660
Domestic travel and subsistence	558,475	525,161
Printing, advertising and information supplies & services	374,013	212,750
Rentals of produced assets	00	00
Training expenses	522,827	559,000
Hospitality supplies and services	883,173	295,000
Other committee expenses	3,092,000	0
Committee allowance	1,026,000	1,657,000
Insurance costs	314,276	00
Specialized materials and services	00	00
Office and general supplies and services	1,014,980	549,000
Fuel, oil & lubricants	608,000	0
Other operating expenses	143,400	134,000
Bank services commission and charges	47,240	15,110
Security operations	30,000	00
Routine maintenance – vehicles and other transport equipment	208,065	30,000
Routine maintenance – other assets	00	219,000
Total	10,747,266	5,074,277

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)	70,353,850	52,140,000
Transfers to secondary schools (see attached list)	22,844,999	10,200,000
Transfers to tertiary institutions (see attached list)	00	00
TOTAL	93,198,849	62,340,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	26,493,000	8,898,000
Bursary – tertiary institutions (see attached list)	13,708,000	12,005,700
Bursary – special schools (see attached list)	00	00
Mock & CAT (see attached list)	00	00
Social Security programmes (NHIF)	00	00
Security projects (see attached list)	11,901,487	2,161,000
Sports projects (see attached list)	2,500,000	00
Environment projects (see attached list)	00	2,180,818
Emergency projects (see attached list)	4,150,000	1,200,000
Total	58,752,487	26,445,518

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	4,054,456
Refurbishment of Buildings	00	00
Purchase of Vehicles and Other Transport Equipment	961,822	9,000,000
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	1,035,300	944,936
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
Total	1,997,122	13,999,392

9. OTHER PAYMENTS

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

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>Co-operative Bank- Account No. 01141143001500</i>	20,573,511	22,812,889
Total	20,573,511	22,812,889
10B: CASH IN HAND		
Location 1	00	00
Location 2	00	00
Location 3	00	00
Other Locations (<i>specify</i>)	00	00
Total	00	00
<i>[Provide cash count certificates for each]</i>		

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
	KShs	KShs
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
	KShs	KShs
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]

13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	22,812,889	9,126,907
Cash in hand	00	00
Imprest	00	00
Total	22,812,889	9,126,907

[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 – OUTSTANDING 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

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	785,664
Others (<i>specify</i>)	00	00
	00	785,664

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	3,200,000.00	2,945,000.00
Use of goods and services	4,115,999.14	4,704,900.00
Amounts due to other Government entities (see attached list)	37,540,000.00	42,900,000.00
Amounts due to other grants and other transfers (see attached list)	20,606,389.90	22,751,868
Acquisition of assets	200,000.00	200,000
Others (<i>specify</i>)	00	00
Funds pending approval	00	00
	65,662,389	73,501,768

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)	18,343,816	25,038,400
	18,343,816	25,038,400

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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					

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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			

*Kilifi South Constituency
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ANNEX 3 – UNUTILIZED FUND*

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees		3,200,000.00	2,945,000.00	
Use of goods & services				
Goods and Services		2,283,332.76	3,426,900.00	
Committee expenses		1,832,666.38	1,278,000.00	
Amounts due to other Government entities				
Primary Schools				
1. Chasimba Central Primary School		1,260,000		
2. Gandini Primary School		3,000,000		
3. Mitulani Primary School		3,760,000		
4. Mtomondoni Scheme Primary School		4,500,000		
5. Shariani Primary School		2,500,000		
6. Tsalu Primary School		2,260,000		
7. Madzimeruhe Primary School		3,760,000		
8. Madzimeruhe Primary School		800,000		
9. Kidutani Primary School		1,700,000		
10. Gandini Primary School			4,000,000	
11. Karimboni Primary School			300,000	
12. Primary School desks			2,400,000	
13. Mtomondoni Scheme Primary School			15,000,000	
14. Tunzanani Primary School			1,000,000	
15. Fingilikani Primary School			1,600,000	
16. Tsalu Primary School			2,200,000	
17. Barani Primary School			1,200,000	
18. Mwarakaya Primary School			2,400,000	
19. Mwarakaya Primary School			1,600,000	
Secondary Schools				
1. Paul Harris Secondary School		1,800,000		
2. Kolongoni Secondary School		3,800,000		
3. Kolongoni Secondary School		2,400,000		
4. Ng'ombeni Secondary School		2,500,000		
5. Chonyi Sub-County Education office		3,000,000		
6. Kilifi Sub-County Education office		500,000		
7. Ng'ombeni Secondary School			4,000,000	
8. Mwarakaya Secondary School			1,600,000	
Sub-Total		44,855,999.14	44,949,900.00	
Amounts due to other grants and other transfers				
1. Bursary- Secondary Schools		7,250,000	8,478,000	

*Kilifi South Constituency
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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land	00	00	00	00
Buildings and structures	31,054,456	00	00	31,054,456
Transport equipment	15,161,822	00	4,400,000	10,761,822
Office equipment, furniture and fittings	1,196,880	1,035,300	00	2,232,180
ICT Equipment, Software and Other ICT Assets	721,839	00	00	721,839
Other Machinery and Equipment	1,539,495	00	00	1,539,495
Heritage and cultural assets	00	00	00	00
Intangible assets	00	00	00	00
Total	49,674,492	1,035,300	4,400,000	46,309,792

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

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balar 2019/
Gongoni Primary School	Co-op	01141141113700	111,912.40	
Mwarakaya Primary School	Co-op	01141141113100	5,243.60	
Karimboni Primary School	Co-op	01141141296600	301,842.10	
Barani Primary School	Co-op	01141141537900	62,375	
Gandini Primary School	Co-op	01141779627300	1,802.10	
Primary Schools desks	Co-op	01141143766900	10,077.85	
Ng'ombeni Primary School	Co-op	01141144278001	453,802.35	
Mtomondoni Scheme Primary School	Co-op	01141144901700	3,013,067.5	
Shariani Primary School	Co-op	01141140936700	1,899,815	
Tsalu Primary School	Co-op	01141141143000	428,259.86	
Tunzanani Primary School	Co-op	01139142957700	996,158.60	
Ziani Primary School	Co-op	01141140938600	653,948	
Chasimba Central Primary School	Co-op	01141141000300	2,498,975	
Mbomboni Primary School	Co-op	01141140936900	600,688.50	
Chodari Primary School	Co-op	01141144169600	900,000	
Vipingo Secondary School	Co-op	01141144635900	12,134.60	
Paul Harris Secondary School	Co-op	01141143308600	399,582.40	
St. Teresa's Secondary School	Co-op	01141140298700	4,840.40	
Mwarakaya Secondary School	Co-op	01139142948000	306,217.75	
Bungu Secondary School	Co-op	01141144695200	671.80	
Ng'ombeni Girls Secondary School	Co-op	01141144339400	1,704,488	
Chonyi Police Station	Co-op	01141143937900	3,652,688.30	
Ziani Chief's Office	Co-op	01141142784900	465.05	
Shariani Chief's Office	Co-op	01141140937900	185,889.90	
Kilifi South Constituency Sports	Co-op	01141143370200	62,377	
Mtwapa Police Station	Co-op	01141143410800	9836.15	

*Kilifi South Constituency
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PMC	Bank	Account number	Bank Balance 2020/21	Bank Balan 2019/20
DCC Chonyi Sub-County	Co-op	01141144647801	66,656.80	
Junju Primary School	Co-op	01139143995000		3,920.50
Mafisini Primary School	Co-op	01141144850900		24,178.30
Kaole Primary School	Co-op	01141144832600		9,399.00
Mtomondoni Primary School	Co-op	01139142935300		7,271.50
Mwazang'ombe Primary School	Co-op	01141143014400		7,732.00
Kolewa Primary School	Co-op	01139143985500		4,009.30
Kilifi South Education Office	Co-op	01141144603600		116,970.00
Kireme Primary School	Co-op	01141144930000		37,396.80
Primary Schools Desks	Co-op	01141143766900		137,177.00
Kidutani Primary School	Co-op	01141144951900		37,175.00
Ziani Primary School	Co-op	01141144849300		9,952.00
Muhomkulu Primary School	Co-op	01141144529400		284,054.50
Kolongoni Primary School	Co-op	01141779808100		226,399.00
St. Martins Primary School	Co-op	01141779875300		175,590.35
Madzimeruhe Primary School	Co-op	01141141142500		2,108,975.00
Tunzanani Primary School	Co-op	01139142957700		3,858,026.80
Tsalu Primary School	Co-op	01141141143000		1,276,609.71
Karimboni Primary School	Co-op	01141141296600		2,200,000.00
Dzitsoni Primary School	Co-op	01141779882400		2,500,475.00
Gongoni Primary School	Co-op	01141141113700		2,200,000.00
Bokini Primary School	Co-op	01141141149400		2,198,975.00
Msumarini Primary School	Co-op	01141143615000		2,502,597.50
Paul Harris Secondary School	Co-op	01141143308600		3,453,304.00
Chasimba Mixed Secondary School	Co-op	01141779772200		97,201.10
Mtepeni Secondary School	Co-op	01141143549301		1,561,006.80
Total			18,343,816.01	25,038,400.31

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Managements comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
ADL/52/19/20(2)-1	Presentation and Accuracy of the Financial statement	The misstatements in the financial statements have been corrected	Resolved	
ADL/52/19/20(2)-2	Budget Performance analysis	The explanation has been made	Resolved	
ADL/52/19/20(2)-3	Development Projects	The explanation made	Resolved	
ADL/52/19/20(2)-4	Transfer from NG-CDF Board	The explanation made	Resolved	
ADL/52/19/20(2)-5	Compensation of employees	The explanation made	Resolved	
ADL/52/19/20(2)-6	Use of goods and Services-Committee allowances	The explanation made	Resolved	
ADL/52/19/20(2)-7	Transfer to Government Entities	The explanation made	Resolved	
ADL/52/19/20(2)-8	Other Grants and Other transfers	The explanation made	Resolved	
ADL/52/19/20(2)-9	Acquisition of assets	The explanation made	Resolved	
ADL/52/19/20(2)-10	Cash and Bank	The explanation made	Resolved	
ADL/52/19/20(2)-11	PMC Bank balances	The explanation made	Resolved	