

REPUBLIC OF KENYA



*Enhancing Accountability*

THE NATIONAL ASSEMBLY	
P	
DATE: 24 NOV 2022	DAY: Thursday
BY: LAM	
CLERK-AT-THE-TABLE: F Nginyo	

**REPORT**

PARLIAMENT  
OF KENYA  
LIBRARY

**OF**

**THE AUDITOR-GENERAL**

**ON**

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

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





---

**RABAI 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)



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

---

<b>Table of Content</b>	<b>Page</b>
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT .....	2
II. NG-CDFC CHAIRLADY'S REPORT .....	5
III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETERMINED OBJECTIVES .....	9
IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING.....	12
V. STATEMENT OF MANAGEMENT RESPONSIBILITIES .....	15
VI. REPORT OF THE INDEPENDENT AUDITORS ON THE NGCDF- RABAI CONSTITUENCY.....	16
VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED JUNE 2021 .....	17
VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2021 .....	18
IX. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 JUNE 2021 .....	19
X. SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30 JUNE 2021 .....	20
XI. BUDGET EXECUTION BY SECTORS AND PROJECTS FOR THE YEAR ENDED 30 JUNE 2021 .....	22
XII. SIGNIFICANT ACCOUNTING POLICIES.....	25
XIII. NOTES TO THE FINANCIAL STATEMENTS.....	28
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE.....	38
ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES.....	39
ANNEX 3 – UNUTILIZED FUND .....	40
ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER .....	41
ANNEX 5 –PMC BANK BALANCES AS AT 30 <sup>TH</sup> JUNE 2021 .....	44



## **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



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

**KEY CONSTITUENCY INFORMATION AND MANAGEMENT (Continued)**

**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 Rabai 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 30<sup>th</sup> June 2021 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	<b>Flora Mutua</b>
2.	Sub-County Accountant	<b>Halima Abuu</b>
3.	Chairman NGCDFC	<b>Mariam Ali Mohammed</b>
4.	Member NGCDFC	<b>Rashid Saburi Champonola</b>

**(d) Fiduciary Oversight Arrangements**

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

**(e) Rabai Constituency NGCDF Headquarters**

P.O. Box 119-80114  
Mazeras  
Kenya



**KEY CONSTITUENCY INFORMATION AND MANAGEMENT (Continued)**

**Rabai Constituency NGCDF Contacts**

Telephone: (254) 0703 155 871

E-mail: [cdfrabai@ngcdf.go.ke](mailto:cdfrabai@ngcdf.go.ke)

Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**(f) Rabai Constituency NGCDF Bankers**

African Banking Corporation  
P.o Box 46452-00100  
Nairobi  
Mombasa Branch  
Account Number 003215001001384

**(g) Independent Auditors**

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

**(h) Principal Legal Adviser**

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

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

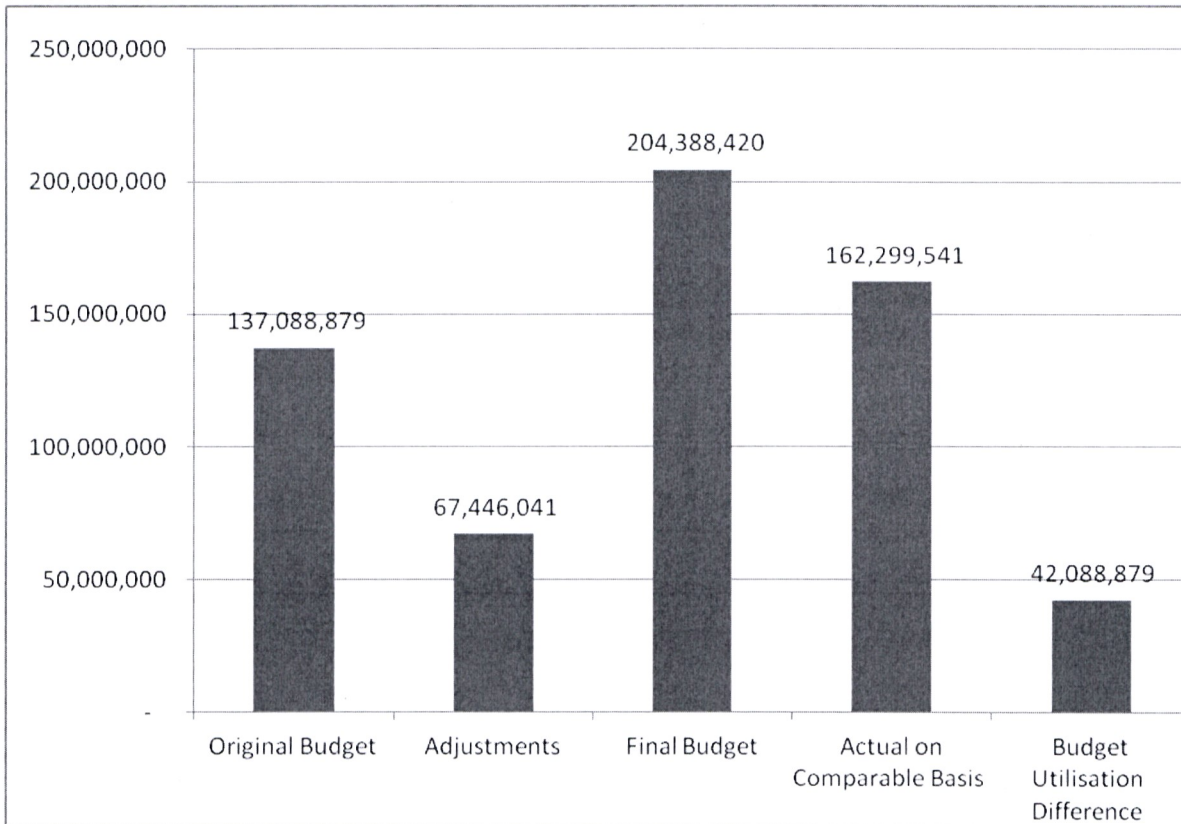
**II. NG-CDFC CHAIRLADY'S REPORT**



**Mariam Ali Mohammed**

The NG-CDF Rabai had a final budget of Kshs.204, 388,420 (hereafter referred to as the budget) for the FY2020/2021. The budget is the summation of our original budget of Kshs. 137,088,879 and adjustments amounting to Kshs.67, 446,041.

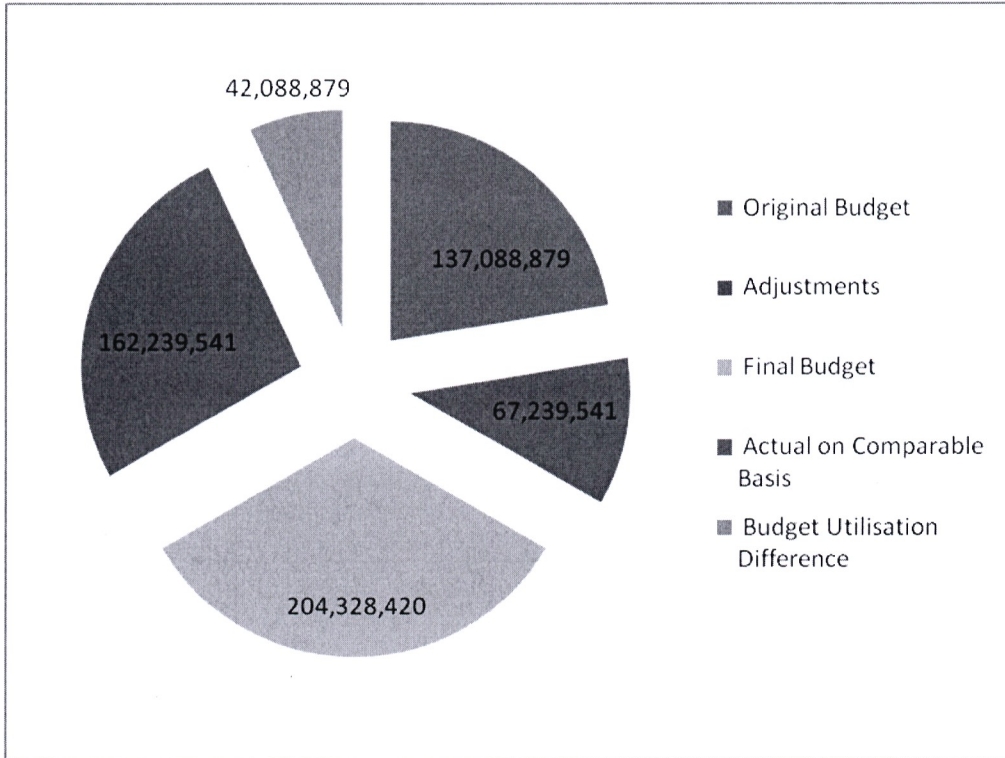
The bar graph below shows a summary of the NG-CDF Rabai statement of appropriation for the FY2020/2021.



The budget for the FY 2020/2021 includes a receipt payment consisting only of transfers from the NG-CDF Board and sale of tender documents Kshs.60, 000; there were no proceeds from sale of assets. The receipt of the transfers from the NG-CDF Board is clearly shown in the pie chart below:



**NG-CDFC CHAIRLADY'S REPORT (Continued)**



As per the NG-CDF Bill 2015, 6% of the budget was allocated for administrative and recurrent expenditure purposes. The NG-CDFC Rabai therefore set aside Kshs. 3,622,266 as the compensation for employees; 84% of the allocation was effectively utilized and as at 30 June 2021 we only had a remainder of Kshs. 580,804. On recurrent expenditure, we set aside Kshs. 12,779,515 for the use of goods and service that aid in the operations of the office. Such allocation enhanced our operations and as 30 June 2021 76% of the allocation had been used with only Kshs. 3,1,20,221 remaining unused.

Education is an equalizer in life and thus we have endeavoured ourselves to streamline and empower the education system in our constituency. The NG-CDF Rabai has carried out various projects, ranging from construction of classroom blocks to provision of desks, in our institutions of learning. NG –CDF Rabai had 40 primary and 8 secondary schools projects allocated Kshs. 82,771,123 started and completed in the FY 2020/2021. Jimba Primary School Mto Mkuu drift repair allocated Kshs. 7,722,590.

The NG-CDF has also offered bursaries totalling to Kshs. 26,526,400 as at FY 2020/2021. Such an amount has enabled many bright and needy students to seamlessly continue with their education. We estimate that our constituency will have more than 165 students graduating from universities and colleges before the end of the five-year strategic plan period. Such students will in turn go on to be at the forefront of Rabai Constituency's prosperity.

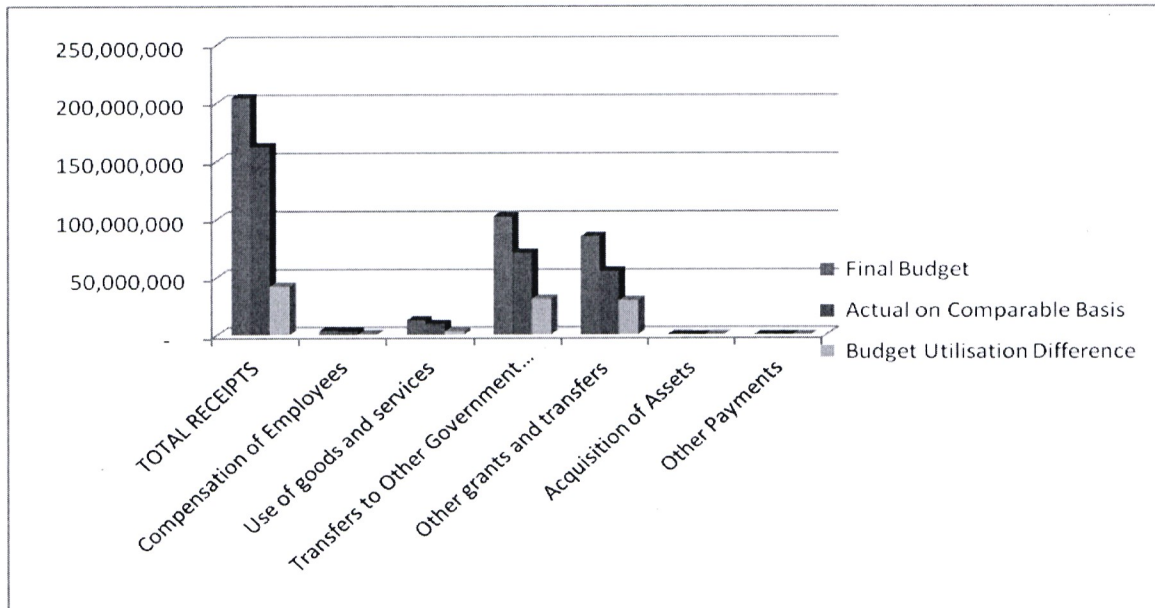
Three security projects were constructed and completed in the FY 2020/2021 while two police station offices were on going.

The NG-CDF Rabai has made a big stride in the FY 2020/2021 towards the actualization of the objectives set aside for the strategic theme of Environment in our five-year strategic plan. We bought a 10,000L tank and built gutters at Gandani, Masaani, Boheka and Kinunguna Primary Schools that will encourage water harvesting for washing hands as precaution to prevent spread of covid-19.

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

**NG-CDFC CHAIRLADY'S REPORT (Continued)**

The bar graph below shows the payments done by the NG-CDF Rabai for the year ended June 30, 2021.



There was an under utilisation of funds in the “Other grants and transfers” and the “Use of goods and services” sections due to the delayed disbursement of funds from the NG-CDF Board.

**EMERGING ISSUES**

Members discussed at length and came up with the following as the emerging issues as listed below:

- i. Covid 19 pandemic
- ii. The big four agenda
- iii. State directives i.e. the 100% transition
- iv. Change of school calendar

**CHALLENGES AND WAY FORWARD**

**(i). COVID 19 PARDEMIC**

This has affected the CDF operations and thus closing down the office.

After the reduction of the number of covid 19 cases, we, the CDF officers controlled the transmission by putting up the control measures such as:

- Using of face mask
- Washing hands
- Sanitizing
- Keeping social distance

**(ii). Later disbursement of funds**

This has challenged the CDF operations and untimely projects implementation. The NG-CDF board should ensure timely disbursement of funds.

**(iii). Insufficient allocation of funds**

The allocation provided for the constituency is not sufficient enough to address the needs captured in the strategic plan. CDFC Rabai requested the board to increase the allocation to the constituency.



**NG-CDFC CHAIRLADY'S REPORT (Continued)**

**(iv). Poor Road network**

Some projects could not be implemented within the stipulated time e.g

- Mbwaka Primary School
- Kangakamo Primary School
- Bwagamoyo Primary School
- Bofu Ass.Chiefs Office
- Gandani Primary School

This has resulted the CDF Rabai to construct some of the roads like Jimba Primary School Mto Mkuu drift.

**(v). LACK OF TECHNICAL OFFICIALS**

Rabai does not have government technical official's station in the sub-county hence resulting to slow pace in implementation of projects as the PMCs rely on officers from other neighbouring sub-county

**Signed by:**



**Miriam Ali Mohammed  
CHAIRLADY NG-CDF COMMITTEE**

***Rabai 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 Rabai Constituency 2018-2022 plan are to:

Education Accessibility	To improve access, affordability and availability of quality education	<ul style="list-style-type: none"> <li>-Expansion of schools through rehabilitation/ renovation/construction of classrooms in various primary and secondary schools in the constituency</li> <li>-Purchase and supply of desks and Lockers</li> <li>-Construction of staff houses</li> <li>-Construction/rehabilitation of laboratories in secondary schools in the constituency</li> <li>-Supply of laboratory equipment to secondary schools</li> <li>-Construction/rehabilitation of multipurpose halls in all schools</li> <li>-Construction/rehabilitation of libraries in secondary schools</li> <li>-Construction/rehabilitation of dormitories in secondary schools</li> <li>-Construction/rehabilitation of toilet blocks in both primary and secondary schools</li> <li>-Provision of bursary to needy and bright secondary school/tertiary institutions' students</li> </ul>
Youth and Sports	To harness talent and empower youth	<ul style="list-style-type: none"> <li>Creating awareness among the youth on the establishment of youth groups, and accessing devolved funds</li> <li>Funding of youth sporting initiatives</li> </ul>
Emergency Support	To cater for any unforeseen occurrences in the constituency	<ul style="list-style-type: none"> <li>Catering for any unforeseen occurrences in the constituency (e.g. trucking water services)</li> </ul>
Environment	To promote environmental	<ul style="list-style-type: none"> <li>Supporting the establishment of tree Nurseries</li> <li>sustainability in the constituency</li> <li>-Purchase of tree seedlings and their planting</li> <li>Organizing tree planting days</li> </ul>



**STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES  
(Continued)**

Security	To enhance security in the constituency	Construction of offices for chiefs and Ass. Chiefs Renovation of chief's offices Awareness creation on community policing Sensitization of community members on security matters Construction/rehabilitation of Police Stations/Administration Offices Construction/rehabilitation of police houses Fencing AP camps and police stations
Tracking of results	To improve tracking of implementation CDF programmes	Monitoring and Capacity Building of NGCDFC's and PMC's Organizing regular projects monitoring field visits Synthesis of PMC reports into quarterly PIS
Institutional Strengthening	To promote performance management and smooth running of the CDF office	Preparation of Constituency Strategic Plan (2018/19-2022/23) Staff training Purchase of working tools and Equipment

**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	To ensure all children in Rabai constituency acquire education	Bigger enrolment in primary schools hence increasing the transition rate in secondary schools and tertiary institution	The numbers of bursary applicants are higher. Also the classes are over flooded i.e. students /pupils are crowding, thus the education stakeholders are pressurized on increase of number of classrooms, toilets, and desk lockers.	In FY 20/21 We supplied 1500 desks to primary schools and 120 lockers and chairs to secondary schools. The no. of new classrooms built in the Fy 2021 were 17 in primary schools and 4 in secondary school, dormitory I Kombeni girls and the number of toilet were 20 and two administration blocks

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

**STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES  
(Continued)**

SECURITY	To ensure that Rabai Residence are living in a peaceful environment and their properties are secured. Also there is easy accessibility of services in security agencies.	<ul style="list-style-type: none"> <li>• Reduced Insecurity cases</li> <li>• Need of Usable infrastructure of security agencies.</li> </ul>	Proposals from administrative agencies to put up administrative offices.	In FY 20/21 we have constructed three assistant chiefs offices and two police stations
ENVIRONMENT	To have conducive environment in learning institution	Improved sanitation in institutions	High no of proposals to put up more toilets and put up water harvesting facilities.	In FY 20/21 we have put up 4 water harvesting project and also constructed 8 no of toilets.
SPORTS	Nature talents among Rabai residence especially youths.	Increase sports clubs	Demand for more sports / games equipment	In FY 20/21 games kits and football balls to all Rabai Sports clubs.
EMERGENCY	To address unforeseen occurrence	Continuity of service delivery to the mwananchi and in learning institutions.	Ensure that we have emergency voter head	In Fy 20/21 We supplied 100 mattress to Ribe boys National School a dormitory burnt down



#### **IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

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

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

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

##### **2. Environmental performance**

There is need to enhance capacity for environmental planning to mitigate against global warming and adaptation to climatic changes. Unrestrained environmental degradation and effects of climate change negatively impact on the socio-economic development of the constituency. Major contributors to environmental degradation are human activity. These activities include deforestation through illegal logging, charcoal burning, forest clearing for agricultural activities, overstocking and subsequent overgrazing, illegal quarrying and water pollution through waste disposal. The depletion of mangrove forest at the Bwagamoyo creek reduces reproduction of marine life, deforestation while overgrazing leads to desertification and reduced rainfall and water sources, water pollution leads to water borne diseases. Illegal quarries at Kaliang'ombe area has



**CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING (Continued)**

caused cracks on building, dust causing diseases and spread of diseases like Malaria during the rain seasons when water settles at the open crack. Rabai Constituency depends heavily on wood fuel for Seasons when water settles at the open cracks. Rabai Constituency depends heavily on wood fuel for domestic use. Forest resources contribute heavily towards household budget through the burn and sell of charcoal. Widespread poverty, unemployment and climate change are the major driving forces to environmental degradation in the constituency

**3. Employee welfare**

We invest in providing the best working environment for our employees. Rabai 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 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. Rabai 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. Rabai constituency also has bursary programs aligned to the NG-CDF Act for employees seeking to further their education or advance themselves through formal programs relating to their current or prospective jobs.

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

**4. Market place practices-**

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

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

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

NGCDF has put in efforts to ensure:

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

**5. Community Engagements-**

Rabai 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.

**CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING (Continued)**

**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.

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



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

**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- Rabai 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- Rabai Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Rabai 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 Rabai 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- Rabai Constituency financial statements were approved and signed by the Accounting Officer on 15/9/ 2021.

  
\_\_\_\_\_  
**Chairman NGCDF Committee**  
Name: MARIAM ALI MOHAMMED

  
\_\_\_\_\_  
**Fund Account Manager**  
Name: Floris Muthus



# REPUBLIC OF KENYA



Telephone: +254-(20) 3214000  
Email: 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 - RABAI 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 - Rabai Constituency set out on pages 17 to 47, which



comprise the statement of assets and liabilities as at 30 June, 2021, 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 the National Government Constituencies Development Fund - Rabai 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 Constituency Development Fund Act, 2015.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Rabai 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 judgement, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

### **Other Matter**

#### **1. Budgetary Control and Performance**

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.204,388,420 and Kshs.162,299,541 respectively, resulting to an under-funding of Kshs.42,088,879 or 21% of the budget. Similarly, the Fund expended an amount of Kshs.139,211,541 against an approved budget of Kshs.204,594,920, resulting to an under-expenditure of Kshs.65,383,378 or 32% of the budget.

In the circumstances, the underfunding and under-expenditure affected implementation of planned activities and may have impacted negatively on service delivery to the public.

#### **2. Delayed Completion of Projects**

Review of project implementation files revealed that the Fund allocated Kshs.74,043,410 for implementation of fourteen (14) projects during the period under review. Physical verification conducted to establish the projects status revealed that the projects were at various stages of implementation though their contract periods had lapsed as at 30 June, 2021.



In the circumstances, delayed service delivery denied the intended benefits to the residents.

## REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

### **Conclusion**

As required by Article 229(26) of the Constitution, based on the audit procedures performed, I confirm that, nothing 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**

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 authority 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, GOVERNANCE AND RISK MANAGEMENT SYSTEMS

### **Conclusion**

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

### **Basis for Conclusion**

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk management and 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 such internal controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the ability of the Fund to continue to sustain its services, disclosing, as applicable, matters related



to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or 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 describes 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 the 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 transaction and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in and 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 overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation one or more of the internal control components does not

reduce to a relatively low level the risk that misstatements caused by error of 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 controls, or that the degree of compliance with the policies and procedures may deteriorate.

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

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

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



I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and 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**

**19 September, 2022**

**Rabai Constituency 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 JUNE 2021**


	Note	2020 – 2021	2019 - 2020
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF Board	1	95,000,000	137,367,724
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	60,000	85,000
<b>TOTAL RECEIPTS</b>		<b>95,060,000</b>	<b>137,453,224</b>
<b>PAYMENTS</b>			
Compensation of employees	4	3,041,462	3,006,344
Use of goods and services	5	9,659,294	7,790,200
Transfers to Other Government Units	6	71,113,273	37,911,679
Other grants and transfers	7	55,397,512	48,997,234
Acquisition of Assets	8	-	-
Other Payments	9	-	-
<b>TOTAL PAYMENTS</b>		<b>139,211,541</b>	<b>97,705,457</b>
<b>SURPLUS/(DEFICIT)</b>		<b>(44,151,541)</b>	<b>39,747,768</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Rabai Constituency financial statements were approved on 15/9/21 2021 and signed by:

  
\_\_\_\_\_

**Fund Account Manager**

**Name:** FWA Mutua

  
\_\_\_\_\_

**National Sub-County  
Accountant**

**Name:** HALIMA ABU  
**ICPAK M/No:** 12876

  
\_\_\_\_\_

**Chairman NG-CDF Committee**

**Name:** MARIAM ALI MOHAMMED


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

	Note	2020-2021	2019-2020
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	23,294,499	67,446,041
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>23,294,499</b>	<b>67,446,041</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>23,294,499</b>	<b>67,446,041</b>
<b>FINANCIAL LIABILITIES</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	12A	-	-
Gratuity	12B	-	-
<b>TOTAL FINANCIAL LIABILITES</b>			
<b>NET FINANCIAL ASSETS</b>		<b>23,294,499</b>	<b>67,446,041</b>
<b>REPRESENTED BY</b>			
<b>Fund balance b/fwd</b>	13	67,446,041	27,698,273
Prior year adjustments	14	-	-
Surplus/Deficit for the year		(44,151,541)	39,747,768
<b>NET FINANCIAL POSITION</b>		<b>23,294,499</b>	<b>67,446,041</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Rabai Constituency financial statements were approved on 15/9/2021 2021 and signed by:

  
Fund Account Manager

Name: KWA MUTIS

  
National Sub-County  
Accountant

Name: MALIMA ABUU  
ICPAK M/No: 12876

  
Chairman NG-CDF Committee

Name: MARIAM ALI MOHAMMED



***Rabai 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
<b>Receipts from operating activities</b>			
Transfers from NGCDF Board	1	95,000,000	137,367,724
Other Receipts	3	60,000	85,500
<b>Total receipts</b>		<b>95,060,000</b>	<b>137,453,224</b>
<b>Payments for operating activities</b>			
Compensation of Employees	4	3,041,462	3,006,344
Use of goods and services	5	9,659,294	7,790,200
Transfers to Other Government Units	6	71,113,273	37,911,679
Other grants and transfers	7	55,397,512	48,997,234
Other Payments	9	-	-
<b>Total payments</b>		<b>139,211,541</b>	<b>97,705,457</b>
<b>Total Receipts Less Total Payments</b>		<b>(44,151,541)</b>	<b>39,747,768</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable: (outstanding imprest)	15	-	-
Increase/(Decrease) in Accounts Payable: (deposits/gratuity and retention)	16	-	-
Prior year adjustments	14	-	-
<b>Net cash flow from operating activities</b>		<b>(44,151,541)</b>	<b>39,747,768</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	-
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(44,151,541)</b>	<b>39,747,768</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	<b>10</b>	<b>67,446,041</b>	<b>27,698,273</b>
<b>Cash and cash equivalent at END of the year</b>		<b>23,294,499</b>	<b>67,446,041</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Rabai Constituency financial statements were approved on 15/9 2021 and signed by:

Flora Mutua  
Fund Account Manager  
Name: Flora Mutua

Halima Abuu  
National Sub-County  
Accountant  
Name: HALIMA ABUU  
ICPAK M/No: 12876

Mariam Ali Mohammed  
Chairman NG-CDF Committee  
Name: MARIAM ALI MOHAMMED

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

**X. SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30 JUNE 2021**

Receipts/Payments	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	a		c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>	<b>2020/2021</b>	Opening Balance (C/Bk) and AIA	<b>2020/2021</b>	<b>30/06/2021</b>		
	Kshs	Previous Years' Outstanding Disbursements	Kshs	Kshs	Kshs	
Transfers from NGCDF Board	137,088,879	67,239,541	204,328,420	162,239,541	42,088,879	79%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts(Sale of tenders documents)	-	206,500	60,000	60,000	-	100%
<b>TOTALS</b>	<b>137,088,879</b>	<b>67,446,041</b>	<b>204,388,420</b>	<b>162,299,541</b>	<b>42,088,879</b>	<b>79%</b>
<b>PAYMENTS</b>						
Compensation of Employees	3,213,945	408,321	3,622,266	3,041,462	580,804	84%
Use of goods and services	9,142,639	3,636,875	12,779,514	9,659,294	3,120,220	76%
Transfers to Other Government Units	56,574,773	45,938,500	102,513,273	71,113,273	31,000,000	69%
Other grants and transfers	68,157,522	17,146,476	85,303,998	55,397,512	30,306,486	65%
Acquisition of Assets	-	109,368	109,368	-	109,368	0%
Other Payments	-	-	-	-	-	-
Funds pending approval(AIA)		206,500	266,500	-	266,500	-
<b>TOTALS</b>	<b>137,088,879</b>	<b>67,446,041</b>	<b>204,594,920</b>	<b>139,211,541</b>	<b>65,383,378</b>	<b>68%</b>

*\*\*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.*

- (a) To date the constituency has an income of Kshs. 266,500 pending approval from the board  
 (b) Underutilization of funds in the entire sector was due to late disbursement of funds from the Board and slow absorption of funds due the covid pandemic. A breakdown of all the sectors is as follows: -




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

**SUMMARY STATEMENT OF APPROPRIATION FOR THE YEAR ENDED 30 JUNE 2021 (Continued)**

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilisation difference totals	65,383,378
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2021	42,088,879
	23,294,499
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2020/2021	23,294,499

The NGCDF-Rabai Constituency financial statements were approved on 15/9/ 2021 and signed by:

  
\_\_\_\_\_


**Fund Account Manager**

Name: FUSI MUTHI

  
\_\_\_\_\_

**National Sub-County  
Accountant**

Name: MALIMA ABU  
ICPAK M/No: 12876

  
\_\_\_\_\_

**Chairman NG-CDF Committee**

Name: MARIAM ALI MOHAMMED

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

**XI. BUDGET EXECUTION BY SECTORS AND PROJECTS FOR THE YEAR ENDED 30 JUNE 2021**

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021	
	2020/2021					
	Kshs		Kshs	Kshs	Kshs	Kshs
<b>1.0 Administration and Recurrent</b>						
1.1 Compensation of employees	3,213,945	408,321		3,622,266	3,041,462	580,804
1.2 Committee allowances	2,230,000	1,436,875		3,666,875	2,957,520	709,355
1.3 Use of goods and services	2,793,778	734,426		3,528,203	2,661,361	866,842
<b>2.0 Monitoring and evaluation</b>						
2.1 Capacity building	2,000,000	358,669		2,358,669	1,685,600	673,069
2.2 Committee allowances	1,500,000	1,041,276		2,541,276	1,978,100	563,176
2.3 Use of goods and services	618,861	65,630		684,491	376,713	307,778
<b>3.0 Emergency</b>	7,192,207	1		7,192,207	-	-
3.1 Jimba primary school				50,000	50,000	-
3.2 Isaac Nyundo primary School				950,000	950,000	-
3.3 Mbaka primary school				500,000	500,000	-
3.4 Jimba Primary school				1,825,260	1,825,260	-
3.5 Ribe Boy high School				210,000	210,000	-
						3,656,947
<b>4.0 Bursary and Social Security</b>						
4.1 Primary Schools						
4.2 Secondary Schools	17,793,500	3,356,531		21,150,031	14,004,000	7,146,031
4.3 Tertiary Institutions	17,500,000	-		17,500,000	12,522,400	4,977,600
<b>5.0 Sports</b>						
5.1 Sport Activities	2,745,908	2,747,354		5,493,262	2,747,355	2,745,907
<b>6.0 Environment</b>						
6.1 Jimba secondary school	1,218,553			1,218,553	1,218,553	-
6.2 Gandani primary school	407,355			407,355	407,355	-
6.3 Kangakamo Primary School	370,000			370,000	370,000	-
6.4 Masaani Primary School	370,000			370,000	370,000	-
6.5 Kinunguna Primary School	380,000			380,000	380,000	-
6.6 Mwanjama Primary School		1,600,000		1,600,000	1,600,000	-
<b>7.0 Primary Schools Projects (List all the Projects)</b>						



***Rabai 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	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021	
	2020/2021					
7.1 Mwangutwa Primary School		1,050,000		1,050,000	1,050,000	
7.2 Gandani Primary School		787,500		787,500	787,500	
7.3 Kajiwe Primary School		1,050,000		1,050,000	1,050,000	
7.4 Mwanjama Primary School		1,050,000		1,050,000	1,050,000	
7.5 Kasidi Primary School		1,050,000		1,050,000	1,050,000	
7.6 Masaani Primary School		787,500		787,500	787,500	
7.7 Ribe Primary School		1,050,000		1,050,000	1,050,000	
7.8 Maereni Primary School		787,500		787,500	787,500	
7.9 Mitsajeni Primary School		1,050,000		1,050,000	1,050,000	
Kangakamo primary school		1,050,000		1,050,000	1,050,000	
Chiferi Primary School		787,500		787,500	787,500	
Mwangutwa Primary School	4,300,000			4,300,000	4,300,000	-
Mwanjama Primary School	3,300,000			3,300,000	3,300,000	-
Bwagamoyo primary school	2,200,000			2,200,000	2,200,000	-
Malau primary school	3,300,000			3,300,000	3,300,000	-
Mwatsama primary school	2,200,000			2,200,000	2,200,000	-
Chiferi Primary School	3,300,000			3,300,000	3,300,000	-
Lugwe primary school	1,600,000			1,600,000	1,600,000	-
Kajiwe primary school	1,574,773			1,574,773	1,574,773	-
Mwandodo primary school	600,000			600,000		600,000
Boheka primary School	400,000			400,000	400,000	-
Maereni Primary School	3,500,000			3,500,000	-	3,500,000
Gandani Primary School		3,300,000		3,300,000	3,300,000	-
Mbwaka Primary School		3,000,000		3,000,000	3,000,000	-
Kaliang'ombe Primary School		3,000,000		3,000,000	3,000,000	-
Masaani Primary School		2,000,000		2,000,000	2,000,000	-
Chiferi Primary School		1,600,000		1,600,000	1,600,000	-
Kangakamo primary school		3,000,000		3,000,000	3,000,000	-
Isaac Nyundo primary school		4,200,000		4,200,000	4,200,000	-
Makobeni primary		1,838,500		1,838,500	1,838,500	-



**Rabai 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	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2020/2021	30/06/2021	
school						
<b>8.0 Secondary Schools Projects (List all the Projects)</b>	<b>2020/2021</b>					
8.1 Rev. Canon Kuri Secondary School	1,800,000			1,800,000	1,800,000	-
8.2 Kombeni Girls Secondary School	10,000,000			10,000,000	-	10,000,000
8.3 Kamoti Secondary School	16,000,000			16,000,000	-	16,000,000
8.4 Kamoti Secondary School	900,000			900,000	-	900,000
8.5 Kasidi secondary secondary	1,600,000			1,600,000	1,600,000	-
8.6 Chang'ombe Secondary school		7,500,000		7,500,000	7,500,000	-
8.7 Ribe Boys High School		6,000,000		6,000,000	6,000,000	-
<b>9.0 Tertiary institutions Projects (List all the Projects)</b>						
<b>10.0 Security Projects</b>						
Kambe/Ribe police Station	8,000,000			8,000,000	5,000,000	3,000,000
Rabai Police Station	8,000,000			8,000,000	-	8,000,000
Maereni Assistant Chief Office	1,700,000			1,700,000	1,700,000	-
Miyuni Assistant Chief Office	1,700,000			1,700,000	1,700,000	-
Pangani chiefs office		20,000		20,000	20,000	-
Mikomani Assistant Chief		1,700,000		1,700,000	1,700,000	-
<b>Roads &amp; bridges</b>						
Jimba Primary School		7,722,590		7,722,590	7,722,590	-
<b>11.0 Acquisition of assets</b>						
Ng-cdf office parking	780,000			780,000.0	-	780,000.00
Purchase of furniture and equipment		109,368		109,368.0	-	109,368.00
<b>12.0 Others</b>						
12.1 Strategic Plan						
12.2 Innovation Hub						
12.2						
Funds pending approval**		206,500		266,500	-	266,500
<b>Total</b>	<b>137,088,879</b>	<b>67,446,041</b>		<b>204,594,920</b>	<b>139,211,541</b>	<b>65,383,378</b>

(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)



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

**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 NGCDF-Rabai 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.

**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**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**



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

**SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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 1<sup>st</sup> July 2020 to 30<sup>th</sup> 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 30<sup>th</sup> 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.

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

**XIII. NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board			
AIE NO	B041188	-	4,000,000.00
AIE NO	B041337	-	18,000,000.00
AIE NO	B047753	-	5,000,000.00
AIE NO	B049158	-	7,000,000.00
AIE NO	B104076	-	14,000,000.00
AIE NO	B104458	-	20,000,000.00
AIE NO	B096774	-	69,367,724
AIE NO	B124650	9,000,000.00	-
AIE NO	B119624	9,000,000.00	-
AIE NO	B128014	13,000,000.00	-
AIE NO	B128256	6,900,000.00	-
AIE NO	B132017	6,000,000.00	-
AIE NO	B132311	6,000,000.00	-
AIE NO	B138980	13,000,000.00	-
AIE NO	B126272	7,100,000.00	-
AIE NO	B105067	10,000,000.00	-
AIE NO	B140711	15,000,000.00	-
<b>TOTAL</b>		<b>95,000,000</b>	<b>137,367,724</b>

**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	-	-
<b>Total</b>	-	-



***Rabai 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	60,000	85,500
Hire of plant/equipment/facilities	-	-
Unutilized funds from PMCs	-	-
Other Receipts Not Classified Elsewhere	-	-
<b>Total</b>	<b>60,000</b>	<b>85,500</b>

**4. COMPENSATION OF EMPLOYEES**

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,980,410	1,950,492
Basic wages of casual labour	72,000	72,000
<b>Personal allowances paid as part of salary</b>		
House Allowance	365,000	360,000.00
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	604,652	604,652
Employer Contributions Compulsory national social security schemes	19,400	19,200
<b>Total</b>	<b>3,041,462</b>	<b>3,006,344</b>

***Rabai 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**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Committee Expenses	4,935,620	2,861,400
Utilities, supplies and services	1,732,159	2,101,250
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	1,685,600	1,724,960
Hospitality supplies and services	-	-
Insurance costs	144,000	168,153
Fuel , oil & lubricants	700,000	600,000
Specialized materials and services	-	-
Office and general supplies and services	-	-
Other operating expenses	-	-
Routine maintenance – vehicles and other transport equipment	376,713	334,437
Routine maintenance – other assets	-	-
Bank service commission and charges	85,202	-
<b>Total</b>	<b>9,659,294</b>	<b>7,790,200</b>



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

***NOTES TO THE FINANCIAL STATEMENTS (Continued)***

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

<b>Description</b>	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Transfers to primary schools (see attached list)	54,213,273	21,700,000.00
Transfers to secondary schools (see attached list)	16,900,000	16,211,678.60
Transfers to Tertiary Institutions	-	-
<b>TOTAL</b>	<b>71,113,273</b>	<b>37,911,678.60</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Bursary – secondary schools (see attached list)	14,004,000	17,278,000
Bursary – tertiary institutions (see attached list)	12,522,400	15,210,380
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security projects (see attached list)	10,120,000	6,700,000
Roads & bridges	7,722,590	4,161,500
Sports projects (see attached list)	2,747,355	-
Environment projects (see attached list)	4,745,908	1,147,354
Emergency projects (see attached list)	3,535,260	4,500,000
<b>Total</b>	<b>55,397,513</b>	<b>48,997,234</b>

***Rabai 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	xx	xx
Construction of Buildings	xx	xx
Refurbishment of Buildings	xx	xx
Purchase of Vehicles and Other Transport Equipment	xx	xx
Overhaul of Vehicles and Other Transport Equipment	xx	xx
Purchase of Household Furniture and Institutional Equipment	xx	xx
Purchase of Office Furniture and General Equipment	xx	xx
Purchase of ICT Equipment, Software and Other ICT Assets	xx	xx
Purchase of Specialized Plant, Equipment and Machinery	xx	xx
Rehabilitation and Renovation of Plant, Machinery and Equip.	xx	xx
Acquisition of Land	xx	xx
Acquisition of Intangible Assets	xx	xx
<b>Total</b>	<b>xx</b>	<b>xx</b>

**9. OTHER PAYMENTS**

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	xx	xx
ICT Hub	xx	xx
	<b>xxx</b>	<b>xxx</b>



***Rabai 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)**

<b>Name of Bank, Account No. &amp; currency</b>	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
<i>African Banking Corporation Ltd Account no, 003215001001384</i>	23,294,499	67,446,041
<b>Total</b>	<b>23,294,499</b>	<b>67,446,041</b>
<b>10B: CASH IN HAND</b>		
Location 1	xxx	xxx
Location 2	xxx	xxx
Location 3	xxx	xxx
Other Locations ( <i>specify</i> )	xxx	xxx
<b>Total</b>	<b>xxx</b>	<b>xxx</b>
<i>[Provide cash count certificates for each]</i>		

***Rabai 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>Name of Officer</i>	<i>dd/mm/yy</i>	<b>xxx</b>	<b>xxx</b>	<b>xxx</b>
<i>Name of Officer</i>	<i>dd/mm/yy</i>	<b>xxx</b>	<b>xxx</b>	<b>xxx</b>
<i>Name of Officer</i>	<i>dd/mm/yy</i>	<b>xxx</b>	<b>xxx</b>	<b>xxx</b>
<i>Name of Officer</i>	<i>dd/mm/yy</i>	<b>xxx</b>	<b>xxx</b>	<b>xxx</b>
<i>Name of Officer</i>	<i>dd/mm/yy</i>	<b>xxx</b>	<b>xxx</b>	<b>xxx</b>
<i>Name of Officer</i>	<i>dd/mm/yy</i>	<b>xxx</b>	<b>xxx</b>	<b>xxx</b>
<i>Total</i>				<b>xxx</b>

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

**12A. RETENTION**

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

*[Provide short appropriate explanations as necessary.]*

**12B. GRATUITY**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>KShs</b>	<b>KShs</b>
Gratuity as at 1 <sup>st</sup> July (A)	-	-
Gratuity held during the year (B)	604,652	-
Gratuity paid during the Year (C)	604,652	-
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	-	-

*[Provide short appropriate explanations as necessary]*



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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**13. BALANCES BROUGHT FORWARD**

	2020-2021 (1 <sup>st</sup> July 2020)	2019-2020 (1 <sup>st</sup> July 2019)
	Kshs	Kshs
Bank accounts	67,446,041	27,698,273
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>67,446,041</b>	<b>27,698,273</b>

*[Provide short appropriate explanations as necessary]*

**14. PRIOR YEAR ADJUSTMENTS**

	Balance b/f FY 2020/2021 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2019/2020
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	xxx	xxx	Xxx
Cash in hand	xxx	xxx	Xxx
Accounts Payables	(xxx)	xxx	(Xxx)
Receivables	xxx	xxx	Xxx
Others ( <i>specify</i> )	xxx	xxx	Xxx
<b>TOTAL</b>	<b>xxx</b>	<b>xxx</b>	<b>Xxx</b>

**15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST\***

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

**16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS**

	2020-2021	2019 - 2020
	KShs	KShs
Gratuity as at 1 <sup>st</sup> July (A)	-	-
Gratuity held during the year (B)	604,652	-
Gratuity paid during the Year (C)	604,652	-
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	-	-
Change in payable E=A-D	-	-

***Rabai 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)**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Construction of buildings	xx	xx
Construction of civil works	xx	xx
Supply of goods	xx	xx
Supply of services	xx	xx
	<b>xx</b>	<b>xx</b>

**17.2: PENDING STAFF PAYABLES (See Annex 2)**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
NGCDFC Staff	xx	xxx
Others ( <i>specify</i> )	xx	xxx
	<b>xx</b>	<b>xxx</b>

**17.3: UNUTILIZED FUND (See Annex 3)**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
Compensation of employees	580,804	408,321
Use of goods and services	3,120,220	3,636,875
Amounts due to other Government entities (see attached list)	31,000,000	45,938,500
Amounts due to other grants and other transfers (see attached list)	30,306,486	17,146,476
Acquisition of assets	109,368	109,368
Others ( <i>specify</i> )	0	-
Funds pending approval	266,500	206,500
<b>Total</b>	<b>65,383,378</b>	<b>67,446,041</b>



***Rabai 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)**

	<b>2020-2021</b>	<b>2019-2020</b>
	<b>Kshs</b>	<b>Kshs</b>
PMC account balances (see attached list)	<b>33,749,985</b>	<b>32,220,625</b>
<b>Total</b>	<b>33,749,985</b>	<b>32,220,625</b>

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**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	
<b>Construction of buildings</b>					
1.					
2.					
3.					
<b>Sub-Total</b>					
<b>Construction of civil works</b>					
4.					
5.					
6.					
<b>Sub-Total</b>					
<b>Supply of goods</b>					
7.					
8.					
9.					
<b>Sub-Total</b>					
<b>Supply of services</b>					
10.					
11.					
12.					
<b>Sub-Total</b>					
<b>Grand Total</b>					



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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 2021	Comments
<b>NG-CDFC Staff</b>				
1. George K.Tsuma	Accounts Clerk	01/03/2014	-	
2. May M. Tsuma	Office Secretary	01/03/2014	-	
3. Margaret Mwaka	Records Officer	01/03/2014	-	
4. Ali Mcharo	Driver-vehicle	01/08/2016	-	
5. Munga Nzaka	Driver Motorbike	01/03/2014	-	
6. Serah Hilai	Subordinate staff	01/03/2014	-	
7. Ndenge Mwaringa	Subordinate staff	01/03/2014	-	
8. Luiza K. Dzuya	Subordinate staff	01/07/2018	-	
<b>Sub-Total</b>				
<b>Grand Total</b>				

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
<b>Compensation of employees</b>		<b>580,804</b>	<b>408,321</b>	
<b>Use of goods &amp; services</b>		<b>3,120,221</b>	<b>3,636,875</b>	
<b>Amounts due to other Government entities</b>				
Mwandodo primary School		600,000		
Maereni Primary School		3,500,000		
Kombeni Girls Secondary School		10,000,000		
Kamoti Secondary School		16,000,000		
Kamoti Secondary School		900,000		
Gandani Primary School		-	3,300,000	
Mbwaka Primary School		-	3,000,000	
Kaliang'ombe Primary School		-	3,000,000	
Masaani Primary School		-	2,000,000	
Chiferi Primary School		-	1,600,000	
Kangakamo primary school		-	3,000,000	
Isaac Nyundo primary school		-	4,200,000	
Makobeni primary school		-	1,838,500	
Ribe Boys High School		-	6,000,000	
Changombe Secondary School		-	7,500,000	
<b>Sub-Total</b>		<b>31,000,000</b>	<b>35,438,500</b>	
<b>Amounts due to other grants and other transfers</b>				
Bursary Secondary Schools		7,146,031	5,419,800	
Bursary Tertiary		4,977,600	8,436,731	
Emergency		3,656,947	7,722,590	
Rabai sports tournament		2,745,907	2,747,356	
Kambe/Ribe police Station		3,000,000	-	
Rabai Police Station		8,000,000	-	
Pangani Chiefs office		-	20,000	
Mikomani Assistant chiefs office		-	1,700,000	
Mwanjama Primary School		-	1,600,000	
Kinunguna Forodhani Asst chiefs		-	-	
Rabai APs Camp		-	-	
<b>Sub-Total</b>		<b>29,526,485</b>	<b>27,646,477</b>	
<b>Acquisition of assets</b>				
Purchase of furniture and equipment		109,368	109,368	
NG-CDF office parking		780,000	-	
<b>Others (specify)</b>				
<b>Sub-Total</b>				
Funds pending approval		<b>266,500</b>	<b>206,500</b>	
<b>Grand Total</b>		<b>65,383,378</b>	<b>67,446,041</b>	



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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

<b>Asset class</b>	<b>Historical Cost b/f (Kshs) 2019/2020</b>	<b>Additions during the year (Kshs)</b>	<b>Disposals during the year (Kshs)</b>	<b>Historical Cost (Kshs) 2020/21</b>
Land	-	-	-	-
Buildings and structures	17,498,279	-	-	17,498,279
Transport equipment	7,162,747	-	-	7,162,747
Office equipment, furniture and fittings	1,553,878	-	-	1,553,878
ICT Equipment, Software and Other ICT Assets	-	-	-	-
Other Machinery and Equipment	1,077,454	-	-	1,077,454
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
<b>Total</b>	<b>27,292,358</b>			<b>27,292,358</b>

**FIXED ASSETS REGISTER**

	<b>Description</b>	<b>Date of purchase</b>	<b>Serial No.</b>	<b>2019/2020 (Kshs)</b>	<b>2018/2019 (Kshs)</b>
1.	Cdf Office Rabai	2014/15		15,382,279	15,382,279
2.	Fixing of metal grill, chained linked fencing and purchase water tank	2015/16		1,900,000	1,900,000
3.	Office curtains 17pcs	12/07/2018		216,000	216,000
				<b>17,498,279</b>	<b>17,498,279</b>
	<b>Office Vehicles</b>				
1.	Motorbike	28/03/2014	3TT-206869	420,964	420,964
2.	Cdf vehicle	23/01/2015		6,741,783	6,741,783
	<b>Sub total</b>			<b>7,162,747</b>	<b>7,162,747</b>
	<b>Office Furniture</b>				
1.	Office executive chair	26/11/2013	1	21,000	21,000
2.	H/Leather office chair executive	“	1	32,000	32,000
3.	Office HB chair fabric	“	1	8,300	8,300
4.	Executive office table	“	2	119,990	119,990
5.	Conference table executive 35MTS	“	1	109,995	109,995
6.	Office visitors chair	“	12	84,000	84,000

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

7.	Office table ID1680 (44)	“	2	33,190	33,190
8.	Pedestal fixed 4d2w IDFP-4D	“	2	14,800	14,800
9.	Office table set WMB221.8MTS (vs.)	“	1	44,995	44,995
10.	Counter top executive 1201.2MTS (vs.)	“	1	5,795	5,795
11.	Lina chair YD- B104 4 Pax (AN31)	“	2	45,990	45,990
12.	Executive Chair	28/09/2016	1	28,495	28,495
13.	Executive Table	“	1	65,995	65,995
14.	Conference Table	“	1	54,995	54,995
15.	Small Office table	“	1	11,995	11,995
16.	Conference Chairs	“	1	7,495	7,495
17.	Conference Chairs	“	11	82,445	82,445
18.	Visitors' Chairs	“	4	29,980	29,980
19.	Conference Table small	“	1	24,995	24,995
20.	Orthopaedic Chair	“	1	21,995	21,995
21.	Side Wall unit shelve	“	1	36,995	36,995
22.	Office Chairs	“	2	16,790	16,790
23.	Office tables big	“	2	42,980	42,980
24.	Filling cabinet	“	2	27,998	27,998
25.	Ordinary office chairs	“	16	47,920	47,920
26.	Safe	02/08/2016	1	25,995	25,995
27.	Filling Cabinet with 4 drawers	“	1	23,995	23,995
28.	Reception table	“	1	37,480	37,480
29.	Wooden Cabinet	“	1	40,000	40,000
30.	Computer Tables	“	4	24,995	24,995
31.	Smart Television '43 & wall bracket	14/05/2019	1	47,290	47,290
32.	Medium size water dispenser	“	1	17,995	17,995
33.	Executive sofa set	“	1	250,000	250,000
34.	Executive coffee table and Carpet	“	1	65,000	65,000



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

		<b>Sub total</b>		<b>1,553,878</b>	<b>1,553,878</b>
	<b>Other Machinery and equipments</b>				
1.	Desktop computer (DELL) S/NO:BKZ3PV1	26/11/2013	1	70,000	70,000
2.	Laptop computer (HP) S/NO:5CD3294MIR	“	1	60,000	60,000
3.	Printer laser jet pro 100 MI75NW S/NO:CND8F67867	“	1	50,000	50,000
4.	Ramtons water Dispenser RM/419	27/11/2014	1	16,497	16,497
5.	Filling cabinet sliding doors	23/09/2015	1	23,925	23,925
6.	Photocopy Machine	28/09/2015	1	150,800	150,800
7.	Desktop computer HP 300	12/06/2016	1	98,000	98,000
8.	Laser jet Printer HP 1102 PRO 200	“	1	48,000	48,000
9.	Telecommunication gadgets	02/08/2016	7	168,340	168,340
10.	Laptop-HP	23/05/2017	1	89,700	89,700
11.	40 inch Samsung Tv-5 series HD 1080P	“	1	44,995	44,995
12.	Vehicle tools kitty	“	10 items	67,197	67,197
13.	Digital Camera D5300 BK set	08/06/2018	1	80,000	80,000
14.	Briggs & Shratton Generator 6200A	08/05/2019	(6.2KVA)	110,000	110,000
		<b>Sub total</b>		<b>1,077,454</b>	<b>1,077,454</b>
		<b>TOTAL</b>		<b>27,292,358</b>	<b>27,292,358</b>

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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2021**

PMC	Bank	Account number	Date A/C Opened	Bank Balance As at 30/06/2021	Bank Balance As at 30/06/2020
Boheka Primary School	Co-op Mariakani	01141764917800	07/05/2021	162,405	-
Bwagamoyo Primary School	Co-op Mariakani	01141764914000	07/05/2021	1,081,568	-
Chang'ombe Secondary School	Co-op Mariakani	01141764919000	28/10/2021	5,762	-
Chiferi Primary School	Co-op Mariakani	01141764918400	21/01/2021	519,988	-
Gandani Primary School	Co-op Mariakani	01141765153200	21/01/2021	205,099	-
Isaac Nyundo Primary School	Co-op Mariakani	01141254632800	04/09/2020	671,564	-
Jimba Primary School	Co-op Mariakani	01141765250000	21/12/2020	518,748	-
Jimba Secondary School	Co-op Mariakani	01141765351600	29/06/2021	577,700	-
Kajiwe Primary School	Co-op Mariakani	01141764915800	25/06/2021	1,658,678	-
Kaliangombe Primary School	Co-op Mariakani	01141765076800	04/09/2020	118,620	-
Kambe/Ribe Police station	Co-op Mariakani	01141765326500	08/06/2021	4,998,974	-
Kangakamo Primary School	Co-op Mariakani	01141765153000	21/01/2021	2,396,975	-
Kasidi Secondary School	Co-op Mariakani	01141765352900	04/09/2021	873,4580	-
Kinunguna Primary School	Co-op Mariakani	01141765043500	07/05/2021	22,996.63	-
Lugwe Primary School	Co-op Mariakani	01141764915400	25/06/2021	344,501.75	-
Maereni Assistant Chief	Co-op Mariakani	01141765313100	08/05/2021	779,078.00	-
Maereni Primary School	Co-op Mariakani	01141765256100	21/01/2021	19,369	-
Makobeni Primary School	Co-op Mariakani	01141765152800	05/09/2020	172,266	-
Malau Primary School	Co-op Mariakani	01141765348400	05/09/2020	1,004,759	-
Masaani Primary school	Co-op Mariakani	01141765159000	07/05/2021	43,835	-
Mbwaka Primary School	Co-op Mariakani	01141765159100	11/09/2020	357,235	-
Mikomani Assistant Chief	Co-op Mariakani	01141765153500	04/09/2021	167,718	-
Mitsajeni Primary School	Co-op Mariakani	01141765254000	21/01/2021	1,048,975	-
Miyuni Assistant Chief	Co-op Mariakani	01141765335100	08/05/2021	167,718	-



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

PMC	Bank	Account number	Date A/C Opened	Bank Balance As at 30/06/2021	Bank Balance As at 30/06/2020
Mwangutwa Primary School	Co-op Mariakani	01141765254100	07/05/2021	4,299,175	-
Mwanjama Primary School	Co-op Mariakani	01141765077000	21/01/2021	1,707,674	-
Mwatsama Primary School	Co-op Mariakani	01141765318000	10/05/2021	721,476	-
Rev. Canon Kuri secondary school	Co-op Mariakani	01141764917500	13/05/2020	412,551	-
Ribe Boys High School	Co-op Mariakani	01141765152300	05/09/2021	590,022	-
Ribe Primary School	Co-op Mariakani	01141765040500	21/01/2021	239,975	-
Kambe Assistant Chief	Co-op Mariakani	003215001004787	-	-	20,172
Buni Primary School	Co-op Mariakani	01141252073400	-	-	408,285
Mgalla Primary School	Co-op Mariakani	01141764913800	-	-	394,331
Kajiwe primary school	Co-op Mariakani	01141764915800	-	-	416,044
Bedida Primary School	Co-op Mariakani	01141764916100	-	-	293,938
Kawala Primary School	Co-op Mariakani	01141764913500	-	-	806,431
Kinung'una Primary School	Co-op Mariakani	01141765043500	-	-	1,274,795
Ribe Primary School	Co-op Mariakani	0114176045000	-	-	2,671,975
Kaoyeni Primary School	Co-op Mariakani	01141764915000	-	-	696,157
Kaliang'ombe Pri School	Co-op Mariakani	01141765076800	-	-	873,975
Mwanjama primary school	Co-op Mariakani	01141765077000	-	-	1,080,941
Bofu primary school	Co-op Mariakani	01141764918500	-	-	1,500,115
Chang'ombe Pri School	Co-op Mariakani	01141764915600	-	-	1,269,784
Rev. Canon Kuri Secondary School	Co-op Mariakani	01141764917500	-	-	6,916,550
Kambe Secondary School	Co-op Mariakani	01141764917600	-	-	2,382,442
Bwagamoyo sec school	Co-op Mariakani	01141765076700	-	-	3,266,975
Kawala Girls Sec School	Co-op Mariakani	01141765080700	-	-	1,933,475
Chiferi Secondary school	Co-op Mariakani	01141764918900	-	-	866,496
Kinunguna Forodhani Asst chiefs office	Co-op Mariakani	0114176492000	-	-	119,819
Mwele/Kist Asstant Chief	Co-op Mariakani	01141765079600	-	-	1,675,975
Jimba Assistant Chief	Co-op Mariakani	01141765076900	-	-	1,675,975

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

PMC	Bank	Account number	Date A/C Opened	Bank Balance As at 30/06/2021	Bank Balance As at 30/06/2020
Mwamtsunga Asst Chief	Co-op Mariakani	01141765076600	-	-	1,675,975
<b>TOTAL</b>				<b>33,749,985</b>	<b>32,220,625</b>



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

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**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)