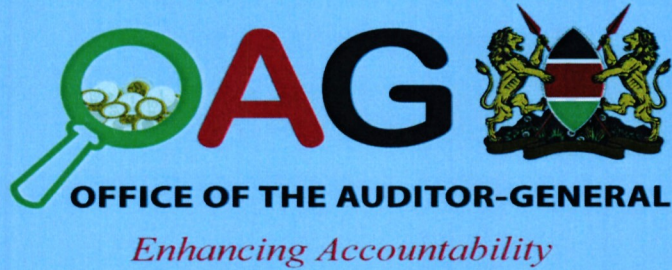


REPUBLIC OF KENYA



PARLIAMENT
OF KENYA
LIBRARY

REPORT

THE NATIONAL ASSEMBLY
PARLIAMENT BUILDING

OF
DATE: 21 OCT 2021 DAY: Thursday

THE AUDITOR-GENERAL LOMP.

TABLED

CLERK-AT
THE-TABLE:

Maira Wanyiku

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT
FUND – NYERI TOWN CONSTITUENCY**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –NYERI TOWN
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)

05 FEB 2020

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

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

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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)

NYERI TOWN CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	HURON KARANJA
2.	Sub-County Accountant	THOMAS GITHUA
3.	Chairman NGCDFC	NANCY WAMUYU
4.	Member NGCDFC	RACHEAL MATHENGE

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NGCDF –NYERI TOWN Constituency. 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) NGCDF NYERI TOWN Constituency Headquarters

P.O. Box 1976
CDF Building Next to Ruringu Stadium
NYERI, KENYA

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

NYERI TOWN CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

(f) NGCDF NYERI TOWN Constituency Contacts

Telephone: (254) 720 770 307

E-mail: nyeritowncdf@gmail.com

(g) NGCDF NYERI TOWN Constituency Bankers

1. EQUITY BANK
A/c no 0110263582627
Nyeri Branch
P.O.BOX 2064-10100
Nyeri Kenya

(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

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

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

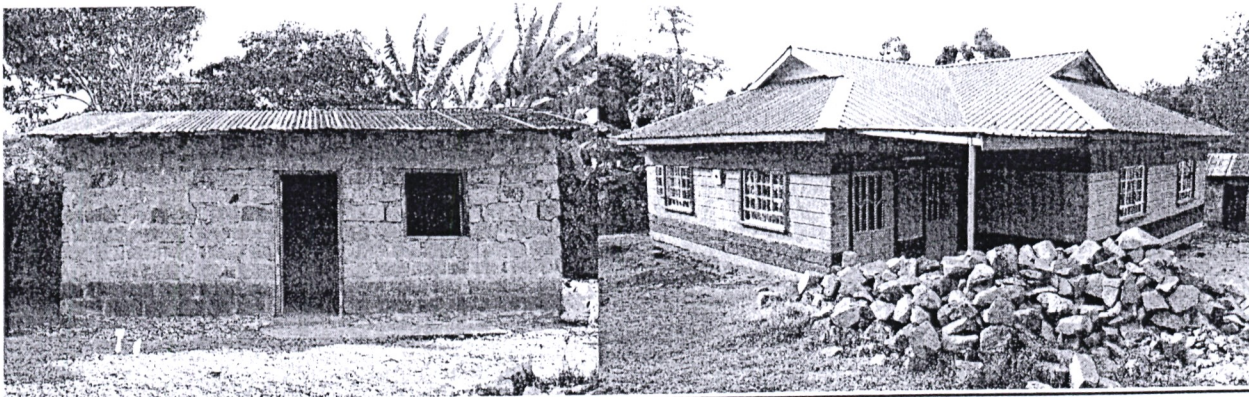
It is my pleasure to present the annual report and financial statements for Nyeri Town NGCDF for the year ended 30th June 2019. This being our second year in office we focused on accelerating momentum towards consistent growth as we implemented projects by working closely with the Nyeri Town community.

During the year under review the entity was allocated Kshs.109,040,876.00 out of which we received Kshs.54,000,000.00 from the Board. Our focus continues to be the improvement of school infrastructure in our learning institutions and securing local communities through installation of community security lights and the construction and enhancement of police stations. This year we also improved our bursary allocations from slightly over 4,500 in 2018 to over 6,000.

During the financial year that just ended Nyeri town NGCDF embarked on the implementation of the current financial year projects as well continued working on those for year 2017/18 that had not been completed. However it is important to note that all projects budgeted for in financial year 2017/18 were completed during this financial year.

NOTABLE PROJECTS

1. MARUA POLICE POST



EMERGING ISSUES

A key emerging issue was the Presidential directive on police housing that saw the introduction of house allowances. This directive affected plans and budgets for 3 police stations within the constituency that had to be adjusted to fit within the new policies and caused a delay in their implementation as we had to come up with new building plans for administration blocks. However, we were able to complete the projects in this financial year.



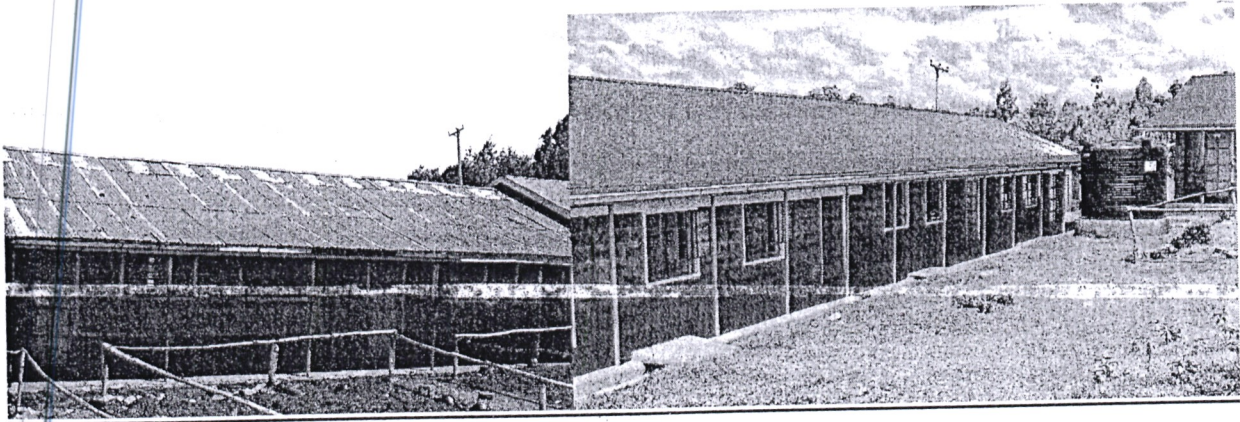
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
NYERI TOWN CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

IMPLEMENTATION CHALLENGES

- 1) Delay in disbursement of funds from the Board
- 2) Large disparities between bursary applicants and allocated bursary funds.
- 3) Delays in preparation of drawings and Bill of Quantities (BQs) from the public works office due to staff shortage since the county also depends on the same officers for their own project preparations.
- 4) Lack of technical expertise on how to oversight projects by some members of project management committees (PMCs) that led to delays in project implementation. However the Nyeri NG-CDFC intensified (and continues to intensify) training on this expertise as well as support activities on capacity building exercise for PMC's.

NOTABLE PROJECTS

2. ITHENGURI PRIMARY



Sign

CHAIRMAN NGCDF COMMITTEE

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

NYERI TOWN CONSTITUENCY

Reports and Financial Statements

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 NGCDF-NYERI TOWN 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 NGCDF- NYERI TOWN 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 charge of the NGCDF- NYERI TOWN 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 NGCDF- NYERI TOWN 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.

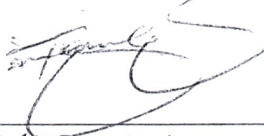
Approval of the financial statements

The NGCDF- NYERI TOWN Constituency financial statements were approved and signed by the Accounting Officer on _____ 2019.



Fund Account Manager

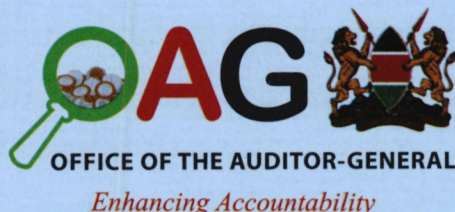
Name: Hubert M. M. M. M.



Sub-County Accountant
Name: THOMAS GITHUA
ICPAK Member Number: 9596

REPUBLIC OF KENYA

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



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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NYERI TOWN 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 - Nyeri Town Constituency set out on pages 8 to 55, which comprise the statement of assets and liabilities as at 30 June, 2019, and the statement of receipts and payments, statement of cash flows, 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 matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund - Nyeri Town 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. Variance in Compensation of Employees Expenditure

The statement of receipts and payments reflects expenditure of Kshs.1,885,685 under compensation of employees while both Note 4 to the financial statements and the summary statement of appropriation reflect a corresponding amount of Kshs.1,787,552, resulting to unreconciled variance of Kshs.98,133.

Consequently, the accuracy of compensation of employees' expenditure of Kshs.1,885,685 for the year ended 30 June, 2019 could not be confirmed.

2. Understated Bank Balances

The statement of assets and liabilities reflects bank balance of Kshs.46,283,882 as at 30 June, 2019. However, the bank reconciliation statement in support of the balance includes un-presented cheques totalling Kshs.9,498,481.71 out of which cheques amounting to Kshs.2,024,756.71 were stale, some dating back to the year 2016 thereby understating the bank balance. No reason was provided for failure to reverse the cheques in the cash book.

Consequently, the accuracy of the bank balance of Kshs.46,283,882 as at 30 June, 2019 could not be confirmed.

3. Erroneous Net Liabilities Balance

The statement of assets and liabilities reflects net financial assets and financial liabilities balances of Kshs.46,185,749 and Kshs.98,133, respectively as at 30 June, 2019. The statement, however, reflects erroneously, net liabilities balance of Kshs.46,185,749 instead of net financial position balance of Kshs.46,283,882 as at 30 June, 2019. No explanation was provided for the variance of Kshs.98,133.

In the circumstances, the correctness and completeness of the statement of assets and liabilities 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 - Nyeri Town 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 summary statement of appropriation - recurrent and development reflects final receipts budget and actual on comparable basis of Kshs.185,426,322 and Kshs.130,385,446 respectively resulting to an under-funding of Kshs.55,040,876 or 30% of the budget. Similarly, the Fund spent Kshs.84,101,564 against an approved budget of Kshs.185,426,322 resulting to an under-expenditure of Kshs.101,324,758 or 55% of the budget. The underfunding and underperformance affected the planned

activities and may have impacted negatively on service delivery to the residents of Nyeri Town Constituency.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN THE 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 the Use of Public Resources section of my report, 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

Variance in Balance of Retention Money

Disclosed under Note 6 to the financial statements under transfer to other government entities expenditure of Kshs.45,900,000 is an amount of Kshs.44,500,000 in respect of transfer to primary schools, out of which a total of Kshs.4,939,872 was disbursed to four primary schools' projects.

Review of the project files revealed that although an amount of Kshs.519,608 should have been held as retention money from the contractors for refund upon expiry of the defect liability period, only an amount of Kshs.92,324 was available in the bank accounts resulting to a shortfall of Kshs.427,284.

Consequently, the validity and completeness of the retention amount of Kshs.519,608 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 governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether

processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for maintaining effective internal 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 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 described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal 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


08 October, 2021

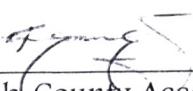
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 NYERI TOWN CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

1. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018-2019	2017-2018
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board	1	108,784,515	43,405,172
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		108,784,515	43,405,172
PAYMENTS			
Compensation of employees	4	1,885,685	820,329
Use of goods and services	5	6,513,112	2,369,848
Transfers to Other Government Units	6	45,900,000	-
Other grants and transfers	7	29,417,400	19,281,281
Acquisition of Assets	8	483,500	-
Other Payments	9	-	-
TOTAL PAYMENTS		84,199,697	22,471,458
SURPLUS/DEFICIT		24,584,818	20,933,714

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- NYERI TOWN Constituency financial statements were approved on 20/06/2019 and signed by:


 Fund Account Manager
 Name: *Hudson Koinange*

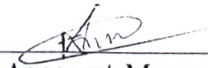

 Sub-County Accountant
 Name: THOMAS GITHUA
 ICPAK Member Number: 9596

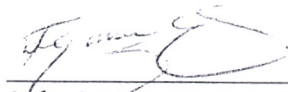
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 NYERI TOWN CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2019**

IV. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018- 2019	2017- 2018
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	46,283,882	21,600,931
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		46,283,882	21,600,931
Current Receivables			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		46,283,882	21,600,931
FINANCIAL LIABILITES			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	98,133	-
Total Financial Liabilities		98,133	-
NET FINANCIAL ASSETS		46,185,749	21,600,931
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	21,600,931	667,217
Surplus/Defict for the year		24,584,818	20,933,714
Prior year adjustments	14	-	-
NET LIABILITIES		46,185,749	21,600,931

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- NYERI TOWN Constituency financial statements were approved on 30/6/2019 and signed by:


 Fund Account Manager
 Name: Helen Karanja


 Sub-County Accountant
 Name: THOMAS GITHUA
 ICPAK Member Number:9596


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

V. STATEMENT OF CASHFLOW

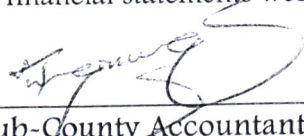
CASH FLOWS FROM OPERATING ACTIVITIES			2018 - 2019	2017 - 2018
Receipts				
Transfers from CDF Board	1		108,784,515	43,405,172
Other Receipts	3		-	
Total Receipts			108,784,515	43,405,172
Payments				
Compensation of Employees	4		1,885,685	820,329
Use of goods and services	5		6,513,112	2,369,848
Transfers to Other Government Units	6		45,900,000	-
Other grants and transfers	7		29,417,400	19,281,281
Other Payments	9		-	-
Total Payments			83,716,197	22,471,458
Total Receipts Less Total Payments			25,068,318	20,933,714
Adjusted for:				
Outstanding Imprest	11	-		-
Retention	12A	-		
Gratuity Payable	12B		98,133	
Prior Year adjustment	14	-	-	
Net Adjustments				-
Net cash flow from operating activities			25,166,451	20,933,714
CASHFLOW FROM INVESTING ACTIVITIES				
Proceeds from Sale of Assets	2		-	-
Acquisition of Assets	8		483,500	-
Net cash flows from Investing Activities			(483,500)	-
NET INCREASE IN CASH AND CASH EQUIVALENT			24,682,951	20,933,714
Cash and cash equivalent at BEGINNING of the year	13		21,600,931	667,217
Cash and cash equivalent at END of the year			46,283,882	21,600,931

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

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF- NYERI TOWN Constituency financial statements were approved on 30/6/2019 and signed by:


Fund Account Manager

Name: Haran Karanja


Sub-County Accountant

Name: THOMAS GITHUA

ICPAK Member Number: 9596

VI. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED


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	76,385,446	185,426,322	130,385,446	55,040,876	70.3%
Proceeds from Sale of Assets						
Other Receipts						
TOTAL RECEIPTS	109,040,876	76,385,446	185,426,322	130,385,446	55,040,876	70.3%
PAYMENTS						
Compensation of Employees	1,729,522	1,885,685	3,615,	1,787,552	1,729,522	50.8%
Use of goods and services	6,993,748	6,513,112	13,506,860	6,513,112	6,993,748	48.2%
Transfers to Other Government Units	67,152,044	45,548,278	112,700,322	45,900,000	66,800,322	40.7%
Other grants and transfers	31,621,854	21,336,504	52,958,358	29,417,400	23,540,958	55.5%
Acquisition of Assets	0	500,000	500,000	483,500	16,500	0.0%
Other Payments	1,543,707.79	700,000	2,243,708		2,243,708	0.0%
TOTAL	109,040,876	76,385,446	185,426,322	84,101,564	101,324,758	45.4%


- i. The underutilization below 90% was as a result of funds that had not been disbursed from the board.
- ii. Other projects were also on-going and therefore the funds were not fully utilised.

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

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

The NGCDF-NYERI TOWN Constituency financial statements were approved on 30/1/2019 and signed by:


Fund Account Manager
Name: Hazel Karanja


Sub-County Accountant
Name: THOMAS GITHUA
ICPAK Member Number: 9596

VII. 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	Kshs	2018/2019	Kshs	2018/2019	Kshs	2018/2019	Kshs
1.0 Administration										
Employees' Salaries	1,529,522		634,634.00		2,164,156.00	1,369,556.00	794,600.00			
Goods and Services	2,058,621		65,247.00		2,123,868.00	2,986,235.00	-862,367.00			
Committee Expenses	1,650,000				1,650,000.00	1,378,000.00	272,000.00			
Sub-Total	5,238,143.00		699,881.00		5,938,024.00	6,511,562.69	1,121,227.46			
2.0 Monitoring and Evaluation										
Committee Expenses	1,304,310				1,304,310.00	1,378,000.00	-73,690.00			
CDFC/PMC Capacity Building	2,180,818				2,180,818.00	1,292,500.00	888,318.00			
Sub-Total	3,485,128.00		0.00		3,485,128.00	2,670,500.00	814,628.00			
3.0 Emergency										
Emergency	5,452,044		4,568,965.52		10,021,009.30	2,070,300	7,950,709.30			
Sub-Total	5,452,043.78		4,568,965.52		10,021,009.30	2,070,300.00	7,950,709.30			
4.0 Bursary and Social Security Programme										
Bursary	27,260,218.88		0		27,260,218.88	2,741,180.00	24,519,038.88			
Sub-Total	27,260,218.88		0.00		27,260,218.88	2,741,180.00	24,519,038.88			

REPORTS AND FINANCIAL STATEMENTS
For the year ended June 30, 2019

5.0 Sports	2,180,818.00	0	2,180,818.00	0	2,180,818.00
	2,180,818.00	0.00	2,180,818.00		2,180,818.00
6.0 Environment					
Environment	2,180,818.00	0	2,180,818.00	0	0.00
Sub-Total	2,180,818.00	0	2,180,818.00	0	0.00
7.0 Primary School Projects					
CHANIA PRIMARY SCHOOL	600,000	1,000,000.00	1,600,000.00	600,000	-
CHORONGI PRIMARY SCHOOL	828,426	771,574.00	1,600,000.00	828,426	-
KIRICHU PRIMARY SCHOOL	1,600,000		1,600,000.00	1,600,000	-
KAMUYU PRIMARY SCHOOL	1,600,000		1,600,000.00	1,600,000	-
KIAMUIRU PRIMARY SCHOOL	1,600,000		1,600,000.00	1,600,000	-
KING'ONG'O PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-
DEB MUSIM PRIMARY SCHOOL	1,500,000		1,500,000.00	1,500,000	-
NGANGARITHI PRIMARY SCHOOL	800,000		800,000.00	800,000	-
KIHATHA PRIMARY SCHOOL	500,000		500,000.00	500,000	-
GITHIRU PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-
CHANIA PRIMARY SCHOOL	1,000,000		1,000,000.00	1,000,000	-
MURINGATO PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-
TETU BOYS PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-

NATIONAL GOVERNMENT CONSISTUENCIES DEVELOPMENT FUND PROJECT

Reports and Financial Statements

For the year ended June 30, 2019

TETU BOYS PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
GITATHINI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
MAIRWE PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
MARUA PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
GITHWARIGA PRIMARY SCHOOL	1,500,000			1,500,000.00	1,500,000	-
NYARIBO PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
THUNGUMA PRIMARY SCHOOL	800,000			800,000.00	800,000	-
ITHEGURI PRIMARY SCHOOL	1,600,000			1,600,000.00	1,600,000	-
CHORONGI PRIMARY SCHOOL	771,574	828,426.00		1,600,000.00	771,574	-
MUTHUAINI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
KIHATHA PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
GITATHINI PRIMARY SCHOOL	500,000			500,000.00	500,000	-
KAHIGA PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
KIHUYO PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
RIAMUKURWE PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
MURUGURU PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
KANOGA PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
NDURUTU PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
KWANDERI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
MATHARI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
MWENJI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
IHIGAINI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) - IMPLEMENTATION STATEMENTS

Reports and Financial Statements

For the year ended June 30, 2019

MT KENYA SALVATION PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-
KIAMBURI PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-
KIAMUIRU PRIMARY SCHOOL	500,000		500,000.00	500,000	-
NYAMACHAKI PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-
KAMUYU PRIMARY SCHOOL	1,200,000		1,200,000.00	1,200,000	-
Sub-Total	44,500,000.00	2,600,000.00	44,500,000.00	44,500,000.00	0.00
8.0 Secondary School Projects					
NGANGARITHI SECONDARY SCHOOL	1,400,000.00		1,400,000.00	1,400,000.00	-
Sub-Total	1,400,000.00		1,400,000.00	1,400,000.00	-
9.0 Tertiary institutions projects					
Sub-Total	0.00		0.00		
10.0 Security Projects					
NYERI POLICE STATION	2,600,000		2,600,000	2,600,000	
MARUA POLICE POST	2,600,000		2,600,000	2,600,000	
KANDARA POLICE POST	400,000		400,000	400,000	
MUNUNGAINI CHIEFS OFFICE	200,000		200,000	200,000	
NYERI CENTRAL POLICE STATION	1,200,000		1,200,000	1,200,000	

Reports and Financial Statements

For the year ended June 30, 2019

FENCING					
NYERI CENTRAL POLICE STATION ABLUTION	800,000		800,000	800,000	
SKUTA POLICE POST	2,800,000		2,800,000	2,800,000	
NYERI DOG UNIT	2,771,544		2,771,544	2,771,544	
GITHIRU POLICE POST	1,004,876		1,004,876	1,004,876	
MARUA POLICE POST	1,000,000		1,000,000	1,000,000	
KIAMWATHI SECURITY MAST	500,000		500,000	500,000	
NDURUTU SECURITY MAST	500,000		500,000	500,000	
KIHETHU SECURITY MAST	500,000		500,000	500,000	
RIAMUKURWE SECURITY MAST	500,000		500,000	500,000	
THUNGUMA SECURITY MAST	500,000		500,000	500,000	
NYARIBO SECURITY MAST	500,000		500,000	500,000	
SAMAKI SECURITY MAST	500,000		500,000	500,000	
ASIAN QUARTERS SECURITY MAST	500,000		500,000	500,000	
MOW SECURITY MAST	500,000		500,000	500,000	
KWA SALIM SECURITY MAST	500,000		500,000	500,000	
KAGUNDUINI SECURITY MAST	500,000		500,000	500,000	
KAMUYU SECURITY MAST	500,000		500,000	500,000	
LKIHATHA SECURITY MAST	500,000		500,000	500,000	
KARIA SECURITY MAST	500,000		500,000	500,000	
KIHUYO SECURITY MAST	500,000		500,000	500,000	
	22,876,420.11		22,876,420.11	22,876,420.11	0.00
11.0 Acquisitions of Assets	483,500.00		483,500.00	483,500.00	
Sub-Total	483,500.00		483,500.00	483,500.00	

NATIONAL GOVERNMENT CONSILIENCIES DEVELOPMENT FUND (NGDF) – NYERI TOWN CONSILIENCY
Reports and Financial Statements
For the year ended June 30, 2019

FENCING						
NYERI CENTRAL POLICE STATION ABLUTION	800,000		800,000		800,000	
SKUTA POLICE POST	2,800,000		2,800,000		2,800,000	
NYERI DOG UNIT	2,771,544		2,771,544		2,771,544	
GITHIRU POLICE POST	1,004,876		1,004,876		1,004,876	
MARUA POLICE POST	1,000,000		1,000,000		1,000,000	
KIAMWATHI SECURITY MAST	500,000		500,000		500,000	
NDURUTU SECURITY MAST	500,000		500,000		500,000	
KIHETHU SECURITY MAST	500,000		500,000		500,000	
RIAMUKURWE SECURITY MAST	500,000		500,000		500,000	
THUNGUMA SECURITY MAST	500,000		500,000		500,000	
NYARIBO SECURITY MAST	500,000		500,000		500,000	
SAMAKI SECURITY MAST	500,000		500,000		500,000	
ASIAN QUARTERS SECURITY MAST	500,000		500,000		500,000	
MOW SECURITY MAST	500,000		500,000		500,000	
KWA SALIM SECURITY MAST	500,000		500,000		500,000	
KAGUNDUINI SECURITY MAST	500,000		500,000		500,000	
KAMUYU SECURITY MAST	500,000		500,000		500,000	
LKIHATHA SECURITY MAST	500,000		500,000		500,000	
KARIA SECURITY MAST	500,000		500,000		500,000	
KIHUYO SECURITY MAST	500,000		500,000		500,000	
	22,876,420.11		22,876,420.11		22,876,420.11	0.00
11.0 Acquisitions of Assets	483,500.00		483,500.00		483,500.00	
Sub-Total	483,500.00		483,500.00		483,500.00	

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

FENCING						
NYERI CENTRAL POLICE STATION ABLUTION	800,000		800,000		800,000	
SKUTA POLICE POST	2,800,000		2,800,000		2,800,000	
NYERI DOG UNIT	2,771,544		2,771,544		2,771,544	
GITHIRU POLICE POST	1,004,876		1,004,876		1,004,876	
MARUA POLICE POST	1,000,000		1,000,000		1,000,000	
KIAMWATHI SECURITY MAST	500,000		500,000		500,000	
NDURUTU SECURITY MAST	500,000		500,000		500,000	
KIHETHU SECURITY MAST	500,000		500,000		500,000	
RIAMUKURWE SECURITY MAST	500,000		500,000		500,000	
THUNGUMA SECURITY MAST	500,000		500,000		500,000	
NYARIBO SECURITY MAST	500,000		500,000		500,000	
SAMAKI SECURITY MAST	500,000		500,000		500,000	
ASIAN QUARTERS SECURITY MAST	500,000		500,000		500,000	
MOW SECURITY MAST	500,000		500,000		500,000	
KWA SALIM SECURITY MAST	500,000		500,000		500,000	
KAGUNDUINI SECURITY MAST	500,000		500,000		500,000	
KAMUYU SECURITY MAST	500,000		500,000		500,000	
LKIHATHA SECURITY MAST	500,000		500,000		500,000	
KARIA SECURITY MAST	500,000		500,000		500,000	
KIHUYO SECURITY MAST	500,000		500,000		500,000	
	22,876,420.11		22,876,420.11		22,876,420.11	0.00
11.0 Acquisitions of Assets	483,500.00		483,500.00		483,500.00	
Sub-Total	483,500.00		483,500.00		483,500.00	

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

MT KENYA SALVATION PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
KIAMBUJURI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
KIAMUIRU PRIMARY SCHOOL	500,000			500,000.00	500,000	-
NYAMACHAKI PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
KAMUYU PRIMARY SCHOOL	1,200,000			1,200,000.00	1,200,000	-
Sub-Total	44,500,000.00		2,600,0000.00	44,500,000.00	44,500,000.00	0.00
8.0 Secondary School Projects						
NGANGARITHI SECONDARY SCHOOL	1,400,000.00			1,400,000.00	1,400,000.00	-
Sub-Total	1,400,000.00			1,400,000.00	1,400,000.00	-
9.0 Tertiary institutions projects						
Sub-Total	0.00			0.00		
10.0 Security Projects						
NYERI POLICE STATION	2,600,000			2,600,000	2,600,000	-
MARUA POLICE POST	2,600,000			2,600,000	2,600,000	-
KANDARA POLICE POST	400,000			400,000	400,000	-
MUNUNGAINI CHIEFS OFFICE	200,000			200,000	200,000	-
NYERI CENTRAL POLICE STATION	1,200,000			1,200,000	1,200,000	-

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

FENCING						
NYERI CENTRAL POLICE STATION ABLUTION	800,000			800,000		800,000
SKUTA POLICE POST	2,800,000			2,800,000		2,800,000
NYERI DOG UNIT	2,771,544			2,771,544		2,771,544
GITHIRU POLICE POST	1,004,876			1,004,876		1,004,876
MARUA POLICE POST	1,000,000			1,000,000		1,000,000
KIAMWATHI SECURITY MAST	500,000			500,000		500,000
NDURUTU SECURITY MAST	500,000			500,000		500,000
KIHETHU SECURITY MAST	500,000			500,000		500,000
RIAMUKURWE SECURITY MAST	500,000			500,000		500,000
THUNGUMA SECURITY MAST	500,000			500,000		500,000
NYARIBO SECURITY MAST	500,000			500,000		500,000
SAMAKI SECURITY MAST	500,000			500,000		500,000
ASIAN QUARTERS SECURITY MAST	500,000			500,000		500,000
MOW SECURITY MAST	500,000			500,000		500,000
KWA SALIM SECURITY MAST	500,000			500,000		500,000
KAGUNDUINI SECURITY MAST	500,000			500,000		500,000
KAMUYU SECURITY MAST	500,000			500,000		500,000
LKIHATHA SECURITY MAST	500,000			500,000		500,000
KARIA SECURITY MAST	500,000			500,000		500,000
KIHUYO SECURITY MAST	500,000			500,000		500,000
	22,876,420.11			22,876,420.11		22,876,420.11
						0.00
11.0 Acquisitions of Assets	483,500.00			483,500.00		483,500.00
Sub-Total	483,500.00			483,500.00		483,500.00

REPORTS AND FINANCIAL STATEMENTS
 For the year ended June 30, 2019

12.0 Others									
NG- CDF office	-		0.00						
Sub-Total	-		0.00						
GRAND TOTAL	114,573,589.77	7,868,846.52	119,842,436.29	82,769,962.80	36,586,421.64				

(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)

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

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- NYERI TOWN 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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
GILGIL CONSTITUENCY**

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

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- NYERI TOWN 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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYERI
TOWN 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 the Central Bank of Kenya and at various commercial banks at the end of the financial year.

7. Accounts Receivable

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

8. Accounts Payable

For the purposes of these financial statements, deposits 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.

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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. 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) – NYERI TOWN CONSTITUENCY

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X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017 - 2018
		Kshs	Kshs
Normal Allocation	B047039	45,548,278.25	
	B047044	9,236,236.90	
	B042860	15,000,000.00	
	B047098	20,000,000.00	
	B047532	19,000,000.00	
	B 855981		5,500,000
	B 896775		37,905,000
Conditional grants	AIE NO...		-
			-
Receipt from other Constituency			-
TOTAL		108,784,515	43,405,000

2. PROCEEDS FROM SALE OF ASSETS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Receipts from the Sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Receipts from the Sale of Office and General Equipment	-	-
TOTAL	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3 OTHER RECEIPTS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Sale of Tender Documents	-	-
Other Receipts Not Classified Elsewhere (specify)	-	-
TOTAL	-	-

4. COMPENSATION OF EMPLOYEES

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Basic wages of contractual employees	623,013	728,307
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
House allowance	288,000	0
Transport allowance	251,052	0
Leave allowance	-	0
Other personnel payments	207,491	0
Employer contribution to NSSF	44,820	45,360
Gratuity-Paid	373,176	46,662
Gratuity-Accrued	-	0
TOTAL	1,787,552	820,329

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2018-2019	2017 – 2018
	Kshs	Kshs
Utilities, supplies and services	322,900	73,819
Electricity	75,711	
Water & sewerage charges	97,766	
Office rent	0	0
Communication, supplies and services	62,615	29,000
Domestic travel and subsistence	534,950	
Printing, advertising and information supplies & services	6,700	422,379
Rentals of produced assets	0	
Training expenses	1,744,500	
Hospitality supplies and services	450,740	310,406
Other committee expenses	931,000	875,250
Committee allowance	596,000	282,000
Insurance costs	0	
Specialized materials and services	0	
Office and general supplies and services	1,256,170	241,220
Fuel , oil & lubricants	0	
Other operating expenses	0	135,774
Bank service commission and charges	0	
Security operations	360,000	
Routine maintenance - vehicles and other transport equipment	0	
Routine maintenance- other assets	74,060	
Strategic Plan		
TOTAL	6,513,112	2,369,848

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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	44,500,000	0
Transfers to Secondary schools	1,400,000	0
Transfers to Tertiary institutions	-	0
TIVET	-	-
TOTAL	45,900,000	-

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2018-2019	2017 - 2018
	Kshs	Kshs
Bursary -Secondary	2,741,180	19,281,281
Bursary -Tertiary	-	0
Bursary-Special schools	-	0
Mocks & CAT	-	0
Security	22,876,420	0
Sports	1,729,500	0
Environment	-	0
Emergency Projects	2,070,300	0
TOTAL	29,417,400	19,281,281

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

<u>Non-Financial Assets</u>	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	483,500	0
Purchase of computers ,printers and other IT equipment	-	0
Purchase of photocopier	-	-
Purchase of other office equipment	-	-
Purchase of soft ware	-	-
Acquisition of Land	-	-
TOTAL	483,500	-

9. OTHER PAYMENTS

	2018-2019	2017 - 2018
	Kshs	Kshs
ICT HUB	-	-
specify	-	-
specify	-	-
TOTAL	-	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NYERI TOWN CONSTITUENCY

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

10A: Bank Balances (cash book bank balance)			
Name of Bank, Account No. & currency	Account Number	2018-2019	2017 - 2018
		Kshs (30/6/2019)	Kshs (30/6/2018)
<i>Equity Bank, Nyeri Branch. NYERI TOWN NG-CDF</i>	<i>A/C no.0110263582627</i>	46,283,882	21,600,931
10B: CASH IN HAND)			
		2018-2019	2017 - 2018
		Kshs (30/6/2019)	Kshs (30/6/2018)
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</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2019)</i>
	Date imprest taken	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
			-	-

12A. RETENTION

12 Retention

Supplier/Contractor	PV No.	2018-2019	2017 - 2018
----------------------------	---------------	------------------	--------------------

TOTAL

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019	2017-2018
	<i>Kshs</i>	<i>Kshs</i>
LOISE WAKARIMA MAINA	45,871	0
ANN NDEGWA	10,866	0
GICHOHI KARIUKI	41,396	0
Add as appropriate		
Total	98,133	0

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13. BALANCES BROUGHT FORWARD

	2018-2019 (1/7/2018) Kshs	2017 - 2018 (1/7/2017) Kshs
Bank accounts	46,283,882	21,600,931
Cash in hand		-
Imprest		-
TOTAL	46,283,882	21,600,931

14. PRIOR YEAR ADJUSTMENTS

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

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

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: FENDING STAFF PAYABLES (See Annex 2)

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

15.3: UNUTILIZED FUND (See Annex 3)

	2018-2019	2017 - 2018
	Kshs	Kshs
Compensation of employees	74,964	16,934
Use of goods and services	-	480,636
Amounts due to other Government entities	29,794,918	14,950,000
Amounts due to other grants and other transfers	85,254,876	56,876,730
Acquisition of assets	1,200,000	2,260,208
Others (<i>specify</i>)		
TOTAL	116,324,758	74,584,508

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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					

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ANNEX 3 - ANALYSIS OF UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2018/19	2017/18	
Compensation of employees		1,787,552	1,787,552	
Use of goods & services		12,074,566	9,117,422	
Amounts due to other Government entities				
Transfers to Primary schools		35,100,000	27,900,000	
Transfers to Secondary		12,900,000	2,400,000	
ENVIRONMENT		3,917,024.90	1,736,206.90	
Sports		2,180,818.00	1,736,206.90	
Sub-Total		28,841,903.90	26,103,444.39	
Acquisition of assets		2,743,708.00	1,200,000.00	
Others (<i>specify</i>)				
Strategic Plan		3,200,000.00	3,200,000.00	
ICT Hub at Ruringu Ward		1,169,256.80	1,169,256.80	

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ICT Hub at Mathari/Kiganjo Ward		1,169,256.80	1,169,256.80	
ICT Hub at Kamakwa Ward		1,169,256.80	1,169,256.80	
ICT Hub at Muruguru Gatitu Ward		1,169,256.80	1,169,256.80	
Sub-Total		10,620,735	9,077,027	
Grand Total		101,324,757	76,385,446	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f/f (Kshs) 2018/19	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land	4,160,000	-	-	4,160,000
Buildings and structures	40,785,651	-	-	40,785,651
Transport equipment	-	-	-	-
Office equipment, furniture and fittings	1,623,035	483,500	-	2,081,527
ICT Equipment, Software and Other ICT Assets	1,059,935	-	-	1,059,935
Other Machinery and Equipment	37,500	-	-	37,500
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	47,666,121	458,492	-	48,124,613

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
CHANIA PRIMARY SCHOOL	EQUITY	0110277537399	208,438	1,600,000
THUNGUMA PRIMARY SCHOOL	EQUITY	0110277705800	62,005	800,000
GITHIRU PRIMARY SCHOOL	EQUITY	0110277532792	35,977	1,600,000
KAMUYU PRIMARY SCHOOL	EQUITY	0110277603300	1,279,485	1,600,000
MARUA PRIMARY SCHOOL	EQUITY	0110277581442	37,103	1,200,000
GITHWARIGA PRIMARY SCHOOL	EQUITY	0110277722173	327,000	1,600,000
MAIRWE PRIMARY SCHOOL	EQUITY	0110278347432	50,550	1,200,000
ITHENGURI PRIMARY SCHOOL	EQUITY	0110271415284	963	1,600,000
NGANGARITHI PRIMARY SCHOOL	EQUITY	0110278625944	19,144	800,000
KIAMUIRU PRIMARY SCHOOL	EQUITY	0110277553057	132,220	1,600,000
KANDARA POLICE POST	EQUITY	0110264164852	32,550	400,000
NYARUGUMU PRIMARY SCHOOL	EQUITY	0110270774156 3	155,639	1,200,000
KIHUYO HIGH MAST	EQUITY	0110278883064	17,120	500,000
NYARIBO HIGH MAST	EQUITY	0110278891674	22,120	500,000
ASIAN QUARTERS HIGH MAST	EQUITY	0110279141923	22,116	500,000
MOW HIGH MAST	EQUITY	0110278854763	18,116	500,000
THUNGUMA HIGH MAST	EQUITY	0110279078534	18,668	500,000
KWA SALM HIGH MAST	EQUITY	0110277720553	18,115	500,000
NDURUTU HIGH MAST	EQUITY	0110278852998	18,668	500,000

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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.

Referen ce No. on the externa l 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)
	<p>1. Cash and Bank Balance</p> <p>The financial statements reflect a bank balance of Kshs 22,282,732 as at 30th June 2018, compared to a balance of Kshs.667, 217 reported in the financial statements as at 30th June 2017. However, the following anomalies were noted:</p> <p>i. Note 10 to the financial statements indicates that the Fund operated</p>	<p>i. The Nyeri Town NG-CDF had a bank account with Consolidated Bank but later closed the account and is currently operating with Equity Bank Nyeri branch. Attached, find the cash book pertaining to the same and a letter from the bank confirming the closure of the account.</p> <p>ii. The following was noted and the stale cheques have now been replaced and cashbook updated.</p>	<i>HURON KARANJA</i>	<i>RESOLVED</i>	

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<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe (Put a date when you expect the issue to be resolved)</i>
	<p>another bank account with Consolidated Bank, account number 10061303000 001 which had nil balance as at 30th June. However, the cashbook(s) and bank statements relating to this account were not provided for audit.</p> <p>ii. The bank reconciliation statement supporting the balance of Kshs 22,282,732 as</p>	<p>The reversed cheques are reflected in the 2018/2019 financial year.</p> <p>iii. The Kshs 92,000 has been recorded in the cash book and the reconciliation has been done and are available for review.</p>			

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<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe: (Put a date when you expect the issue to be resolved)</i>
	<p>at 30th June 2018 includes stale cheques totaling to Kshs 1,436,330.71 which had not been reversed in the cashbook as at the closure of the financial year.</p> <p>iii. The bank reconciliation statement as at 30th June 2018 also reflects receipts in bank not yet recorded in cashbook amounting to Kshs 92,000</p>				

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<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe (Put a date when you expect the issue to be resolved)</i>
	<p>and payments in bank not yet recorded in cash book amounting to Kshs.36,486.15 both of which had not been cleared for a long time.</p> <p>No explanation or reconciliation was provided for the above anomalies, as a result of which, the accuracy of the cash and cash equivalents balance of Kshs.22,282,732 shown in the financial statements could not be confirmed.</p>				

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<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe (Put a date when you expect the issue to be resolved)</i>
	<p>2. Accuracy of the financial statements- unexplained variances</p> <p>i. The statement of receipts and payments reflect an expenditure of Kshs 18,955,000 under other grants and transfers</p>	<p>During the financial year 2017/2018 an amount of Kenya Shillings Eighteen Million, Nine Hundred and Fifty Five Thousand (18,955,000) was dispatched to needy students in the constituency by two vouchers in which one was for Kenya shillings One Hundred and Twenty One Thousand (121,000) which was awarded to needy cases presented to the NG-CDF office under special categories and Eighteen Million, Eight Hundred and Thirty Four Thousand (18,834,000) respectively awarded to needy students in the constituency. Attached find the minute for the special category case pertaining to the same.</p>	<p><i>HURON KARANJA</i></p>	<p><i>RESOLVED</i></p>	

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For the year ended June 30, 2019

<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe (Put a date when you expect the issue to be resolved)</i>
	<p>There was a mathematical error in the previous financial statement but the errors were later corrected and Kshs 820,329 and Kshs 2,058,248 under compensation of employees and use of goods and services respectively are the correct figures of the expenditures incurred during the financial year 2017/2018.</p> <p>The audit was conducted in accordance with international standards of supreme audit institutions (ISSAIs). I am independent of Nyeri Town NGCDF in accordance with ISSAI 30 on code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with</p>				

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<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe (Put a date when you expect the issue to be resolved)</i>
	<p>bursar y funds for second ary school s and bursar y funds for tertiary institut ions, respect ively totalin g to Kshs 18,834 ,000 hence a varian</p>	<p>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 basis for my opinion.</p>			

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<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe (Put a date when you expect the issue to be resolved)</i>
	<p>ce of Kshs 121,00 0.</p> <p>ii. The statem ents of receipt s and payme nts also reflect s expen ditures of Kshs 774,96 9 and Kshs 2,059. 688 under compe</p>				

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For the year ended June 30, 2019

<i>Reference No. on the external audit Report</i>	<i>Issue / Observations from Auditor</i>	<i>Management comments</i>	<i>Focal Point person to resolve the issue (Name and designation)</i>	<i>Status: (Resolved / Not Resolved)</i>	<i>Timeframe (Put a date when you expect the issue to be resolved)</i>
	<p>nsatio n of emplo yees and use of goods and service s, respect ively which .howe ver, differ from the corres pondin g figures of Kshs 820.32</p>				

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	<p>9 and Kshs 2,058,248 shown in notes 4 and 5.</p> <p>No explanation or reconciliation were provided for the variances, as result of which, the accuracy of the financial statements could not be confirmed.</p>				
	Acknowledgement	The acknowledgements for	<i>HURON KARANJA</i>	<i>RESOLVED</i>	

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	<p>of Bursary Funds</p> <p>Records maintained at Nyeri Town NG-CDF indicate that during the year under review, the fund paid Kshs 18,834,000 on account of education bursaries .However, out of this amount, bursaries amounting to 1,396,000 were not acknowledged by the beneficiary institutions with either acknowledgment letters or receipts.</p>	<p>Ksh 1,396,000 for award of bursary are available for review. Attached find the receipts/acknowledgement letters pertaining to the same.</p>			
	<p>Project implementation</p> <p>As shown in the summary statement of appropriation, Nyeri town NG-CDF budgeted to receive</p>	<p>The delay in implementing the project was occasioned by delay in disbursement of funds by the NG-CDF board and factoring that financial year 2017/2018 was a new year for the</p>	<p><i>HURON KARANJA</i></p>	<p><i>RESOLVED</i></p>	

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	<p>an amount of Kshs 98,189,654 during the year under review but received only Kshs 43,405,172 (or about 44%), out of which only Kshs 21,789,657 (or about 50%) was utilized .No explanation was provided for the failure to utilize the 50% of the funds available in implementing development projects.</p>	<p>CDFC Members which is elected every two years in line with the NG-CDF Act. The transitional caused delayed of the NG-CDF both CDFC members and PMCs were to be oriented on the government procedures as well as how NG-CDF operates, their expectations and overall implementation of NG-CDF projects. However, the NG-CDF office has currently utilized more than 75% of the funds since the projects have now been implemented.</p> <p>The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and</p>			

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		<p>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.</p> <p>I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.</p>			