

REPUBLIC OF KENYA



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Inzogu M.

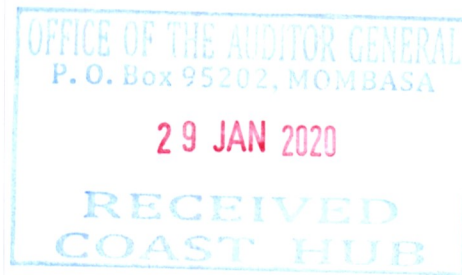
OF

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND –
WUNDANYI CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2019**



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

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019**

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
WUNDANYI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

WUNDANYI CONSTITUENCY

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Core Values

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

(b) Key Management

The NG-CDF WUNDANYI Constituency day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2019 and who had direct fiduciary responsibility were:

| No | Designation | Name |
|----|-----------------------|------------------|
| 1. | A.I.E holder | Evans M. Apollos |
| 2. | Sub-County Accountant | Joseph Keli |
| 3. | Chairman NGCDFC | Patrick Zighani |
| 4. | Member NGCDFC | Waren Keke |

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF WUNDANYI Constituency Headquarters

P.O. Box 1122-80304
WUNDANYI NG-CDF BUILDING
WUNDANYI, KENYA

(f) NGCDF WUNDANYI Constituency Contacts

Telephone: (254)

E-mail: cdfwundanyi@ngcdf.go.ke

Website: www.ngcdf.go.ke

(g) NGCDF WUNDANYI Constituency Bankers

1. Kenya Commercial Bank
WUNDANYI CONSTITUENCY DEVELOPMENT FUND
A/C NO. 1138060996

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

Wundanyi Constituency is an electoral constituency in Kenya. It is one of four constituencies in Taita-Taveta County. The constituency has four wards i.e. Wundanyi /Mbale ward, Mghange/Mwanda ward, Werugha ward and Kishushe/Wumingu ward.

Key Achievements

- a. Completion of most projects in the area
- b. Good implementation of the projects by the NG-CDFCs and PMCs
- c. Proper record keeping on the NG-CDF projects
- d. Team work as NG-CDFCs and the community at large

Emerging Issues

- a. Illiteracy level in some of the PMCs making the implementation of the project to take a little longer
- b. Politicizing in the projects
- c. Funds from the board take a long time to be released making some projects to stall for time
- d. Frequent trainings for the NG-CDFCs and PMC's on day to day changes in the management of the funds


Implementation challenges and way forward

- a. Funds should be released in good time to help in early completion of projects.

Budget against actual amounts for current year based on economic classification and programmes

- a. More funds should be increased for Monitoring and evaluation of projects and also administration kitty to help in thorough monitoring and evaluation and administration of projects effectively.

Sign



CHAIRMAN NGCDF COMMITTEE

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

WUNDANYI CONSTITUENCY

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For the year ended June 30, 2019

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

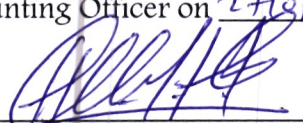
The Accounting Officer in charge of the NG-CDF-WUNDANYI Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2019. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NG-CDF-WUNDANYI Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer in charge of the NG-CDF-WUNDANYI Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The NG-CDF-WUNDANYI Constituency financial statements were approved and signed by the Accounting Officer on 27/01 2020.



Fund Account Manager
Name: Henry G. Wanjiku

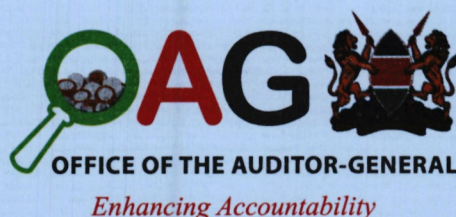


Sub-County Accountant
Name: Joseph Keli
ICPAK Member Number: 5511



REPUBLIC OF KENYA

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E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – WUNDANYI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Wundanyi Constituency set out on pages 6 to 36, which comprise of the statement of financial assets and liabilities as at 30 June, 2019, statement of receipts and payments, statement of cash flows and the summary statement of appropriation: recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund – Wundanyi Constituency as at 30 June, 2019, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Inaccuracies in the Statement of Assets and Liabilities

The statement of assets and liabilities reflects cash and cash equivalents balance of Kshs.13,306,129. The supporting bank reconciliation statement as at 30 June, 2019 reflected payments in bank statements not yet recorded in cashbook amounting to Kshs.655,706, out of which Kshs.73,616, related to the year 2014/2015 and earlier years while dates of cheques payments amounting to Kshs.19,270 were not indicated. Further, the bank reconciliation reflects unrepresented cheques amounting to Kshs.1,338,137, out of which cheques totalling to Kshs.161,382 were stale but were not reversed in cashbook. Bank statements to confirm when the unrepresented cheques were subsequently cleared by the bank were not provided.

In addition, the reconciliation reflected receipts in cashbook not in bank statement of Kshs.201,061.

Consequently, the accuracy, completeness and validity of the cash and cash equivalents balance of Kshs.13,306,129 reflected in the statement of assets and liabilities as at 30 June, 2019 could not be confirmed.

2. Unsupported Outstanding Imprest

The statement of assets and liabilities reflects net liabilities of Kshs.14,037,349, which includes outstanding imprest balance of Kshs.731,220. The trial balance availed to support the credit entry was not supported by a general ledger. Further, the reflected net liabilities is contrary to net financial position as provided by the reporting template.

Consequently, the accuracy, completeness and validity of net liabilities totalling to Kshs.14,037,349 reflected in the statement of assets and liabilities 30 June, 2019 could not be confirmed.

3. Inaccuracies in Staff Payables

Note 15.2 to the financial statements reflects nil pending staff payables balance yet the corresponding Annex 2 reflects staff payables balance of Kshs.951,610 resulting to an unexplained and unreconciled variance of Kshs.951,610.

Consequently, the accuracy, completeness and validity of staff payables balance of Kshs.951,610 reflected in Annex 2 to the financial statements as at 30 June, 2019 could not be confirmed.

4. Inaccuracies in Committees Bank Balances

Annex 5 to the financial statements reflects Projects Management Committee (PMC) bank balances totalling to Kshs.4,190,309 and opening balances of Kshs.34,576,308. However, the previous year's audited financial statements reflected PMC bank balances of Kshs.34,230,405, resulting to an unexplained and unreconciled variance of Kshs.345,903.

Further, the balance includes an amount of Kshs.3,706,742 in the Projects Bank Accounts that was not refunded to the Constituency Development Fund Account as per the National Government Constituencies Development Fund Act, 2015.

Consequently, the accuracy, completeness and validity of PMC bank balances as at 30 June, 2019 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund – Wundanyi Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits

of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

Budgetary Control and Performance

The statement of comparison of budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.133,365,888 and Kshs.78,325,012 respectively resulting to an under-funding of Kshs.55,040,876 or 41% of the budget. Similarly, the statement reflects final expenditure budget and actual on comparable basis of Kshs.133,365,888 and Kshs.65,018,883 respectively resulting to an under expenditure of Kshs.68,347,005 or 51% of the budget.

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

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Projects Implementation Status

The projects implementation status report as at 30 June, 2019 indicated twenty-nine (29) projects with a total budget of Kshs.57,204,714. Analysis of the report revealed the following matter:

Seven (7) projects with a total budget of Kshs.23,000,000 were ongoing. This is an indication of slow implementation of development projects. The Management has not explained why the Constituency projects were not started in time.

Further, nineteen (19) projects with a budget of Kshs.28,704,715 were not started.

In addition, physical verification of five (5) projects with total allocation of Kshs.9,869,665 was done in the month of December, 2019, out of which four (4) projects allocated Kshs.7,369,665 were unsatisfactory implemented as detailed below:

| Project | Amount Disbursed to Date (Kshs.) | Remarks/Observation |
|----------------------------------------------------------------------|-----------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Mkanyatta Primary School- Construction of two (2) classrooms | 2,700,000 | <ul style="list-style-type: none"> • Used nails for roofing instead of steel bolts • Horizontal burglar proof bars on doors not done • Concrete window seal not done • Horizontal keys on walls instead of cement plaster • Lack of bills of quantities to show how the provisional sum of Kshs.50,000 was spent |
| Dr Aggrey High School- Construction of twenty (20) door boys' toilet | 3,669,665 | <ul style="list-style-type: none"> • Ventilators not factored in bills of quantities • Lack of bills of quantities to show how provisional sum of Kshs.50,000 was spent |
| Iyale Primary School- Construction of two (2) door staff toilet | 500,000 | <ul style="list-style-type: none"> • Rebated door frame, 2 lever mortise locks and rubber door stops not fitted as per bills of quantities |
| Ngonda Primary School- Construction of two (2) door staff toilet | 500,000 | <ul style="list-style-type: none"> • Rebated door frame, 2 lever mortise locks not done. • Gloss oil not painted on wall and general timber services not done • Lack of bills of quantities to show how the provisional sum of Kshs.35,000 was spent. |
| Total | 7,369,665 | |

The above observations are an indication of poor workmanship which casts doubts on projects supervision.

Consequently, I am unable to confirm whether the public will obtain value for money on the budgeted projects.

2. Irregular Payments

The statement of receipts and payments reflects other payments of Kshs.3,501,810, out of which Kshs.2,395,050 was spent on development of a strategic plan. However, minutes of a resolution of a meeting of the Constituency Committee on the same were not provided. This is contrary to Section 12(5) of the National Government Constituencies Development Fund Act, 2015 which states that 'every payment or instruction for payment out of the constituency fund account shall be strictly in accordance to the minutes of a resolution of a meeting of the Constituency Committee.'

Consequently, the propriety of other payments of Kshs.2,395,050 for the year ended 30 June, 2019 could not be confirmed.

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

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

Basis for Conclusion

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

Responsibilities of Management and those charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

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

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

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



Nancy Gathungu
AUDITOR-GENERAL

Nairobi

24 September, 2021

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

WUNDANYI CONSTITUENCY

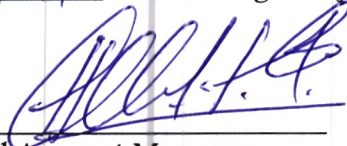
Reports and Financial Statements

For the year ended June 30, 2019

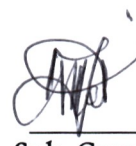
IV. STATEMENT OF RECEIPTS AND PAYMENTS FOR YEAR ENDED 30TH JUNE 2019

| | Note | 2018-2019 | 2017-2018 |
|-------------------------------------|------|-------------------|-------------------|
| | | Kshs | Kshs |
| RECEIPTS | | | |
| Transfers from CDF board | 1 | 65,379,310 | 86,810,345 |
| Proceeds from Sale of Assets | 2 | - | - |
| Other Receipts | 3 | 225,000 | 71,000 |
| | | | |
| TOTAL RECEIPTS | | 65,604,310 | 86,881,345 |
| PAYMENTS | | | |
| | | | |
| Compensation of employees | 4 | 2,923,433 | 2,408,079 |
| Use of goods and services | 5 | 6,094,655 | 6,146,903 |
| Transfers to Other Government Units | 6 | 12,986,206 | 37,983,448 |
| Other grants and transfers | 7 | 39,512,779 | 33,221,779 |
| Acquisition of Assets | 8 | - | 388,985 |
| Other Payments | 9 | 3,501,810 | |
| | | | |
| TOTAL PAYMENTS | | 65,018,883 | 80,149,194 |
| | | | |
| SURPLUS | | 585,427 | 6,732,151 |

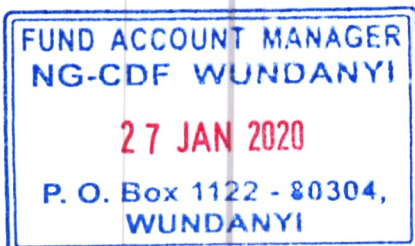
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF WUNDANYI Constituency financial statements were approved on 27/01/2020 2020 and signed by:



Fund Account Manager
Name: Henry G. Wanjiku



Sub-County Accountant
Name: Joseph Keli
ICPAK Member Number:5511

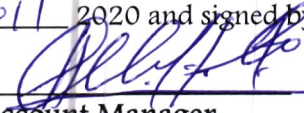


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For the year ended June 30, 2019**

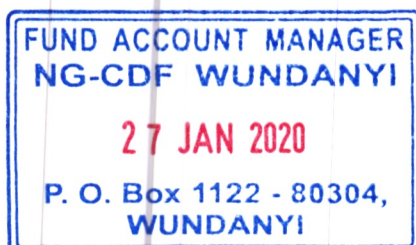
V. STATEMENT OF ASSETS AND LIABILITIES AS AT 30TH JUNE 2019

| | Note | 2018-2019 Kshs | 2017-2018 Kshs |
|----------------------------------------|------|--------------------------|--------------------------|
| FINANCIAL ASSETS | | | |
| Cash and Cash Equivalents | | | |
| Bank Balances (as per the cash book) | 10A | 13,306,129 | 12,720,702 |
| Cash Balances (cash at hand) | 10B | - | - |
| Total Cash and Cash Equivalents | | 13,306,129 | 12,720,702 |
| Current Receivables | | | |
| Outstanding Imprests | 11 | 731,220 | - |
| TOTAL FINANCIAL ASSETS | | 14,037,349 | 12,720,702 |
| FINANCIAL LIABILITES | | | |
| Accounts Payable | | | |
| Retention | 12A | - | - |
| Gratuity | 12B | - | - |
| Total Financial Liabilities | | - | - |
| NET FINANCIAL ASSETS | | <u>14,037,349</u> | <u>12,720,702</u> |
| REPRESENTED BY | | | |
| Fund balance b/fwd 1st July... | 13 | 12,720,702 | 5,988,551 |
| Surplus/Deficit for the year | | 585,427 | 6,732,151 |
| Outstanding Imprest | | 731,220 | - |
| Prior year adjustments: | 14 | - | - |
| NET LIABILITIES | | <u>14,037,349</u> | <u>12,720,702</u> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF WUNDANYI Constituency financial statements were approved on 27/10/19 2020 and signed by:


Fund Account Manager
Name: Henry G. Wanjiku


Sub-County Accountant
Name: Joseph Keli
ICPAK Member Number: 5511



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

WUNDANYI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

VI. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30TH JUNE 2019

| CASH FLOWS FROM OPERATING ACTIVITIES | | | 2018 - 2019 | 2017 - 2018 |
|----------------------------------------------------------|-----------|---|-------------------|-------------------|
| | | | Kshs | Kshs |
| Receipts | | | | |
| Transfers from CDF Board | 1 | | 65,379,310 | 86,810,345 |
| Other Receipts | 3 | | 225,000 | 71,000 |
| Total Receipts | | | 65,604,310 | 86,881,345 |
| Payments | | | | |
| Compensation of Employees | 4 | | 2,923,433 | 2,408,079 |
| Use of goods and services | 5 | | 6,094,655 | 6,146,903 |
| Transfers to Other Government Units | 6 | | 12,986,206 | 37,983,448 |
| Other grants and transfers | 7 | | 39,512,779 | 33,221,779 |
| Other Payments | 9 | | 3,501,810 | |
| Total Payments | | | 65,018,883 | 79,760,209 |
| Total Receipts Less Total Payments | | | 585,427 | 7,121,136 |
| Adjusted for: | | | | |
| Outstanding Imprest | 11 | - | 731,220 | |
| Retention | 12A | - | | |
| Gratuity Payable | 12B | | | |
| Prior Year adjustment | 14 | - | | |
| Net Adjustments | | | - | - |
| Net cash flow from operating activities | | | 1,316,647 | 7,121,136 |
| CASHFLOW FROM INVESTING ACTIVITIES | | | | |
| Proceeds from Sale of Assets | 2 | | - | - |
| Acquisition of Assets | 8 | | - | (388,985) |
| Net cash flows from Investing Activities | | | - | (388,985) |
| NET INCREASE IN CASH AND CASH EQUIVALENT | | | 1,316,647 | 6,732,151 |
| Cash and cash equivalent at BEGINNING of the year | 13 | | 12,720,702 | 5,988,551 |
| Cash and cash equivalent at END of the year | | | 14,037,349 | 12,720,702 |

NB-Cash and cash equivalent at END of the year is bank balance of **ksh13,306,129** plus the outstanding imprest of **ksh731,220**.

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF WUNDANYI Constituency financial statements were approved on 27/01/2020 and signed by:

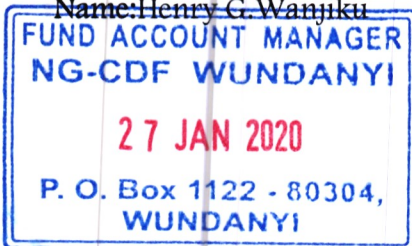
Fund Account Manager

Name: Henry G. Wanjiku

Sub-County Accountant

Name: Joseph Keli

ICPAK Member Number: 5511



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WUNDANYI CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2019

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30TH JUNE 2019

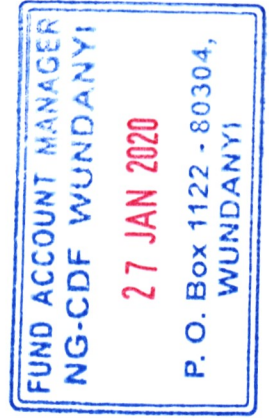
| Receipt/Expense Item | Original Budget | Adjustments | Final Budget | Actual on Comparable Basis | Budget Utilisation Difference | % of Utilisation |
|-------------------------------------------|--------------------|-------------------|--------------------|----------------------------|-------------------------------|------------------|
| | a | b | c=a+b | d | e=c-d | f=d/c % |
| RECEIPTS | | | | | | |
| Transfers from CDF Board | 109,040,876 | 24,100,012 | 133,140,888 | 78,100,012 | 55,040,875 | 58.7% |
| Proceeds from Sale of Assets | | | - | | - | |
| Other Receipts (sale of tender documents) | | 225,000 | 225,000 | 225,000 | - | 100.0% |
| TOTAL RECEIPTS | 109,040,876 | 24,325,012 | 133,365,888 | 78,325,012 | 55,040,875 | 58.7% |
| PAYMENTS | | | | | | |
| Compensation of Employees | 3,500,000 | 784,163 | 4,284,163 | 2,923,433 | 1,360,730 | 68.2% |
| Use of goods and services | 6,313,679 | 2,131,772 | 8,445,451 | 6,094,655 | 2,350,796 | 72.2% |
| Transfers to Other Government Units | 42,300,000 | 10,486,207 | 52,786,207 | 12,986,206 | 39,800,001 | 24.0% |
| Other grants and transfers | 55,403,300 | 7,250,807 | 62,654,107 | 39,512,779 | 23,141,328 | 63.1% |
| Acquisition of Assets | 1,111,897 | 11,015 | 1,122,912 | - | 1,122,912 | 0.0% |
| Other Payments | 412,000 | 3,661,048 | 4,073,048 | 3,501,810 | 571,238 | 86.0% |
| TOTAL | 109,040,876 | 24,325,012 | 133,365,888 | 65,018,883 | 68,347,005 | 49.3% |



Fund Account Manager
Name: Henry G. Wanjiku



Sub-County Accountant
Name: Joseph Keli
ICPAK Member Number:5511



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WUNDANYI CONSTITUENCY

**Reports and Financial Statements
For the year ended June 30, 2019**

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

| Programme/Sub-programme | Original Budget | Adjustments | Final Budget | Actual on comparable basis | Budget utilization difference |
|--------------------------------------------------|-------------------|------------------|-------------------|----------------------------|-------------------------------|
| | 2018/2019 Kshs | Kshs | 2018/2019 Kshs | 2018/2019 Kshs | 2018/2019 Kshs |
| 1.0 Administration | | | | | |
| Employees' Salaries | 3,500,000 | 784,163 | 4,284,163 | 2,923,433 | 1,360,730 |
| Goods and Services | 2,042,453 | 700,000 | 2,742,453 | 2,248,000 | 494,453 |
| Committee Expenses | 1,000,000 | 300,000 | 1,300,000 | 950,000 | 350,000 |
| Sub-Total | 6,542,453 | 1,784,163 | 8,326,616 | 6,121,655 | 2,204,961 |
| 2.0 Monitoring and Evaluation | | | | | |
| Goods and Services | 500,000 | 250,000 | 750,000 | 482,964 | 267,036 |
| Committee Expenses | 2,271,226 | 538,000 | 2,809,227 | 2,570,000 | 239,227 |
| Capacity Building of NG-CDFs/PMCs | 500,000 | 343,772 | 843,772 | 343,772 | 500,000 |
| Sub-Total | 3,271,226 | 1,131,772 | 4,402,999 | 3,852,964 | 550,035 |
| 3.0 Emergency | | | | | |
| Emergency | 5,738,993 | 1,850,807 | 7,589,800 | 1,500,000 | 6,089,800 |
| Emergencies | | | | | - |
| Sub-Total | 5,738,993 | 1,850,807 | 7,589,800 | 1,500,000 | 6,089,800 |
| 4.0 Bursary and Social Security Programme | | | | | |
| Bursary Secondary Schools | 26,500,000 | 2,844,828 | 29,344,828 | 28,161,378 | 1,183,450 |
| Bursary Tertiary Schools | 6,402,671 | | 6,402,671 | 5,356,820 | 1,045,851 |
| Bursary Special Schools | 300,000 | | 300,000 | 165,000 | 135,000 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WUNDANYI CONSTITUENCY

**Reports and Financial Statements
For the year ended June 30, 2019**

| | | | | | | |
|------------------------------------|-------------------|------------------|-------------------|-------------------|--|------------------|
| Social Security Programmes -NHIF | 600,000 | | | 600,000 | | 600,000 |
| Sub-Total | 33,802,671 | 2,844,828 | 36,647,499 | 33,683,198 | | 2,964,301 |
| 5.0 Sports | | | | | | - |
| Constituency Sports Tournament | 2,180,818 | 1,727,586 | 3,908,404 | 3,066,684 | | 841,720 |
| Constituency Sports Tournament | | | | | | |
| 6.0 Environment | | | | | | |
| Wundanyi Environmental project | 100,000 | 827,586 | 927,586 | 227,586 | | 700,000 |
| St.Agatha Secondary School | 700,000 | | 700,000 | 610,000 | | 90,000 |
| St.Peters Ikuminyi Primary School | 280,818 | | 280,818 | - | | 280,818 |
| Shigharo Primary School | 100,000 | | 100,000 | 100,000 | | - |
| Chome Primary School | 100,000 | | 100,000 | 100,000 | | - |
| Mbela Secondary School | 700,000 | | 700,000 | - | | 700,000 |
| Paranga Secondary School | 200,000 | | 200,000 | - | | 200,000 |
| Sub-Total | 2,180,818 | 827,586 | 3,008,404 | 1,037,586 | | 1,970,818 |
| 7.0 Primary School Projects | | | | | | |
| Ngolia primary school | | 3,316,552 | 3,316,552 | 3,316,551 | | - |
| Maynard primary school | | 150,000 | 150,000 | 150,000 | | - |
| Mbauro primary school | | 300,000 | 300,000 | 300,000 | | - |
| Mchunguni Primary School | 500,000 | 2,000,000 | 2,500,000 | 2,000,000 | | 500,000 |
| Daku Primary School | 3,500,000 | | 3,500,000 | | | 3,500,000 |
| Mwaroko Primary School | 2,500,000 | | 2,500,000 | | | 2,500,000 |
| Shagha Primary School | 4,000,000 | | 4,000,000 | | | 4,000,000 |
| Kimangachughu Primary School | 200,000 | | 200,000 | | | 200,000 |
| Mkanyatta Primary School | 1,200,000 | 2,700,000 | 3,900,000 | 2,700,000 | | 1,200,000 |
| Kidule Primary School | 2,000,000 | | 2,000,000 | | | 2,000,000 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WUNDANYI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

| | | | | | | | |
|-------------------------------------------|-------------------|--|------------------|-------------------|--|------------------|-------------------|
| St.Peters Ikuminyi Primary School | 2,000,000 | | | 2,000,000 | | 2,000,000 | |
| Sirienyi Primary School | 200,000 | | | 200,000 | | 200,000 | 200,000 |
| Shigharo Primary School | 1,200,000 | | | 1,200,000 | | 1,200,000 | 1,200,000 |
| Marungu Primary School | 3,000,000 | | | 3,000,000 | | 3,000,000 | 3,000,000 |
| Mlechi Primary School | 1,000,000 | | | 1,000,000 | | 1,000,000 | 1,000,000 |
| Sub-Total | 21,300,000 | | 8,466,552 | 29,766,552 | | 8,466,551 | 21,300,001 |
| 8.0 Secondary School Projects | | | | | | | |
| Hon. Mwadeghu sec school | 2,500,000 | | | 2,500,000 | | 2,500,000 | - |
| Mghalu secondary school | 5,000,000 | | | 5,000,000 | | - | 5,000,000 |
| Canon kituri sec school | 5,000,000 | | | 5,000,000 | | | 5,000,000 |
| Dr. aggrey sec school | 3,000,000 | | 1,669,655 | 4,669,655 | | 1,669,655 | 3,000,000 |
| Mwakashimba sec school | 2,500,000 | | 350,000 | 2,850,000 | | 350,000 | 2,500,000 |
| Sub-Total | 18,000,000 | | 2,019,655 | 20,019,655 | | 4,519,655 | 15,500,000 |
| 9.0 Tertiary institutions projects | | | | | | | |
| Wumingu technical training institute | 3,000,000 | | | 3,000,000 | | 3,000,000 | 3,000,000 |
| Sub-Total | 3,000,000 | | - | 3,000,000 | | 3,000,000 | 3,000,000 |
| 10.0 Security Projects | | | | | | | |
| Vighombonyi chiefs office | 2,000,000 | | | 2,000,000 | | 2,000,000 | 2,000,000 |
| Lushangoni Administration Police camp | 4,000,000 | | | 4,000,000 | | 4,000,000 | 4,000,000 |
| Wundanyi OCPD resident | 500,000 | | | 500,000 | | 500,000 | 500,000 |
| Wumingu administration complex | 5,000,000 | | | 5,000,000 | | 5,000,000 | 5,000,000 |
| Sub-Total | 11,500,000 | | - | 11,500,000 | | - | 11,500,000 |
| 11.0 Acquisitions of Assets | | | | | | | |
| NG- CDF office | 1,111,897 | | 11,015 | 1,122,912 | | - | 1,122,912 |
| Sub-Total | 1,111,897 | | 11,015 | 1,122,912 | | - | 1,122,912 |
| 12.0 Others | | | | | | | |
| Werugha Social hall | 112,000 | | | 112,000 | | 112,000 | 112,000 |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WUNDANYI CONSTITUENCY

**Reports and Financial Statements
For the year ended June 30, 2019**

| | | | | | |
|---------------------------|--------------------|-------------------|--------------------|-------------------|-------------------|
| Wundanyi education office | 300,000 | | 300,000 | 300,000 | 300,000 |
| Strategic Plan | | 3,465,048 | 3,465,048 | 3,305,810 | 159,238 |
| Constituency website | | 196,000 | 196,000 | 196,000 | - |
| Sub-Total | 412,000 | 3,661,048 | 4,073,048 | 3,501,810 | 571,238 |
| GRAND TOTAL | 109,040,876 | 24,325,012 | 133,365,888 | 65,018,883 | 68,347,005 |

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

**FUND ACCOUNT MANAGER
NG-CDF WUNDANYI**
27 JAN 2020
P. O. Box 1122 - 80304,
WUNDANYI



IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

During the year ended 30th June 2019, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
WUNDANYI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

10. Unutilized Fund

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
WUNDANYI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2018 for the period 1st July 2018 to 30th June 2019 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2019.

14. Errors

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

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

15. Related Party Transactions

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
WUNDANYI CONSTITUENCY
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For the year ended June 30, 2019**

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

| Description | | 2018-2019 | 2017-2018 |
|--------------|------------------------|-------------------|-------------------|
| | | Kshs | Kshs |
| NGCDF Board | | | |
| | AIE NO. A8925547 | | 5,500,000 |
| | AIE NO. A892861 | | 37,905,172 |
| | AIE NO. A896867 | | 43,405,173 |
| | AIE NO. 2017/2018/763 | 11,151,724 | |
| | AIE NO. 2017/2018/909 | 227,586 | |
| | AIE NO. 2018/2019/090 | 10,000,000 | |
| | AIE NO. 2018/2019/525 | 15,000,000 | |
| | AIE NO. 2018/2019/841 | 6,000,000 | |
| | AIE NO. 2018/2019/1163 | 12,000,000 | |
| | AIE NO. 2018/2019/1006 | 11,000,000 | |
| | | | |
| TOTAL | | 65,379,310 | 86,810,345 |

2. PROCEEDS FROM SALE OF ASSETS

| | 2018-2019 | 2017-2018 |
|------------------------------------------------------------|-----------|-----------|
| | Kshs | Kshs |
| Receipts from sale of Buildings | | |
| Receipts from the Sale of Vehicles and Transport Equipment | | |
| Receipts from sale of office and general equipment | | |
| Receipts from the Sale Plant Machinery and Equipment | | |
| | | |
| Total | | |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
WUNDANYI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

| | 2018-2019 | 2017-2018 |
|-----------------------------------------|----------------|---------------|
| | Kshs | Kshs |
| Interest Received | | |
| Rents | | |
| Receipts from Sale of tender documents | 225,000 | 71,000 |
| Other Receipts Not Classified Elsewhere | | |
| Total | 225,000 | 71,000 |

4. COMPENSATION OF EMPLOYEES

| | 2018-2019 | 2017-2018 |
|---------------------------------------------------|------------------|------------------|
| | Kshs | Kshs |
| Basic wages of contractual employees | 2,130,273 | 1,938,743 |
| Basic wages of casual labour | 90,000 | |
| Personal allowances paid as part of salary | | |
| House allowance | 345,400 | 270,700 |
| Transport allowance | 280,000 | 107,000 |
| Leave allowance | | |
| Other personnel payments | | 91,636 |
| Employer Contribution to NSSF | 77,760 | |
| Gratuity – paid | | |
| - accrued | | |
| Total | 2,923,433 | 2,408,079 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
WUNDANYI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

| | 2018-2019 | 2017-2018 |
|--------------------------------------------------------------|-------------------------|-------------------------|
| | Kshs | Kshs |
| Utilities, supplies and services | 402,263 | 83,143 |
| Electricity | | |
| Water & sewerage charges | | |
| Office rent | | |
| Communication, supplies and services | | |
| Domestic travel and subsistence | | |
| Printing, advertising and information supplies & services | | |
| Rentals of produced assets | | |
| Training expenses | 714,200 | |
| Hospitality supplies and services | 710,396 | 662,000 |
| Other committee expenses | | |
| Committee allowance | 2,058,410 | 4,333,210 |
| Insurance costs | | |
| Specialised materials and services | | |
| Office and general supplies and services | 2,191,471 | 460,218 |
| Fuel, oil & lubricants | | 250,000 |
| Other operating expenses | | 246,952 |
| Bank service commission and charges | 3,915 | |
| Security operations | | |
| Routine maintenance - vehicles and other transport equipment | 14,000 | 111,380 |
| Routine maintenance- other assets | - | - |
| Total | <u>6,094,655</u> | <u>6,146,903</u> |

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

| Description | 2018-2019 | 2017 - 2018 |
|------------------------------------|-------------------|--------------------|
| | Kshs | Kshs |
| Transfers to Primary schools | 8,466,551 | 6,033,448 |
| Transfers to Secondary schools | 4,519,655 | 31,950,000 |
| Transfers to Tertiary institutions | | |
| TVET | | |
| TOTAL | 12,986,206 | 37,983,448 |

7. OTHER GRANTS AND OTHER PAYMENTS

| Description | 2018-2019 | 2017 - 2018 |
|-------------------------|-------------------|--------------------|
| | Kshs | Kshs |
| Bursary -Secondary | 28,386,689 | 15,534,844 |
| Bursary -Tertiary | 5,356,820 | 6,407,174 |
| Bursary-Special schools | 165,000 | 300,000 |
| Mocks & CAT | - | |
| Security | - | 1,170,000 |
| Sports | 3,066,684 | 500,000 |
| Environment | 1,037,586 | 1,120,106 |
| Social hall projects | | 5,689,655 |
| Emergency Projects | 1,500,000 | 2,500,000 |
| TOTAL | 39,512,779 | 33,221,779 |

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

| Non Financial Assets | 2018-2019 | 2017 - 2018 |
|---------------------------------------------------------|------------------|--------------------|
| | Kshs | Kshs |
| Purchase of Buildings | - | - |
| Construction of Buildings | - | - |
| Refurbishment of Buildings | - | - |
| Purchase of Vehicles | - | - |
| Purchase of Bicycles & Motorcycles | - | - |
| Overhaul of Vehicles | - | - |
| Purchase of office furniture and fittings | - | 388,985 |
| Purchase of computers ,printers and other IT equipments | - | - |
| Purchase of photocopier | - | - |
| Purchase of other office equipments | - | - |
| Purchase of soft ware | - | - |
| Acquisition of Land | - | - |
| TOTAL | - | 388,985 |

9. OTHER PAYMENTS

| | 2018-2019 | 2017-2018 |
|----------------------|------------------|------------------|
| | Kshs | Kshs |
| Constituency website | 196,000 | - |
| Strategic plan | 3,305,810 | - |
| | | |
| | | |
| TOTAL | 3,501,810 | - |

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10A: Bank Accounts (cash book bank balance)

| Name of Bank, Account No. & currency | Account Number | 2018-2019 | 2017 - 2018 |
|-----------------------------------------------------------------|--------------------------|-------------------|--------------------|
| | | Kshs | Kshs |
| <i>Kenya Commercial Bank, Wundanyi Branch . Wundanyi NG-CDF</i> | <i>A/C no.1103860992</i> | 13,306,129 | 12,720,702 |
| TOTAL | | 13,306,129 | 12,720,702 |
| 10B: CASH IN HAND) | | | |
| | | 2018-2019 | 2017 - 2018 |
| | | Kshs | Kshs |
| Location 1 | | - | - |
| Location 2 | | - | - |
| Location 3 | | - | - |
| Other receipts (specify) | | - | - |
| TOTAL | | - | - |

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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>Evans Machira</i> | 30/6/2019 | 731,220 | - | 731,220 |
| | | | | |
| <i>Total</i> | | | | 731,220 |

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

12A. RETENTION

| | | 2018 - 2019 | 2017 - 2018 |
|---------------------|--------|-------------|-------------|
| | | <i>Kshs</i> | <i>Kshs</i> |
| Supplier/Contractor | PV No. | | |
| | | | |
| TOTAL | | | |

[Provide short appropriate explanations as necessary]

12B. STAFF GRATUITY OUTSTANDING

| | | 2018 - 2019 | 2017 - 2018 |
|---------------------|--------|-------------|-------------|
| | | <i>Kshs</i> | <i>Kshs</i> |
| Supplier/Contractor | PV No. | | |
| | | | |
| TOTAL | | | |

[Provide short appropriate explanations as necessary]

13. BALANCES BROUGHT FORWARD

| | 2018 - 2019 | 2017 - 2018 |
|---------------|------------------------|------------------------|
| | <i>Kshs (1/7/2018)</i> | <i>Kshs (1/7/2017)</i> |
| Bank accounts | 12,720,702 | 5,988,551 |
| Cash in hand | | |
| Imprest | | |
| TOTAL | 12,720,702 | 5,988,551 |

[Provide short appropriate explanations as necessary]

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14. PRIOR YEAR ADJUSTMENTS

| | 2018 - 2019 | 2017 - 2018 |
|---------------|--------------------|--------------------|
| Bank accounts | Kshs | Kshs |
| Cash in hand | | - |
| Imprest | | - |
| TOTAL | | - |

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15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

| | 2018-2019 | 2017 - 2018 |
|-----------------------------|------------------|--------------------|
| | Kshs | Kshs |
| Construction of buildings | - | - |
| Construction of civil works | - | - |
| Supply of goods | - | - |
| Supply of services | - | - |
| TOTAL | - | - |

15.2: PENDING STAFF PAYABLES (See Annex 2)

| | 2018-2019 | 2017 - 2018 |
|------------------|------------------|--------------------|
| | Kshs | Kshs |
| NGCDFC Staff | - | - |
| Others (specify) | - | - |
| TOTAL | - | - |

15.3: UNUTILIZED FUND (See Annex 3)

| | 2018-2019 | 2017 - 2018 |
|-------------------------------------------------|-------------------|--------------------|
| | Kshs | Kshs |
| Compensation of employees | 1,360,730 | 784,163 |
| Use of goods and services | 2,350,796 | 2,031,772 |
| Amounts due to other Government entities | 39,800,001 | 10,486,207 |
| Amounts due to other grants and other transfers | 23,141,328 | 7,250,807 |
| Acquisition of assets | 1,122,912 | 11,015 |
| Others (<i>specify</i>) | 571,238 | 3,465,048 |
| TOTAL | 68,347,005 | 24,029,012 |

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15.4: PMC account balances (See Annex 5)

| | 2018-2019 | 2017-2018 |
|------------------------------------------|------------------|-------------------|
| | Kshs | Kshs |
| PMC account Balances (see attached list) | 4,190,309 | 34,576,308 |
| | | |
| | | |
| TOTAL | 4,190,309 | 34,576,308 |

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

| Supplier of Goods or Services | Original Amount | Date Contracted | Amount Paid To-Date | Outstanding Balance 2019 | Comments |
|------------------------------------|-----------------|-----------------|---------------------|--------------------------|----------|
| | a | b | c | d=a-c | |
| Construction of buildings | | | | | |
| 1. | | | | | |
| 2. | | | | | |
| 3. | | | | | |
| Sub-Total | | | | | |
| Construction of civil works | | | | | |
| 4. | | | | | |
| 5. | | | | | |
| 6. | | | | | |
| Sub-Total | | | | | |
| Supply of goods | | | | | |
| 7. | | | | | |
| 8. | | | | | |
| 9. | | | | | |
| Sub-Total | | | | | |
| Supply of services | | | | | |
| 10. | | | | | |
| 11. | | | | | |
| 12. | | | | | |
| Sub-Total | | | | | |
| Grand Total | | | | | |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – WUNDANYI CONSTITUENCY
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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

| Name of Staff | Job Group | Original Amount | Date Payable Contracted | Amount Paid To-Date | Outstanding Balance 2019 | Comments |
|------------------------------|-----------|-----------------|-------------------------|---------------------|--------------------------|----------|
| | | a | b | c | d=a-c | |
| Staff salary | | | | | | |
| 1. | | | | | | |
| 2. | | | | | | |
| 3. | | | | | | |
| Staff gratuity | | | | | | |
| 1. John Kisombe | | | 4/10/2018 | | 149,470 | |
| 2. Beattie Nyatta | | | 7/1/2017 | | 204,868 | |
| 3. Reuben Shuma | | | 8/1/2018 | | 99,538 | |
| 4. Christine Mwakaba | | | 7/1/2016 | | 226,127 | |
| 5. Kennedy Mwamburi | | | 7/1/2017 | | 174,825 | |
| 6. Alice Nyambu | | | 8/1/2018 | | 70,928 | |
| 7. Caroline Mghanga | | | 2/1/2019 | | 25,854 | |
| Sub-Total | | | | | 951,610 | |
| Unionisable Employees | | | | | | |
| 4. | | | | | | |
| 5. | | | | | | |
| 6. | | | | | | |
| Others (specify) | | | | | | |
| 7. | | | | | | |
| 8. | | | | | | |
| 9. | | | | | | |
| Sub-Total | | | | | | |
| Grand Total | | | | | 951,610 | |

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ANNEX 3 – UNUTILIZED FUND

| Name | Brief Transaction Description | Outstanding Balance 2018/19 | Outstanding Balance 2017/18 | Comments |
|--------------------------------------------------------|-------------------------------|-----------------------------|-----------------------------|-----------|
| Compensation of employees | | 1,360,730 | 784,163 | |
| Use of goods & services | | 2,350,796 | 2,031,772 | 1,350,716 |
| Amounts due to other Government entities | | - | | 1,850,716 |
| Maynard Primary school | | - | 150,000 | |
| Mbauro primary school | | - | 300,000 | |
| Dr. aggrey sec school | | 3,000,000 | 1,669,655 | |
| Mwakishimba sec school | | 2,500,000 | 350,000 | |
| Mkanyatta Primary School | | 1,200,000 | 2,700,000 | |
| Ngolia primary school | | - | 3,316,552 | |
| Mchunguni Primary School | | 500,000 | 2,000,000 | |
| Daku Primary School | | 3,500,000 | | |
| Mwaroko Primary School | | 2,500,000 | | |
| Shagha Primary School | | 4,000,000 | | |
| Kimangachughu Primary School | | 200,000 | | |
| Kidule Primary School | | 2,000,000 | | |
| St.Peters Ikuminyi Primary School | | 2,000,000 | | |
| Sirienyi Primary School | | 200,000 | | |
| Shigharo Primary School | | 1,200,000 | | |
| Marungu Primary School | | 3,000,000 | | |
| Mlechi Primary School | | 1,000,000 | | |
| Mghalu secondary school | | 5,000,000 | | |
| Canon kituri sec school | | 5,000,000 | | |
| Wumingu technical training institute | | 3,000,000 | | |
| Sub-Total | | 39,800,001 | 10,486,207 | |
| Amounts due to other grants and other transfers | | | | |
| Emergency | | 6,089,800 | | 1,850,807 |
| Constituency Sports Tournament | | 841,720 | | 1,727,586 |

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| Name | Brief Transaction Description | Outstanding Balance 2018/19 | Outstanding Balance 2017/18 | Comments |
|---------------------------------------|-------------------------------|-----------------------------|-----------------------------|----------|
| Wundanyi Environmental project | | 1,970,818 | 827,586 | |
| Bursary | | 2,364,301.41 | 2,844,828 | |
| Social Security Programmes -NHIF | | 600,000.00 | | |
| Vigombonyi chiefs office | | 2,000,000 | | |
| Lushangoni Administration Police camp | | 4,000,000 | | |
| Wundanyi OCPD resident | | 500,000 | | |
| Wumingu administration complex | | 5,000,000 | | |
| Sub-Total | | 23,366,639 | 7,250,807 | |
| Acquisition of assets | | | | |
| NG-CDF Office | | 1,122,912 | 11,015 | |
| Sub-Total | | | | |
| Others (specify) | | | | |
| Werugha Social hall | | 112,000 | | |
| Wundanyi education office | | 300,000 | | |
| Strategic Plan | | 159,238 | 3,465,048 | |
| Sub-Total | | 571,238 | 3,465,048 | |
| Grand Total | | 68,347,005 | 24,029,012 | |

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

| Asset class | Historical Cost b/f (Kshs) 2018/19 | Additions during the year (Kshs) | Disposals during the year (Kshs) | Historical Cost (Kshs) 2018/19 |
|----------------------------------------------|---------------------------------------------|----------------------------------------|----------------------------------------|-----------------------------------------|
| Land | 34,700,000 | | | 34,700,000 |
| Buildings and structures | | | | |
| Transport equipment | 4,901,500 | | | 4,901,500 |
| Office equipment, furniture and fittings | 892,742 | | | 892,742 |
| ICT Equipment, Software and Other ICT Assets | 179,498 | | | 179,498 |
| Other Machinery and Equipment | | | | |
| Heritage and cultural assets | | | | |
| Intangible assets | | | | |
| Total | 40,673,740 | | | 40,673,740 |

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2019

| PMC | Bank | Account number | Bank Balance | |
|--------------------------------------|------|----------------|--------------|-----------|
| | | | 2018/19 | 2017/18 |
| NDUMBINYI PRIMARY SCHOOL | KCB | 1103836420 | 1,128 | 443,764 |
| HON THOMAS MWADEGHU SECONDARY SCHOOL | KCB | 11542226182 | 153,496 | 5,238,792 |
| MGHANGE COMPLEX CENTRE | KCB | 1170451705 | 246,066 | 2,394,243 |
| NGONDA PRIMARY SCHOOL | KCB | 1148929347 | 20,668 | 277,196 |
| MWAKISHIMBA SECONDARY SCHOOL | KCB | 1149504447 | 151,007 | 5,095,447 |
| DEPUTY COUNTY COMMISSIONER OFFICER | KCB | 1178810569 | 26,153 | 316,169 |
| MBELA HIGH SCHOOL | KCB | 1117633365 | 519,367 | 1,697,723 |
| MGHALU HIGH SCHOOL | KCB | 1165395347 | 61,594 | 5,366,850 |
| NGOLIA PRIMARY SCHOOL | KCB | 1135232261 | 279,120 | 1,375,873 |
| VURIA PRIMARY SCHOOL | KCB | 1109750951 | 44,951 | 622,899 |
| FUNJU SECONDARY SCHOOL | KCB | 1103794752 | 11,130 | 12,195 |
| KIDULE PRIMARY SCHOOL | KCB | 1111847932 | 14,762 | 15,942 |
| MGAMBONYI HIGH SCHOOL | KCB | 1169849970 | 62,063 | 440,546 |
| DALMAS MOKA SECONDARY | KCB | 1110128932 | 813,593 | 4,999,568 |
| MWAKURO HALL | KCB | 1173682414 | 89,531 | 207,494 |
| MAYNARD PRIMARY SCHOOL | KCB | 1129073130 | 56,606 | 150,537 |
| MBAURO PRIMARY SCHOOL | KCB | 1111939519 | 77,232 | 498,726 |
| DR AGGREY HIGH SCHOOL | KCB | 1121267866 | 255,914 | 2,005,530 |
| SUNGULULU COMMUNITY HALL | KCB | 1173815953 | 86,568 | 2,104,819 |
| MLILO PRIMARY SCHOOL | KCB | 1110633378 | | |
| ST PETERS IKUMINYI PRIMARY SCHOOL | KCB | 1179049934 | 303,251 | 0 |
| MWANDA PRIMARY SCHOOL | KCB | 1111898995 | 36,806 | 37,871 |

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| | | | | |
|--------------------------------------|-----|------------|------------------|-------------------|
| MWAKIWIWI SECONDARY SCHOOL | KCB | 1175837482 | 22,973 | 22,973 |
| KITUMBI SECONDARY SCHOOL | KCB | 1135115796 | 1,420 | 29,546 |
| WUMINGU TECHNICAL TRAINING INSTITUTE | KCB | 1171050704 | 131,771 | 136,031 |
| PARANGA PRIMARY SCHOOL | KCB | 1178389022 | 5,771 | 7,771 |
| SHIGHARO PRIMARY SCHOOL | KCB | 1117658929 | 72,791 | 72,791 |
| KISHUSHE PRIMARY SCHOOL | KCB | 1130217345 | 2,633 | 2,633 |
| MPALE HEALTH CENTRE | KCB | 1170521231 | 60,358 | 64,618 |
| MPALE COMMUNITY CENTRE | KCB | 1114436534 | 33,201 | 181,601 |
| CHOKO PRIMARY SCHOOL | KCB | 1112075461 | 744 | 744 |
| F.J MWANGOLA SECONDARY SCHOOL | KCB | 1135488371 | 1,199 | 96,199 |
| MCHUNGUNYI PRIMARY SCHOOL | KCB | 1236209869 | 84,920 | |
| DAKU PRIMARY SCHOOL | KCB | 1132504635 | 0 | 0 |
| MWAROKO PRIMARY SCHOOL | KCB | 1210016214 | 0 | 0 |
| KIMANGACHUGHU PRIMARY SCHOOL | KCB | 1110815891 | 0 | 0 |
| ST.PETERS FUNJU PRIMARY SCHOOL | KCB | 1179049934 | 303,251 | 313,316 |
| MKANYATTA PRIMARY SCHOOL | KCB | 1236924940 | 154,968 | |
| SIRIENYI PRIMARY SCHOOL | KCB | 1103845705 | 3,303 | 0 |
| Total | | | 4,190,309 | 34,576,308 |

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Focal Point person to resolve the issue (Name and designation) | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|--------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------|-----------------------------------|------------------------------------------------------------------|
| 1 | <p>Non-Implementation of Projects -Records availed for audit review indicated that the Fund budgeted and received funding of Kshs. 4,700,000 for three projects, being constituency website, strategic plan and construction of Lushangonyi AP Post. However, although the funds were disbursed by the Constituency Fund Board, these projects were not implemented. The projects were funded as detailed below: Lushangonyi AP -1,000,000 Constituency Strategic Plan-3,500,000 Constituency Website -200,000 The projects were meant to uplift the living standards of the residents of Wundanyi Constituency and their non-implementation is likely to adverse the same</p> | <p>Lushangonyi AP Camp- the PMC account was opened after the closure of the financial year. Constituency Strategic Plan-it was at the tendering level. Constituency Website-it was at tendering level</p> | FAM | RESOLVED | |
| 2 | <p>Cash and Cash Equivalents -The bank reconciliation statement as at 30th June 2018 availed in support of the balance reflected payments in bank statement not yet recorded in cash book of Kshs. 153,681, out of which Kshs. 73,616 relates to the year 2014/2015 and earlier years while the dates of cheques amounting to Kshs. 74,000 were not indicated. Further the statement of receipts and payments for the year under review and receipts in bank statement not recorded in the cash book of Kshs. 26,701. In addition, the reconciliation reflects receipts in cashbook not yet recorded in bank in bank statement of Kshs. 14,861. Consequently, the accuracy validity completeness of cash and cash</p> | <p>All stale cheques have been received in the Cash book Bank charges have been charged in the cash book Receipts in bank statement not recorded in Cash book totalled</p> | FAM | RESOLVED | |

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| Reference No. on the external audit Report | Issue / Observations from Auditor | Management comments | Focal Point person to resolve the issue (Name and designation) | Status: (Resolved / Not Resolved) | Timeframe: (Put a date when you expect the issue to be resolved) |
|--------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------|-----------------------------------|------------------------------------------------------------------|
| | equivalents balance of Kshs. 12,720,702 as at 30 June 2018 could not be confirmed. | 26,700 they were double payments in the bank. The management has written to the bank | | | |
| 3 | <p>Emergency Projects -Note 7 to the financial statements for the year ended 30 June 2018 reflects emergency projects of Kshs. 2,500,000. Records availed f refurbishment of the constituency office. However, no explanation nor justification was provided to finance the project from the emergency fund kitty since it didn't not meet the requirement of section 8(3) of the National Government Constituencies Development Fund ,2015.</p> <p>Consequently the propriety, validity and lawfulness of emergency projects expenditure of kshs. 2,500,00 for the year ended 30 June could not be confirmed.</p> | <p>Due to heavy rains and strong winds experienced in the part of the NGFCDF office roof was blown away and walls made of interlocking blocks had started to cave in so, it was awarded Kshs.2,500,000 to cater for renovations.</p> | FAM | RESOLVED | |