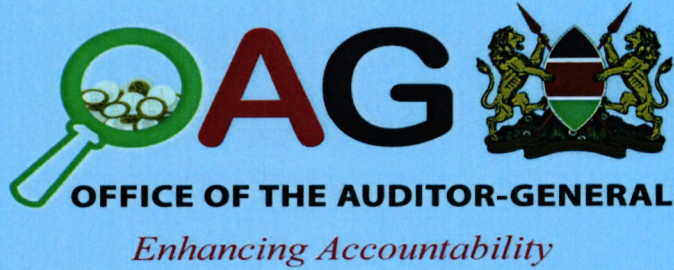


REPUBLIC OF KENYA



THE NATIONAL ASSEMBLY	
P. 2	
DATE: 24 NOV 2022	DAY: Thursday
TABLED BY: LOM	
CLERK-AT THE-TABLE: E Nginyo	

PARLIAMENT
OF KENYA
LIBRARY

REPORT

OF

THE AUDITOR-GENERAL

ON

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

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





JOMVU 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)

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

Table of Contents.....	Error! Bookmark not defined.
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	2
II. NG-CDFC CHAIRMAN’S REPORT	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY’S PREDETERMINED OBJECTIVES	7
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING	9
V. STATEMENT OF MANAGEMENT RESPONSIBILITIES.....	12
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE <i>NGCDF- JOMVU CONSTITUENCY</i>	13
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2021	14
VIII. STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED 30 JUNE 2021	15
X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30 JUNE 2021	17
X. BUDGET EXECUTION BY SECTORS AND PROJECTS	19
XI. SIGNIFICANT ACCOUNTING POLICIES.....	22
XII. NOTES TO THE FINANCIAL STATEMENTS	25

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Eunice Anubi
2.	Sub-County Accountant	Nancy Mwarabu
3.	Chairman NGCDFC	Alex Namasambu
4.	Member NGCDFC	-

(d) Fiduciary Oversight Arrangements

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

(e) Jomvu Constituency NGCDF Headquarters

P.O. Box 90646 - 80100
Jomvu Sub-County Office Complex & NG-CDF Offices
Mikindani Police Station Compound
Mombasa, KENYA

(f) Jomvu Constituency NGCDF Contacts

Telephone: (254) 0769 536138

E-mail: cdffjomvu@ngcdf.go.ke

Website: www.ngcdf.go.ke

(g) Jomvu Constituency NGCDF Bankers

Equity Bank

Changamwe Branch

P.O. Box 90016 - 80100

Mombasa, Kenya

(h) Independent Auditors

Auditor General

Office of the Auditor General

Anniversary Towers, University Way

P.O. Box 30084

GPO 00100

Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General

State Law Office

Harambee Avenue

P.O. Box 40112

City Square 00200

Nairobi, Kenya

II. NG-CDFC CHAIRMAN'S REPORT

I hereby present the financial statements for NG-CDF Jomvu for the financial year ended 30th June 2021. I would like to take this opportunity to thank persons involved in the running of NGCDF Jomvu including Project Management Committees, my fellow NG-CDFC members, NGCDF staff, the Fund Account Manager, Departmental Heads and the Honourable Member of Parliament for his leadership and oversight of NGCDF Jomvu activities, notwithstanding the NG-CDF Board for improved disbursement of funds to the constituency.

During the financial year 2020/2021, the constituency was allocated Kshs. 137,088,879 as normal allocation out of which it received a total of Kshs. 91,000,000.00 representing 66% of the normal allocation and an additional Kshs. 150,508,599.6 being undisbursed balances as at 30th June 2020. Hence the total allocation available for use by the constituency within the financial year was Kshs. 241,508,599.60. NGCDF Jomvu has improved on the utilisation of available resources from 42% last financial year to 58.2% during the financial year in review. Of this, 67% has been utilised in Education infrastructure and bursary programs, with the rest spread to social programmes, security, sports and environment among other projects. At the close of the financial year the Constituency had not yet received Ksh. 50,088,879 from the Board thus could not accomplish all projects as planned within the financial year.

Achievements

Jomvu has continued to focus a big percentage of its allocation on education, which has seen additional classrooms being constructed in older schools to cater for increase in enrolment and the initiation of three new secondary schools to boost 100% transition under the basic education program. The security sector has also been a main beneficiary during the financial year with the completion of administrative offices and construction of two police stations, which upon completion, are expected to boost security within the constituency.

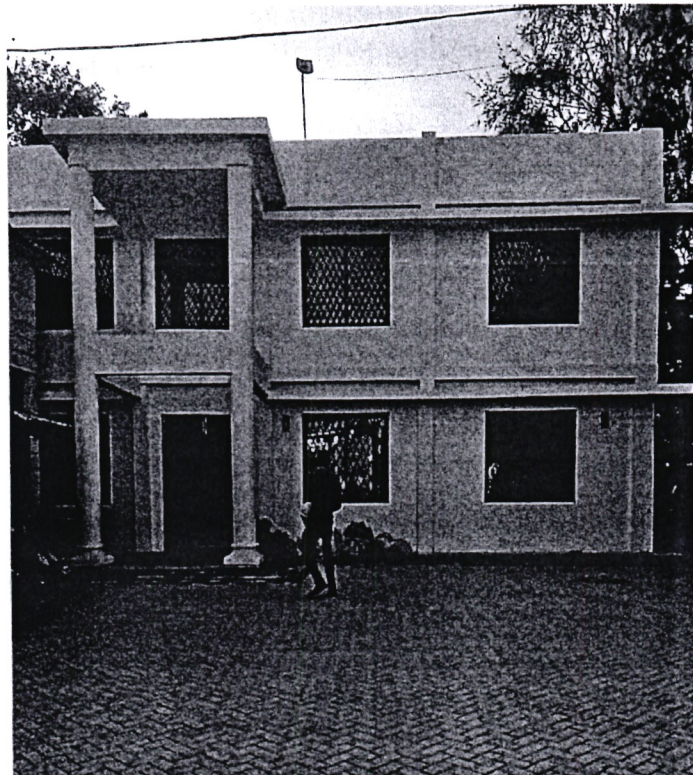
The projects implemented to completion during the financial year include:

- Completion of construction of Phase 1 of the Jomvu Sub-county Office Complex and NG-CDF offices, as well as Miritini and Jomvu Kuu Assistant County Commissioner's offices
- Construction of special needs classroom and renovation of pupils' toilets at Kwashee Primary School
- Construction of gabions, walkways and solar light installation under the environment program at Jomvu Girls Secondary School
- Bursary disbursement of Ksh. 45 million to needy students and 10M under the National Hospital Insurance Fund health subsidy program to 1675 persons

Below are photographs of some of the projects:



Miritini ACC's offices



Jomvu Sub-county office complex

Challenges

The Committee has been faced with various challenges in the course of implementation of programmes. The main challenges encountered during the financial year have been delayed commencement of projects due to delays in getting project bills of quantities from public works offices and subsequent lengthy procurement procedures. There was also delay in approval of projects resubmitted to the Board. Other challenges have been occasioned by the ongoing Covid-19 pandemic which greatly impacted on delivery of some programs due to the attendant restrictions.

Recommendations

The continued implementation of the strategic plan has enabled the committee to better understand the planning process and this has led to improved liaison with relevant government departments for improved preparation of documentation for timely implementation of projects.

There has also been a marked improvement in disbursement of funds to the constituency by the Board. This trend coupled with timely approval of projects resubmitted and reallocated will ensure the continuous success of the Fund in Jomvu. The committee wishes to thank the Board and request it to consider employment of engineers in every constituency.

The committee looks forward to a better performance in the next financial year.

Signature

CHAIRMAN NGCDF COMMITTEE

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

III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES

Introduction

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

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

- a) Improve infrastructure and learning environment in primary, secondary and tertiary institutions within Jomvu constituency
- b) Enhance infrastructure and housing for security personnel and administration staff
- c) Enhance sports and sporting activities within the constituency
- d) Prioritize environment conservation interventions in all development initiatives through community driven environment programmes
- e) Enhance availability and access to affordable quality, universal healthcare for the well-being of constituents
- f) Build resilient, all round infrastructure for accelerated rural development

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 Sector	Objective	Outcome	Indicator	Performance
Education	Improve infrastructure and learning environment in primary, secondary and tertiary institutions within Jomvu Constituency	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	Number of usable physical infrastructure built in primary, secondary and tertiary institutions Number of bursary beneficiaries at all levels	In FY 20/21 we increased number of classrooms from 213 to 234, and number of staff houses from 0 to 1 in Jomvu Girls, Kajembe & Miritini Secondary Schools and, Maganda, Kwa Jomvu, Amani, Miritini World Bank & Kwashee Primary Schools. Bursary was awarded to 2,122 students in Secondary schools and 1,560 students in tertiary institutions

Security	Enhance infrastructure and housing for security personnel and administration staff	Construct, improve or furnish administrative offices (DCC's office, ACC's offices, National Government departments, Chief and Assistant Chief's offices and Police stations and housing units)	Number of physical infrastructure built for security personnel	Number of offices increased from 1 to 4 at Miritini ACC, Jomvu Kuu ACC and Jomvu Sub-county Office Complex Number of housing units increased from 0 to 2 at Jomvu Kuu AP units
Sports	Enhance sports and sporting activities within the constituency	Facilitate provision of sports equipment, uniforms, games kits and other sports accessories	Number of teams benefitting from sports equipment, uniforms and accessories	12 teams facilitated to acquire sports gear for sitting volleyball, rugby, taekwondo and football. 10 football teams also benefitted through participation in the annual sports tournament
Environment	Prioritize environment conservation interventions in all development initiatives through community driven environment programmes	Facilitate environment conservation initiatives such as construction of gabions, terraces and water towers as well as the use of solar powering options	Number of physical infrastructure built under environment	Walkways and Gabions built at Jomvu Girls Secondary School Water towers built at Maganda and Aldina Primary Schools 13 solar lights installed at Jomvu Girls Secondary School
Healthcare	Enhance availability and access to affordable quality, universal healthcare for the well-being of constituents	Quality universal healthcare provision	Number of beneficiaries of health subsidy program	1,675 beneficiaries funded through the NHIF health subsidy program

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

- a. **Education and Training:** Jomvu NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NGCDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.
- c. **Environment:** The Constituency acknowledges that all its operations have 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 building of gabions, 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.

In spite of challenges currently arising from the effects of Covid- 19 that adversely affected the sporting activities in various areas during the FY 20/21, Jomvu NG-CDF committee was able to utilize funding from previous financial years to successfully carry out the Constituency Sports tournament as soon as sporting activities resumed, in line with our development strategies as outlined in the Strategic Plan.

2. Environmental performance

Protection of the environment in which we live and operate is one of Jomvu NG-CDF objectives. Prioritizing environment conservation interventions in all development initiatives is an important aspect in the way in which carry out our operations.

Jomvu NG-CDF has identified the main areas in which we have environmental impact, and where we can implement initiatives to manage and reduce the impact as follows:

- Capacity Building of members, staff and PMCs on good conservation practices annually,
- Environmental Protection and Conservation through construction of gabions, terraces and support for renewable energy (solar) and
- Pollution Control and Waste Management through ensuring proper human waste disposal through construction of toilets, septic tanks and soak pits in identified projects

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with medical cover. Employees are encouraged and supported to continually build on their skills and knowledge. Jomvu 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 is also planning for disaster mitigating measures including fire extinguishers and accessible escape routes in case of emergency.

4. Market place practices-

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

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

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

NGCDF has put in efforts to ensure:

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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.

Jomvu 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.

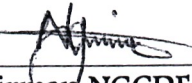
The Accounting Officer in charge of the NGCDF-Jomvu Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021.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

The Accounting Officer in charge of the NGCDF-Jomvu 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 in charge of the NGCDF- Jomvu Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

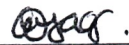
The Accounting Officer in charge of the NGCDF Jomvu Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for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

Approval of the financial statements

The NGCDF- Jomvu Constituency financial statements were approved and signed by the Accounting Officer on 22.08.2022.



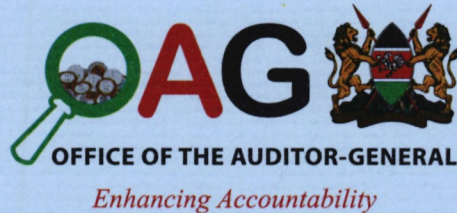
Chairman NGCDF Committee
Name:



Fund Account Manager
Name:

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 - JOMVU 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

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Jomvu Constituency set out on pages 14 to 44,

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

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

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Jomvu Constituency, and of its financial performance and its cash flows for the year then ended, in accordance with the International Public Sector Accounting Standards (Cash Basis) and comply with National Government Constituencies Development Fund Act No.30 of 2015 and the Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Jomvu 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 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.299,249,087 and Kshs.249,160,208 respectively resulting to an under-funding of Kshs.50,088,879 or 17% of the budget. Similarly, the Fund expended Kshs.174,229,390 against an approved budget of Kshs.299,249,087 resulting to an under-expenditure of Kshs.125,019,696 or 42% of the budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the public.

2. Projects Implementation Status

During the year under review, the Board approved a budget of Kshs.137,367,879 to implement a total of twenty-six (26) projects. However, analysis of the status report revealed that only four (4) projects with a budget of Kshs.15,077,001 were implemented

while twenty-two (22) projects with a budget of Kshs.122,290,878 or 89% of the budgeted projects were not implemented.

The underperformance in project implementation affected the planned activities and may have impacted negatively on service delivery to the citizens.

3. 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

Proposed Construction of Assistant Chief's Office at Vikobani

Review of contract documents revealed that the Management awarded contract for construction of the proposed Assistant Chief's Office at Vikobani on 21 May, 2021 to a firm at a contract sum of Kshs. 4,199,645. However, the contractor declined to accept the award citing high costs of construction materials. Further, there was no documentary evidence of a claim for damages by the bidder in accordance with the provisions of bid security which provided for such action in the event of non-acceptance of contract award.

In addition, the records indicated that the Project Management Committee awarded the tender on 22 June, 2021 to the second lowest evaluated bidder at a revised contract sum of Kshs. 4,450,150, all of which was disbursed to the project. Verification of the bidder's single business permit number for the period ending 31 December, 2021 from Mombasa County Government revealed that the permit belonged to a different firm. Physical verification revealed that the office block had been plastered before roofing and there were no electrical fittings in place despite provision for the same in the bills of quantities.

In the circumstances the regularity and value for money totalling Kshs.4,450,150 disbursed to the project 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 processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

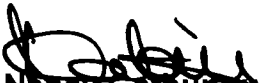
Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the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

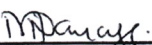
21 September, 2022

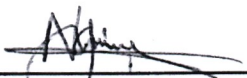
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2021

	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	241,508,600	66,856,897
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	2,127,385	7,362,802
TOTAL RECEIPTS		243,635,985	74,219,699
PAYMENTS			
Compensation of employees	4	4,312,384	2,389,135
Use of goods and services	5	10,904,904	4,929,038
Transfers to Other Government Units	6	70,468,993	47,514,471
Other grants and transfers	7	77,840,000	47,634,707
Acquisition of Assets	8	10,703,109	6,143,900
Other Payments	9	-	7,675,627
TOTAL PAYMENTS		174,229,390	116,286,878
SURPLUS/(DEFICIT)		69,406,594	(42,067,179)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Jomvu Constituency financial statements were approved on 22.08.2022 and signed by:


 Fund Account Manager
 Name: Eunice Anubi


 National Sub-County Accountant
 Name: Nancy Mwarabu
 ICPAK M/No: 15006



 Chairman NG-CDF Committee
 Name: Alex Namasambu

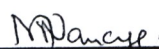
*Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*

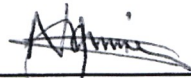
VIII. STATEMENT OF ASSETS AND LIABILITIES FOR THE YEAR ENDED 30 JUNE 2021

	Note	2020-2021	2019-2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	76,747,739	5,524,223
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		76,747,739	5,524,223
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		76,747,739	5,524,223
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	1,018,095	308,580
Gratuity	12B	1,107,407	-
TOTAL FINANCIAL LIABILITES		2,125,502	308,580
NET FINANCIAL ASSETS		74,622,237	5,215,643
REPRESENTED BY			
Fund balance b/fwd		5,215,643	47,282,822
Prior year adjustments	14	-	-
Surplus/Deficit for the year		69,406,594	(42,067,179)
NET FINANCIAL POSITION		74,622,237	5,215,643

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Jomvu Constituency financial statements were approved on 22.08.2022 and signed by:


Fund Account Manager
Name: Eunice Anubi


National Sub-County Accountant
Name: Nancy Mwarabu
ICPAK M/No: 15006



Chairman NG-CDF Committee
Name: Alex Namasambu

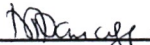
*Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
Reports and Financial Statements for The Year Ended June 30, 2021*


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

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	241,508,600	66,856,897
Other Receipts	3	2,127,385	7,362,802
Total receipts		243,635,985	74,219,699
Payments for operating activities			
Compensation of Employees	4	4,312,384	2,389,135
Use of goods and services	5	10,904,904	4,929,038
Transfers to Other Government Units	6	70,468,993	47,514,471
Other grants and transfers	7	77,840,000	47,634,707
Other Payments	9	-	7,675,627
Total payments		163,526,281	110,142,978
Total Receipts Less Total Payments		80,109,703	(35,923,279)
Adjusted for:			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	1,816,922	308,580
Prior year adjustments	14	-	-
Net Adjustments		1,816,922	308,580
Net cash flow from operating activities		81,926,625	(35,614,699)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(10,703,109)	(6,143,900)
Net cash flows from Investing Activities		(10,703,109)	(6,143,900)
NET INCREASE IN CASH AND CASH EQUIVALENT		71,223,516	(41,758,599)
Cash and cash equivalent at BEGINNING of the year	10	5,524,223	47,282,822
Cash and cash equivalent at END of the year		76,747,739	5,524,223

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Jomvu Constituency financial statements were approved on 22, 08, 2022 and signed by:


Fund Account Manager
Name: Eunice Anubi


National Sub-County Accountant
Name: Nancy Mwarabu
ICPAK M/No: 15006


Chairman NG-CDF Committee
Name: Alex Namasambu

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

X. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30 JUNE 2021

Receipts/Payments	Original Budget		Adjustments		Final Budget		Actual on comparable basis	Budget utilization difference	% of Utilization
	a	Kshs	b	Kshs	c=a+b	d			
RECEIPTS	2020/2021		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021			
Transfers from NGCDF Board	137,088,879	Kshs	5,524,223	154,508,600	297,121,702	247,032,823	Kshs	50,088,879	83.1%
Proceeds from Sale of Assets	0				0	-		-	0.0%
Other Receipts			2,127,385		2,127,385	2,127,385		-	100.0%
TOTALS	137,088,879		7,651,608	154,508,600	299,249,087	249,160,208		50,088,879	83.3%
PAYMENTS									
Compensation of Employees	72,000		100,115	5,534,364	5,706,479	4,312,384		1,394,095	75.6%
Use of goods and services	4,588,672		1,208,052	7,915,921	13,712,645	10,904,904		2,807,741	79.5%
Transfers to Other Government Units	58,450,000		0	43,400,000	101,850,000	70,468,993		31,381,007	69.2%
Other grants and transfers	70,963,207		711,333	70,727,235	142,401,775	77,840,000		64,561,775	54.7%
Acquisition of Assets	2,415,000		3,109,117	26,431,080	31,955,197	10,703,109		21,252,088	33.5%
Other Payments	600,000		395,606	500,000	1,495,606	-		1,495,606	0.0%
Funds pending approval**	-		2,127,385	0	2,127,385	-		2,127,385	0.0%
TOTALS	137,088,879		7,651,608	154,508,600	299,249,087	174,229,390		125,019,696	58.2%

***Funds pending approval are sums not yet approved by the board for utilisation and include approved allocations and/or AIA not yet allocated for specific projects.*

Jomvu Constituency


National Government Constituencies Development Fund (NGCDF)


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

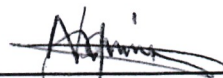
- (a) Adjustments refers to balances brought forward from previous financial years and balances expected from the NG-CDF Board
- During the financial year, the major receipts comprised of transfers from the NG-CDF Board vide AIEs, totalling Kshs. 241,508,600.
 - Other receipts of Ksh. 2,127,385 represents Ksh. 1,823,845 which are moneys from various PMC Accounts transferred back to the main account for reallocation to other projects. Kshs. 303,000 is AIA generated through the sale of tender documents and a refund of excess payment of Ksh. 540.
- (b) Reasons for underutilisation
- Compensation of Employees, includes an amount carried forward from the previous financial year and gratuity due to employees, hence the expenditure of 76%.
 - Transfers to other government units were affected by a delay in approval of the code-list for 3 major projects hence funds could not be disbursed to project accounts.
 - Other Grants & Transfers includes allocation to Bursary. Due to changes in school term dates, bursary applications for secondary schools had not commenced leading to a delay in disbursement of related funds.
 - There were delays in the construction of phase I of the Jomvu Sub-County Office Complex & NG-CDF offices, which led to delay in commencement of Phase II of the project. Therefore, funds relating to phase II amounting to 18.8 Million were still in the main account under Acquisition of Assets
 - Most of the funds utilised relate to balances from previous financial years.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	125,019,696
Less: Undisbursed funds receivable from the Board as at 30 th June 2021	50,088,879
	74,930,817
Add: Accounts payable	1,816,922
Less: Accounts Receivable	0
Add/Less: Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2020/2021	76,747,739

The NGCDF-Jomvu Constituency financial statements were approved on 22.08.2022 and signed by:


Fund Account Manager
Name: Eunice Anubi


National Sub-County Accountant
Name: Nancy Mwarabu
ICPAK M/No: 15006


Chairman NG-CDF Committee
Name: Alex Namasambu

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

X. 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	72,000	100,115	5,534,364	5,706,479	4,312,384	1,394,095
1.2 Committee allowances	940,000	123,640	217,873	1,281,513	1,030,000	251,513
1.3 Use of goods and services	1,348,672	191,500	3,148,580	4,688,752	3,930,509	758,243
2.0 Monitoring and evaluation						
2.1 Capacity building	700,000	792,604	3,017,574	4,510,178	3,261,395	1,248,783
2.2 Committee allowances	1,600,000	100,308	1,531,894	3,232,202	2,683,000	549,202
2.3 Use of goods and services	-	-	-	-	-	-
3.0 Emergency						
3.1 Primary Schools (Maganda Primary School)	-	-	5,738,994	5,738,994	5,738,993	0
3.2 Secondary schools	-	-	-	-	-	-
3.3 Tertiary institutions	-	-	-	-	-	-
3.4 Security projects	-	-	-	-	-	-
3.5 Unutilized	7,192,207	204,377	7,198,241	14,594,825	-	14,594,825
4.0 Bursary and Social Security						
4.1 Primary Schools	-	-	-	-	-	-
4.2 Secondary Schools	22,721,000	279,000	16,671,139	39,671,139	18,445,000	21,226,139
4.3 Tertiary Institutions	15,000,000	-	28,928,861	43,928,861	27,155,000	16,773,861
4.4 Social Security	10,050,000	-	-	10,050,000	10,050,000	-
4.5 Special Needs	-	-	-	-	-	-

*Jomvu 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 ALA	Previous Years' Outstanding Disbursements			
5.0 Sports						
5.1 Constituency Sports	2,000,000	370	-	2,000,370	-	2,000,370
6.0 Environment						
6.1 Environment	-	227,586	850,000	1,077,586	850,000	227,586
6.2 Kwa Jomvu Primary School	1,600,000	-	-	1,600,000	1,600,000	-
6.3	-	-	-	-	-	-
7.0 Primary Schools Projects						
7.1 Miritini World Bank Primary School	4,480,000	-	-	4,480,000	4,480,000	-
7.2 Maganda Primary School	4,900,000	-	-	4,900,000	4,900,000	-
7.3 Amani Primary School	4,450,000	-	6,500,000.00	10,950,000	10,950,000	-
7.4 Kwa Jomvu Primary School	-	-	6,600,000.00	6,600,000	6,600,000	-
7.5 Miritini World Bank Primary School	-	-	2,000,000.00	2,000,000	2,000,000	-
7.6 Proposed Kibarani Primary School	-	-	10,600,000.00	10,600,000	10,600,000	-
8.0 Secondary Schools Projects						
8.1.Mreroni Secondary School	-	-	9,700,000	9,700,000	9,700,000	-
8.2 Kajembe High School	-	-	4,000,000	4,000,000	4,000,000	-
8.3 Jomvu Girls Secondary School	4,500,000	-	-	4,500,000	4,500,000	-
8.4 Miritini Secondary School	2,500,000	-	4,000,000	6,500,000	6,500,000	-
8.5 Proposed Badi Twalib High School	11,500,000	-	-	11,500,000	-	11,500,000
8.6 Proposed Badi Twalib High School	1,040,000	-	-	1,040,000	-	1,040,000
8.7 Proposed Kwashee High School	11,500,000	-	-	11,500,000	-	11,500,000
8.8 Proposed Kwashee High School	1,040,000	-	-	1,040,000	-	1,040,000
8.9 Proposed Mwamlai High School	11,500,000	-	-	11,500,000	-	11,500,000
8.10 Proposed Mwamlai High School	1,040,000	-	-	1,040,000	-	1,040,000

**Jomvu 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			
9.0 Tertiary institutions Projects						
9.1						
10.0 Security Projects						
10.1 Miritini ACC's Office & AP Houses	-	-	4,000,000	4,000,000	-	4,000,000
10.2 Jomvu Police Station	-	-	7,340,000	7,340,000	7,340,000	-
10.3 Assistant Chief's Office Vikobani	5,000,000	-	-	5,000,000	5,000,000	-
10.4 Maganda Police Station	7,400,000	-	-	7,400,000	7,400,000	-
11.0 Acquisition of assets						
11.1 Motor Vehicles (including motorbikes)	415,000	-	-	415,000	415,000	-
11.2 Construction of CDF office	-	3,090,552	26,431,080	29,521,632	10,288,109	19,233,523
11.3 Purchase of furniture and equipment	2,000,000	18,565	-	2,018,565	-	2,018,565
11.4 Purchase of computers	-	-	-	-	-	-
11.5 Purchase of land	-	-	-	-	-	-
12.0 Others						
12.1 Strategic Plan	-	1,400	-	1,400	-	1,400
12.2 Innovation Hub	600,000	-	-	600,000	-	600,000
12.3 Audit Fees (Maganda Primary School & Purchase of Equipment)	-	354,997	500,000	854,997	500,000	354,997
12.4 Funds pending approval**	-	2,166,594	-	2,166,594	-	2,166,594
Total	137,088,879	7,651,608	154,508,600	299,249,087	174,229,390	125,019,697

(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 NGCDF-Jomvu 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 30 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.

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

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO. B 041360	1		16,856,897
AIE NO. B 047428	2		4,000,000
AIE NO. B 047778	3		16,000,000
AIE NO. B 104200	4		10,000,000
AIE NO. B 104299	5		10,000,000
AIE NO. B 096564	6		10,000,000
AIE NO. B 096881	1	36,209,795.50	
AIE NO. B 096914	2	18,000,000.00	
AIE NO. B 104813	3	2,600,000.00	
AIE NO. B 104920	4	5,500,000.00	
AIE NO. B 124766	5	1,000,000.00	
AIE NO. B 104970	6	18,831,080.00	
AIE NO. B 104939	7	28,327,724.10	
AIE NO. B 124844	8	41,040,000.00	
AIE NO. B 124952	9	10,000,000.00	
AIE NO. B 119807	10	12,000,000.00	
AIE NO. B 128097	11	6,900,000.00	
AIE NO. B 126116	12	9,000,000.00	
AIE NO. B 128408	13	10,000,000.00	
AIE NO. B 132152	14	6,000,000.00	
AIE NO. B 138820	15	12,000,000.00	
AIE NO. B 126405	16	11,100,000.00	
AIE NO. B 140551	17	13,000,000.00	
TOTAL		241,508,600	66,856,897

2. PROCEEDS FROM SALE OF ASSETS

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

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	303,000	89,000
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	1,823,845	7,273,802
Other Receipts Not Classified Elsewhere (salary refund)	540	-
	-	-
Total	2,127,385	7,362,802

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,136,360	1,523,179
Personal allowances paid as part of salary		
House Allowance	432,276	648,000
Transport Allowance	284,400	-
Leave allowance	-	-
Gratuity to contractual employees	1,382,668	136,916
Employer Contributions Compulsory national social security schemes	76,680	81,040
	-	-
Total	4,312,384	2,389,135

*Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
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
Committee Expenses	0	0
Utilities, supplies and services	0	0
Office rent	1,449,155	0
Communication, supplies and services	436,985	178,500
Domestic travel and subsistence	137,060	57,310
Printing, advertising and information supplies & services	98,263	123,454
Rentals of produced assets	0	0
Training expenses	3,261,395	465,520
Hospitality supplies and services	360,165	208,911
Other committee expenses	0	0
Committee allowance	3,713,000	3,106,600
Insurance costs	222,748	222,788
Specialized materials and services	0	0
Office and general supplies and services	532,277	308,875
Fuel , oil & lubricants	111,005	132,500
Bank service commission and charges	42,140	20,680
Other operating expenses	157,931	0
Routine maintenance – vehicles and other transport equipment	332,280	99,960
Routine maintenance – other assets	50,500	3,940
	0	0
Total	10,904,904	4,929,038

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)	45,768,993	35,875,489
Transfers to secondary schools (see attached list)	24,700,000	11,638,982
Transfers to tertiary institutions (see attached list)	-	-
TOTAL	70,468,993	47,514,471

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – secondary schools (see attached list)	18,445,000	15,147,936
Bursary – tertiary institutions (see attached list)	27,155,000	5,632,759
Bursary – special schools (see attached list)	-	0
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	10,050,000	10,050,000
Security projects (see attached list)	19,740,000	10,100,000
Sports projects (see attached list)	-	3,504,012
Environment projects (see attached list)	2,450,000	3,200,000
Emergency projects (see attached list)	-	0
	-	-
Total	77,840,000	47,634,707

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	10,288,109	6,143,900
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	415,000.00	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
	-	-
Total	10,703,109	6,143,900

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	-	2,998,600
ICT Hub	-	4,677,027
	-	7,675,627

Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
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, Changamwe Branch, Jomvu NG-CDF, A/C No.1200261736417,, KES,</i>	76,747,739	5,524,223
	-	-
	-	-
	-	-
Total	76,747,739	5,524,223
10B: CASH IN HAND		
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
	-	-
Total	-	-
<i>[Provide cash count certificates for each]</i>		

Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
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>Total</i>				-

[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)	308,580	0
Retention held during the year (B)	1,028,810	308,580
Retention paid during the Year (C)	319,295	-
Closing Retention as at 30 th June D= A+B-C	1,018,095	308,580

[Provide short appropriate explanations as necessary]

12B. GRATUITY

	2020-2021	2019-2020
	Kshs	Kshs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	1,107,407	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	1,107,407	-

[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	5,524,223	47,282,822
Cash in hand	0	0
Imprest	0	0
	-	-
Total	5,524,223	47,282,822

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

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

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

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST*

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

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

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2021 – 2020	2019 - 2020
	Kshs	Kshs
Deposit and Retentions as at 1 st July (A)	308,580	-
Deposit and Retentions held during the year (B)	2,136,217	308,580
Deposit and Retentions paid during the Year (C)	319,295	-
closing account payables D= A+B-C	2,125,502	308,580

Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
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	17,207,100	10,288,201
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	702,500
TOTAL	17,207,100	10,990,701

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>NG-CDFC Staff Gratuity</i>)	1,107,407	-
TOTAL	1,107,407	-

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	1,394,095	5,480,719
Use of goods and services	2,807,741	9,277,733
Amounts due to other Government entities (see attached list)	37,620,000	43,400,000
Amounts due to other grants and other transfers (see attached list)	58,822,781	71,159,567
Acquisition of assets	21,252,088	29,231,618
Others (<i>specify</i>)	3,122,991	1,174,606
Funds pending approval	0	0
TOTAL	125,019,696	159,724,243

*Jomvu Constituency
National Government Constituencies Development Fund (NGCDF)
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)	106,886,988	74,622,259
TOTAL	106,886,988	74,622,259

*Jomvu 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 a	Date Contracted b	Amount Paid To-Date c	Outstanding Balance 2020 d=a-c	Comments
Construction of buildings					
1. M/S Supremo Construction Ltd	17,207,100	24.06.2021	0	0	To be paid when due
2.					
Sub-Total	17,207,100			0	
Construction of civil works					
3.					
4.					
5.					
Sub-Total					
Supply of goods					
6.					
7.					
8.					
Sub-Total					
Supply of services					
9.					
10.					
11.					
Sub-Total					
Grand Total	17,207,100			0	

*Jomvu 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. Josphat Maeri	Accounts Assistant	2-Sep-15	101,556	To be paid when due
2. Ian Saleh Julius	Clerk of Works	2-Jul-18	305,353	To be paid when due
3. Salma Mirza	Records Management Officer	2-Jul-18	223,624	To be paid when due
4. Charles Charo	Driver	2-Jul-18	211,720	To be paid when due
5. Saumu Hassan	Office Assistant/Clerical Officer	2-Jul-18	211,720	To be paid when due
6. Wilson Mwendwa	Office Assistant	2-Aug-20	53,434	To be paid when due
	Sub-Total		1,107,407	
	Grand Total		1,107,407	

**Jomyu 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		1,394,095	5,480,719	
Use of goods & services		2,807,741	9,277,733	
Amounts due to other Government entities				
1. Primary Schools		-	25,500,000	
2. Kwashee High School		12,540,000	17,900,000	
3. Badi Twalib High School		12,540,000	0	
4. Mwamlai High School		12,540,000		
Sub-Total		37,620,000	43,400,000	
Amounts due to other grants and other transfers				
1. Emergency		14,594,825	13,141,611	
2. Bursary and Social Security		38,000,000	45,599,999	
3. Constituency Sports		2,000,370	370	
4. Environment		227,586	1,077,586	
5. Miritini AP Units		4,000,000	11,340,000	
Sub-Total		58,822,781	71,159,566	
Acquisition of assets				
Construction of Buildings & Purchase of office furniture and equipment		21,252,088	29,231,618	
Others (specify)				
1. Other Payments		956,397	895,606	
2. Unallocated project funds (AIA)		2,166,594	279,000	
		0	0	
Sub-Total		3,122,991	1,174,606	
Funds pending approval		-	0	
Grand Total		125,019,696	159,724,242.00	

*Jomvu 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	0	-	0	0
Buildings and structures	10,073,709	10,288,109	-	20,361,818
Transport equipment	4,532,000	415,000	-	4,947,000
Office equipment, furniture and fittings	2,148,263	-	-	2,148,263
ICT Equipment, Software and Other ICT Assets	343,585	-	-	343,585
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	17,097,557	10,703,109	-	27,800,666

*Jomvu 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 202xx

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
ACC Office NG-CDF Project	Equity	1200279013324	500,000	500,000
Aldina Primary School	Equity	1200267370522	7,595,654	12,437,820
Amani Primary School NG-CDF Project	Equity	1200278539775	11,166,982	265,102
Ganahola Kwa Kenga Borehole CDF Project	Equity	1200265097908	300	300
Jitengeni Borehole CDF Project	Equity	1200265138553	1,783	1,783
Jitengeni Streetlight CDF Project	Equity	1200265864794	100	100
Jomvu ACC, AP Camp NG-CDF Project	Equity	1200277306842	3,774,687	7,999,041
Jomvu Girls High School	Equity	1200260559991	9,274,857	12,739,461
Jomvu Kuu Clinic CDF Project	Equity	1200264055056	145,102	145,102
Jomvu Kuu CDF Account	Equity	1200263710708	0	1,000,000
Jomvu Kuu Road CDF Project	Equity	1200264119522	885	885
Jomvu Model Health Centre	Equity	1200263723355	2,547	2,547
Jomvu NG-CDF Environment Project	Equity	1200272420929	-634	0
Jomvu NGCDF -Sports Activity	Equity	1200271386028	1,487,427	4,614,611
Jomvu Police Station	Equity	1200280848012	7,339,550	0
Kajembe High School	Equity	1200299291500	4,158,665	0
Kasarani CDF Project -Streetlights	Equity	1200262717227	0	-41
Kibarani Primary School	Equity	1200280746007	11,449,550	0
Kwa Jomvu Primary CDF Project	Equity	1200262543884	8,624,764	2,116,193
Kwashee CDF Project-Social Hall	Equity	1200262752016	0	221,245
Kwashee Primary School	Equity	1200260607219	1,084,436	7,765,985
Maganda Primary school	Equity	1200277747878	11,447,446	3,606,830
Marycliff Primary School	Equity	1200299241708	34,088	34,088
Mikindani Primary School	Equity	1200277391194	8,593	84,073
Mikindani Youth Resource Centre	Equity	1200266901459	30,702	30,702

*Jomvu 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
Miritini ACC NG-CDF Project	Equity	1200279702001	321,971	5,000,000
Miritini Madukani Public Toilet	Equity	1200266404923	0	8,012
Miritini Primary School CDF Project	Equity	1200264111866	456,104	714,963
Miritini Secondary School	Equity	1200298330677	6,545,069	45,069
Miritini World Bank Primary School CDF	Equity	1200298315560	8,530,550	2,130,790
Mreroni Primary School	Equity	1200299864387	23,826	114,006
Mreroni Secondary School	Equity	1200279898615	10,051,430	0
Mtaa Wa Waswahili Borehole Project	Equity	1200199099889	0	43
Runyu CDF Borehole Project	Equity	1200264375165	1,420	1,420
St Mary's Primary School Bangladesh	Equity	1200260380242	990,214	4,569,544
Mikanjuni Maternity	KCB	212682815	335,094	0
Miritini Complex High School	KCB	1183805632	1,280,576	8,471,701
Mreroni Primary School	KCB	1118639294	26,348	0
St. Mary Primary School	KCB	1107269105	196,902	0
Total			106,886,988	74,621,374

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

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1. Presentation of the Financial Statements	i) Some figures were not rounded off to the nearest shilling ii) Prior year adjustments for 2016/2017 of Ksh. 20,016/= but not reflected in the statement of assets and liabilities	The issue was noted and corrected in the current financial statements	Resolved	
2. Inaccuracies in the Financial Statements	Statement of receipts and payments reflected a total expenditure of Ksh. 53,209,391/= whereas recasted total was Ksh. 53,263,391/= resulting to a difference of Ksh. 54,000/= not reconciled.	The issue was noted and corrected in the current financial statements as the amount was Ksh. 54,000/= generated as AIA for the financial year 2017/2018	Resolved	
3. Use of Goods and services	Note 5 reflected other operating expenses of Ksh. 147,034/= out of which an amount of Ksh. 67,449/= where no explanation was not provided	Analysis of the figure provided	Resolved	
4. Acquisition of Assets	Note 8 reflected purchase of vehicles and other transport equipment of Ksh. 4,532,000/= but the logbook of the motor vehicle was not provided.	The management followed up with NTSA and was referred to the NG-CDF Board	Not resolved	31.12. 2021
5. Other Grants and Transfers	Note 7 reflected bursary of Ksh. 12,086,293 but Ksh. 468,140/=	The beneficiaries established from the schools	Not resolved	31.12. 2021

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	related to award to beneficiaries without admission numbers, others awarded twice and others were of the same school sharing admission numbers			
6. Other matters	<p>i) Under funding of Ksh. 83,741,380/= and under absorption of the funds of Ksh.106,740,580/=</p> <p>ii) Contract agreement for eight (8) Projects totalling to Ksh. 20,300,00/= were signed on 5th November 2018 for a duration of twelve(12) weeks ,the expected completion date was 25th January 2019 but were not complete at the time of audit i.e. on 30th January 2019 .</p> <p>iii) Seventeen (17) approved projects of Ksh. 30,236,206.90 had not started</p>	<p>The challenge is yet to be solved as the office records a reduction of backlog</p> <p>All the cited projects were completed in time according to time as the site handing over to the contractors were done on a later date not the date of contract signing</p>	<p>Not resolved</p> <p>Resolved</p>	<p>31.12. 2021</p>
	<p>iv) Seven (7) projects totalling to Ksh.15, 331,095/= had some variations which required approval to be done.</p> <p>v) Annex 5 reflected Project Management Committee balances amounting to Ksh.41, 679,701.21 out of which funds totalling to Ksh.</p>	<p>All the cited projects were started, they are all complete except the NGCDF offices which is ongoing, Maganda Primary school and Jomvu ACC & AP Units where availability of land is still an issue.</p> <p>The variations were issued procedurally by the supervisor- Public works Engineer</p>	<p>Not resolved</p> <p>Resolved</p>	<p>31.12. 2021</p>
		The funds were returned back to the main account and reallocated to other projects	Resolved	

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	2,775.35 were still lying idle in the bank accounts.			
	vi) Failure to Establish a Constituency Oversight Committee	The appointment was done by the Area Member of Parliament and forwarded to the auditors	Resolved	
	vii) Note 15.1 reflects unpaid office rent of Ksh. 70,000/= besides having unutilised funds for use of goods and services.	There were challenges in approval of the payments	Not resolved	31.12. 2021
	viii) Note 15.2 reflects staff payables in respect of staff gratuity for employees amounting to Ksh. 177,344/= not paid besides having unutilised funds for compensation of employees amounting to Ksh. 1,658,078/=	The amount was kept aside for staff gratuity payable to them after completion of their contracts which were still in progress	Resolved	