

REPUBLIC OF KENYA



*Enhancing Accountability*

THE NATIONAL ASSEMBLY  
PAPERS LAID

DATE: 27 SEP 2023

DAY  
Wednesday

**REPORT**

TABLED  
BY:

Hon. Owen Baya (Deputy Leader  
of the Majority Party)

CLERK-AT  
THE TABLE:

Anne Shibuko

PARLIAMENT  
OF KENYA  
LIBRARY

**OF**

**THE AUDITOR-GENERAL**

**ON**

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

**FOR THE YEAR ENDED  
30 JUNE, 2022**

1. 1. 1.

1. 1. 1.





---

**KAMUKUNJI CONSTITUENCY**  
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>th</sup> JUNE 2022**

---

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

## Table of Contents

	Page
I. Key Constituency Information and Management.....	ii
II. NG-CDFC Chairman's Report .....	vi
III. Statement Of Performance Against Predetermined Objectives for FY2021/22.....	x
IV. Environmental and Sustainability Reporting.....	xi
V. Statement of Management Responsibilities.....	xv
VI. Report Of the Independent Auditors On The NG-CDF- Kamukunji Constituency .....	xvii
VII. Statement Of Receipts and Payments for the Year Ended 30th June 2022 .....	1
VIII. Statement of Assets and Liabilities As At 30 <sup>th</sup> June, 2022.....	2
IX. Statement of Cash Flows for the Year Ended 30th June 2022 .....	3
X. Summary Statement of Appropriation for the Year Ended 30 <sup>th</sup> June 2022.....	4
X. Budget Execution by Sectors and Projects for the Year Ended 30 <sup>th</sup> June 2022.....	6
XI. Significant Accounting Policies .....	20
XII. Notes to the Financial Statements .....	26

## **I. Key Constituency Information and Management**

### **(a) Background information**

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

### **Mandate**

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

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

***Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2022***

---

- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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

**Core Values**

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

**Functions of NG-CDF Committee**

The Functions of the NG-CDF Committee is as outlined in section 11 of The National Government Constituencies Development Fund Regulations, 2016.

**(b) Key Management**

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

- i. National Government Constituencies Development Fund Board (NGCDFB)

ii. National Government Constituency Development Fund Committee (NGCDFC)

**(c) Fiduciary Management**

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

No	Designation	Name
1.	A.I.E holder	Farah G.Keinan
2.	Sub-County Accountant	Stephen Mbugua
3.	Chairman NGCDFC	Dickens Okode Otieno
4.	Member NGCDFC	Hamida Hussein Roba

**(d) Fiduciary Oversight Arrangements**

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

**(e) Kamukunji Constituency NGCDF Headquarters**

Kamukunji Sub-County Headquarters Offices  
Digo Road, Majengo  
P.O.BOX 6403-00300  
Nairobi, KENYA

**(f) Kamukunji Constituency NGCDF Contacts**

Telephone: (254) 724 870 038  
E-mail: fkeinan@ngcdf.go.ke  
E-mail: cdfKamukunji@ngcdf.go.ke  
Website: www.go.ke

PP

**(g) Kamukunji Constituency NGCDF Bankers**

Equity Bank Limited  
NG-CDF Kamukunji  
AC/NO 0430262662557  
Gikomba Branch  
P.O.BOX 55554  
Nairobi Kenya

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

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



**II. NG-CDFC Chairman's Report**



**Dickens Okode Otieno**  
**Chairman NG-CDF Kamukunji**

**INTRODUCTION**

Kamukunji Constituency consists of five wards namely Pumwani, California, Airbase, Eastleigh South and Eastleigh North Ward. The people of Kamukunji Constituency are determined to participate effectively in objectives mission and vision of the Kamukunji NG-CDF in the development plan. The constituent now has power to implement the formulation and implementation of development programme in the constituency for the works within the aspiration of the constitution of Kenya which makes public participation mandatory. The utilization of the NG-CDF has always been carried out with fairness transparency, openness and accountability

The Kamukunji Constituency NG-CDF total allocation for the financial year 2021/2022 was Kshs 137,088,877. This was decline from Kshs 76,000.00 allocated in financial year 2021/2022

Our key focus during the year was completing Kamukunji Technical and Vocational College which is located at Airbase ward. The project was funded by MOE inconjunction with NG-CDF Kamukunji. However, the project was only operational in the financial year under review. The Project was completed and the first 600 students been admitted in January 2021. The first 200 students were sponsored by the CDFC Bursary in-order to students from the informal. Also we had to complete other projects in wards in Kamukunji Constituency

**1. Table 1.1 showing allocation on comparative Basis**

Financial Year	Allocation	Disbursement Within the year
2021/2022	137,246,879.00	127,367,724
2021/2022	137,088,879.00	181,777,758.30
Decrease	76,000.00	

### Key Achievements

- We were able to complete various project during the financial year and other are still ongoing.
- Construction of new classrooms at Kamukunji Sec School and OLM Girls Sec School
- We managed to disburse bursaries to 6,000 students who are bright and needy.
- Rehabilitation of Eastleigh Airport Primary School.
- Construction of boundary wall at Muthurwa Primary School.

### Challenges

- Some project may require along span of implementation creating difference between initial budget and the actual cost during implementation.
- Limited fund against competing needs from different institutions.
- High number of vulnerable population.
- Covid 19 Pandemic has slowed everything naturally and internationally.

### Solution

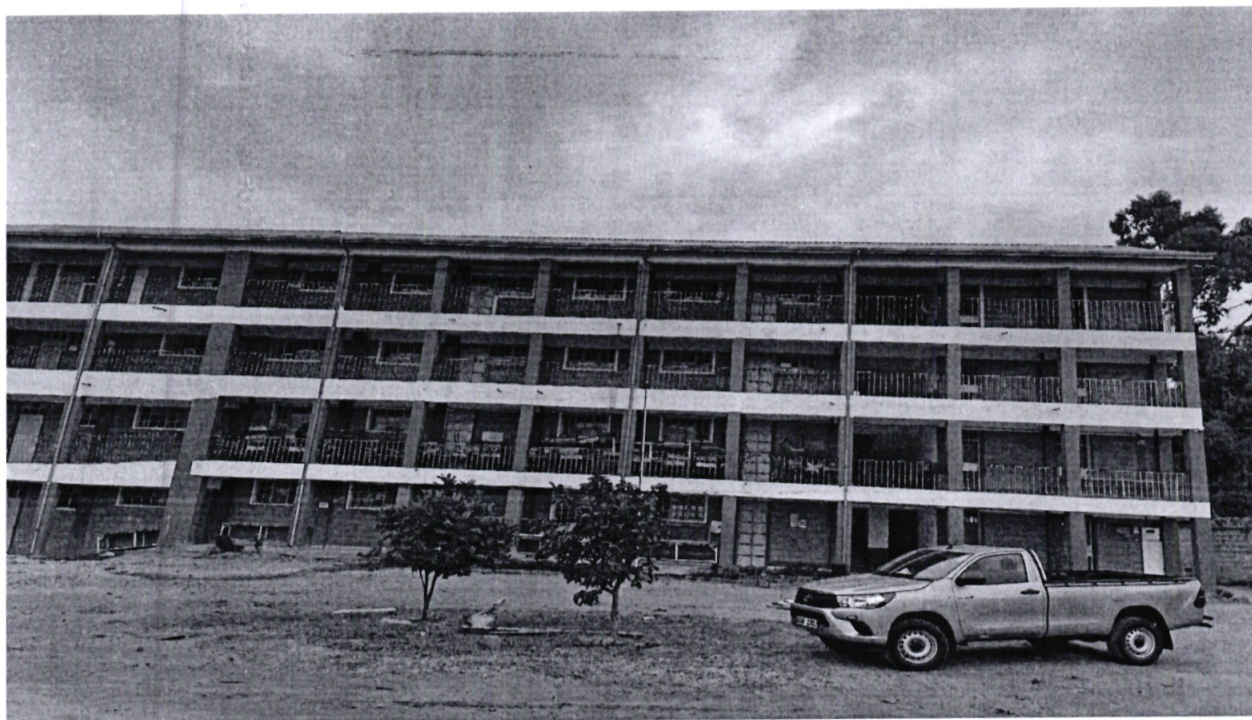
- NG-CDF board need to be flexible in fund disbursements for the projects implementation considering project with longer lifespan
- Public participation in project implementation be conducted regularly ➤ Collaboration with other government institutions where possible.

### Emerging Issues

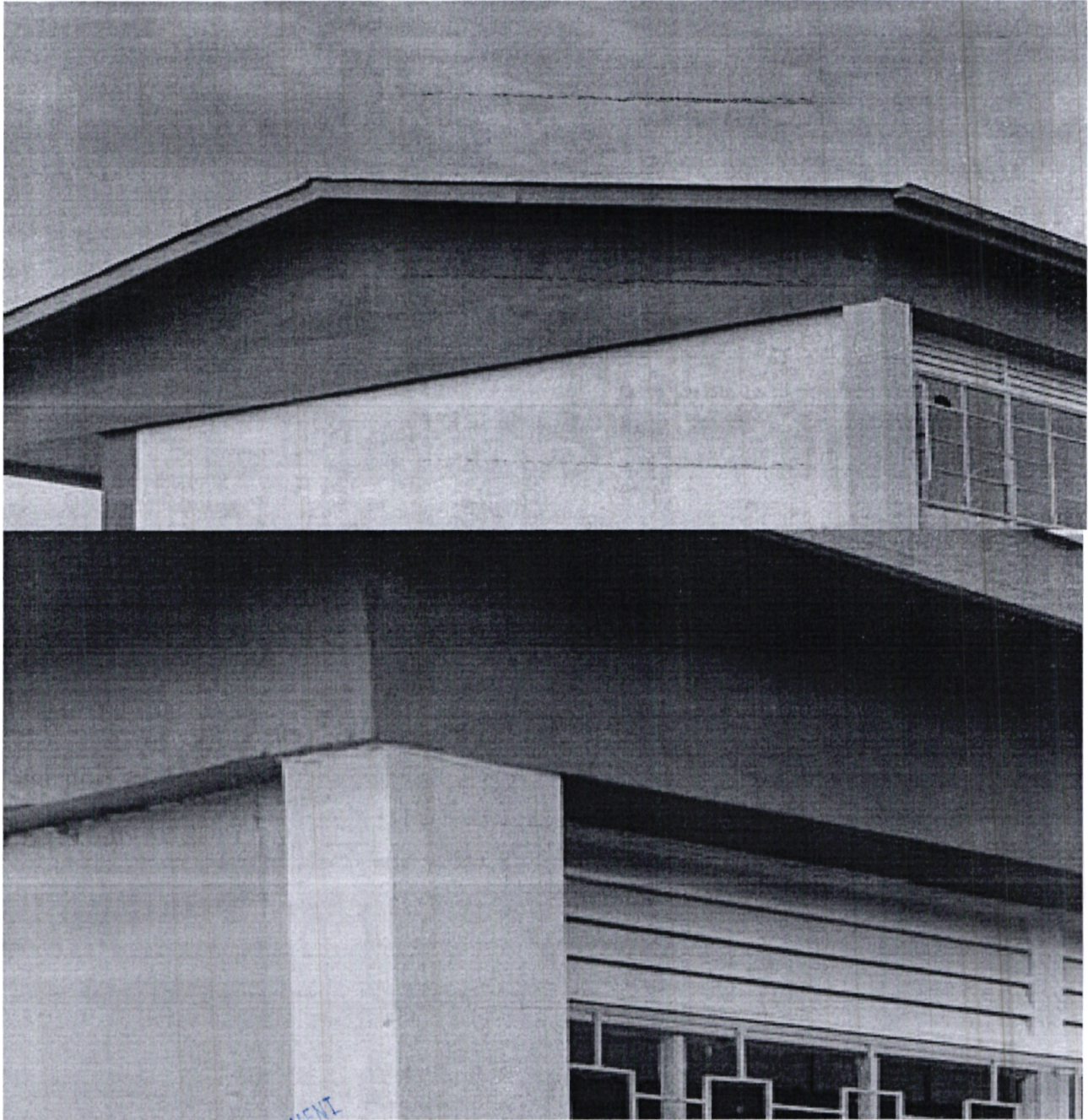
- Pandemic such as Covid 19 causing go slow in the projects implementation.
- Shortage of land to implement new projects such as school, police camp and chief camp.
- High level of unemployment's leading to high dependence levels, the government should consider increasing the NGCDF kitty to gap the unemployment.
- The continuous state of campaign moods causing uncertainty.

PHOTO GALLERY

**ZAWADI MIXED SECONDARY SCHOOL PROJECT**



**EASTLEIGH AIRPORT PRIMARY SCHOOL**



Signature

CHAIRMAN NGCDF COMMITTEE

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

II. Statement Of Performance Against Predetermined Objectives for FY2021/22

**Introduction**

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

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

- To improve education outcomes at all levels of learning.
- To empower constituents of Kamukunji Constituency socially and economically.
- To enhance security for the constituents through improving infrastructure for security provision and strengthen community policing mechanisms.
- To address environmental challenges and reduce the impact of disaster risks.
- To improve efficiency and effectiveness through streamlining funds processes and system.

**Progress on attainment of Strategic development objectives**

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement: Below we provide the progress on attaining the stated objectives:

Constituency Sector	Objective	Outcome	Indicator	Performance
Education	To have all children of school going age attending school	Increased enrolment in primary schools and improved transition to secondary schools and tertiary institutions	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions - number of bursary's beneficiaries at all levels	In the financial year 2021/2022 -we increased number of classrooms, dormitories, laboratories etc from 100 to 130 in the following schools/institutions - 5,000 Bursary beneficiaries at all levels.
Security	Construct and rehabilitate physical infrastructure in	State of physical facilities in the police station improved.	No of housing units for the police constructed. No	In the financial year 2021/2022 we constructed a perimeter wall at

***Kamukunji Constituency***

***National Government Constituencies Development Fund (NGCDF)***

***Annual Report and Financial Statements for The Year Ended June 30, 2022***

	the police stations and posts. Establish additional and construct houses /offices for the security officers. Support construction of offices for national Administration. Install security lights in crime hot spots and public places.	Improved security and units for the safety for all. Housing for the police officers improved. Improved access to administrative services by the public.	of security lights installed. No of new police posts established. No of police station rehabilitated.	California police station and Shauri Moyo Police sub-county Headquarters.
--	---	---	---	---

**IV. Environmental and Sustainability Reporting**

Kamukunji NG-CDF exists to transform lives. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on social sector, namely, Education & Training, Security Sector Support, Environment, and Sports. This pillar also makes special provisions for Kenyans with various disabilities and previously marginalized communities.

**1. Sustainability strategy and profile -**

To ensure sustainability of Kamukunji NG CDF, the committee funds the following key sectors with the following sustainable priorities.

- a. **Education and Training:** Kamukunji NG-CDF focus on human capital for constituency development is entrenched in its strategy to support needy and bright students from each ward of the constituency. The intention is to empower the constituents such that in years to come, the beneficiaries at secondary school levels would have transitioned to Tertiary institutions while those at tertiary level would have transitioned to the job market as employees or employers thereby contributing positively to the economic growth of the constituency. This strategy takes care of both marginalised groups including girls and people living with disabilities.
- b. **Security Sector Support:** Among its key pillars; NG-CDF has security as a priority area with intention to provide better working environment for the security providers within the constituency as well a secure constituency. The strategy is to have a long-term

collaborative working approach that enhances community engagement in security activities. This is aimed at eliminating crime and vices in the long run by providing a better working environment for the law enforcement agencies while collaborating with community in trust on matters of security.

- c. **Environment:** The Constituency acknowledges that all its operation has an impact on environment. Cognizant of the Sustainable development goals, the NG-CDF has allocated part of its budget on environment conservation through activities such as tree planting, water conservation, sensitization forums for agro-forestry as well as best practices to reduce soil erosion.
- d. **Sports:** The NG-CDF has taken sports as a key pillar of cohesion and integration. To sustain this pillar, the strategy taken is that of developing skills through sports with intention of identifying, nurturing talent and encouraging physical fitness among the constituents.

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 21/22 has been a challenging year with limited funding towards these activities which may hamper the success of priority strategies undertaken.

## 2. Environmental performance

- **SECURITY:** Construction of police stations and chief camps to improve community security, reduced crime rate and drug abuse in the constituency.
- **SPORT:** The Kamukunji NG-CDF Carried out sports tournament during the year. Winners were awarded uniforms and other sports kits for participating the annual CDF Tournament. The purposes of the tournament were to create awareness on drug abuse and nurturing sports talents in the constituency as well as keeping the youths out of crime hence peaceful neighbourhood with no crime.

### **3. Employee welfare**

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Kamukunji constituency invests in capacity building programs for employees. These include courses on technical competencies relevant to each employee and continuous sensitization on cross cutting issues.

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

### **4. Market place practices-**

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

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

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

NGCDF has put in efforts to ensure:

- a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption



- b) Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interest

**5. Community Engagements-**

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

**Public Participation in Project Identification and Implementation and Monitoring**

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


**Public participation** is the process that directly engages the concerned stakeholders in decision-making and gives full consideration to public input in making that decision.

The NG CDFC during bursary programme, engaged the community through the community leaders to identify the needy students to be awarded with the bursary.

**Public Awareness**

This includes mechanisms for participation and cooperation with local, regional and national agencies, and for conducting community-based needs assessments and public awareness campaigns and holding community meetings.

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

  
Farah G. Keinan  
FAM

KAMUKUNJI NATIONAL GOVERNMENT  
CONSTITUENCY DEVELOPMENT FUND  
P.O. BOX 6403 - 00300, NAIROBI - KENYA  
TEL: 020 - 261 6403

## V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-Kamukunji 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, 2022. 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-Kamukunji Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency*'s financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2022, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Kamukunji Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

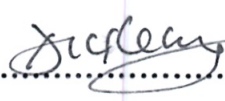
***Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2022***

---

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

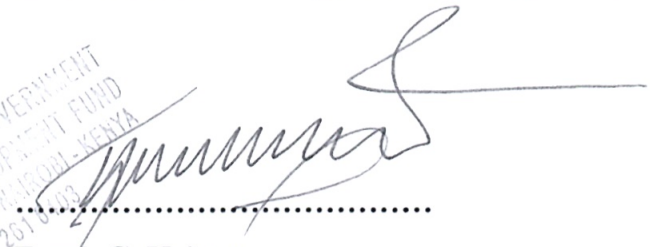
**Approval of the financial statements**

The NGCDF- Kamukunji Constituency financial statements were approved and signed by the Accounting Officer on 20/07 2022.



**Dickens Otieno Okode**  
Chairman – NGCDF Committee

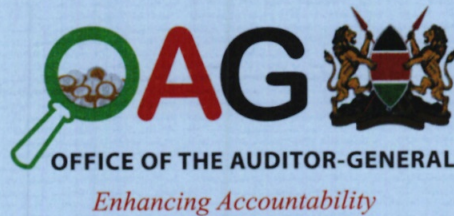
KAMUKUNJI NATIONAL GOVERNMENT  
CONSTITUENCY DEVELOPMENT FUND  
P.O. BOX 8403 - 63200, N. HURUMI - KENYA  
TEL: 020 - 201 6403



**Farah G. Keinan**  
Fund Account Manager

# 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 - KAMUKUNJI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2022

---

### PREAMBLE

I draw your attention to the contents of my report which is in three parts:

- A. Report on the Financial Statements that considers whether the financial statements are fairly presented in accordance with the applicable financial reporting framework, accounting standards and the relevant laws and regulations that have a direct effect on the financial statements.
- B. Report on Lawfulness and Effectiveness in Use of Public Resources which considers compliance with applicable laws, regulations, policies, gazette notices, circulars, guidelines and manuals and whether public resources are applied in a prudent, efficient, economic, transparent and accountable manner to ensure Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on Effectiveness of Internal Controls, Risk Management and Governance which considers how the entity has instituted checks and balances to guide internal operations. This responds to the effectiveness of the governance structure, the risk management environment and the internal controls, developed and implemented by those charged with governance for orderly, efficient and effective operations of the entity.

An unmodified opinion does not necessarily mean that an entity has complied with all relevant laws and regulations, and that its internal controls, risk management and governance systems are properly designed and were working effectively in the financial year under review.

The three parts of the report are aimed at addressing the statutory roles and responsibilities of the Auditor-General as provided by Article 229 of the Constitution, the Public Finance Management Act, 2012 and the Public Audit Act, 2015. The three parts of the report, when read together constitute the report of the Auditor-General.

### REPORT ON THE FINANCIAL STATEMENTS

#### Qualified Opinion

The accompanying financial statements of National Government Constituencies Development Fund - Kamukunji Constituency set out on pages 1 to 40, which comprise

of the statement of assets and liabilities as at 30 June, 2022, statement of receipts and payments, statement of cash flows and the summary statement of appropriation for the year ended, and a summary of significant accounting policies and other explanatory information, have been audited on my behalf by FH Consulting LLP, auditors appointed under Section 23 of the Public Audit Act, 2015. The auditors have duly reported to me the results of their audit and on the basis of their report, I am satisfied that all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit were obtained.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Kamukunji Constituency as at 30 June, 2022, 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 Financial Statements**

#### **1.1 Transfers to Other Government Entities**

The statement of receipts and payments, the ledger balances and Note 6 to the financial statements reflect an amount of Kshs.121,445,990 in respect of transfers to other Government units which differs with the project payments from bank statements and payment vouchers amount of Kshs.128,466,513, resulting in an unreconciled and unexplained variance of Kshs.7,020,523.

#### **1.2 Committee Expenditure**

The statement of receipts and payments and Note 5 to the financial statements reflects a total amount of Kshs.5,202,649 in respect of use of goods and services which includes committee allowances amounting to Kshs.1,212,000 which differs with the payment vouchers total amount of Kshs.1,497,000 resulting to an unreconciled and unexplained variance of Kshs.285,000.

#### **1.3 Incorrect Opening Balances**

Annex 5 to the financial statements on Project Management Committee bank balances reflects comparative balances totalling to Kshs.1,168,731 while the 2020/2021 audited financial statements reflects closing balances amounting to Kshs.1,226,645 resulting to an unreconciled and unexplained variance of Kshs.57,914.

#### **1.4 Inaccuracies in Summary Statement of Appropriation**

The summary statement of appropriation reflects transfers from NGCDF Board total amount of Kshs.184,260,022 while the statement of receipts and payments and Note 1

to the financial statements reflect a total amount of Kshs.181,777,758. The resulting variance of Kshs.2,482,264 was not explained or supported.

### **1.5 Inaccuracies in Budget Execution by Sectors and Projects**

The budget execution by sectors and projects reflects analysis of primary schools and secondary schools' projects amounting to Kshs.20,400,000 and Kshs.70,184,632 which vary with the actual amounts of Kshs.31,663,800 and Kshs.75,782,190 respectively as per Note 6 to the financial statements. The resulting total variance of Kshs.16,861,358 was not explained or supported. Further, analysis of the sports projects has not been included in the statement.

In the circumstances, the accuracy and completeness of the financial statements could not be confirmed.

### **2. Unsupported Expenditure**

The statement of receipts and payments and Note 5 to the financial statements reflects an amount of Kshs.5,202,649 on use of goods and services out of which an expenditure of Kshs.788,000 relates to other committee expenses. Review of records revealed that an amount of Kshs.300,000 was incurred on Monitoring and Evaluation (M&E). Although photographic evidence was provided as proof of monitoring and evaluation activities, there were no documented monitoring and evaluation reports. Further, review of the payment vouchers revealed that the CDFC committee made sitting allowance claims which were not supported with minutes of the meetings.

In the circumstances, the accuracy and completeness of other committee expenses amounting to Kshs.788,000 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 - Kamukunji Constituency Management in accordance with ISSAI 130 on the Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audit 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.

## **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. Failure to Constitute a Bursary Committee**

The statement of receipts and payments and the corresponding Note 7 to the financial statements reflects a total expenditure of Kshs.47,287,896 paid as bursaries to secondary schools and tertiary institutions. However, Management did not establish a subcommittee of education bursary, mock examinations and continuous assessment tests whose core mandate is vetting of applicants contrary the provisions of circular No.NG-CDFB/CEO/BOARD CIRCULARS VOL II (021) of 18 June, 2020. An examination of a sample of the application forms revealed no evidence of vetting by the education bursary, mock examinations and continuous assessment tests committee. Further, the chairman or the secretary of the vetting committee did not sign the application form as proof of approval or rejection of the application.

In addition, minutes of the vetting committee and the details of the successful applicants was not provided for audit.

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

### **2. Poor Implementation of Projects**

Review of records revealed that the Management awarded the construction of 150 Meters storm water drainage and 1620SQM paving slabs around 16 classrooms at Heshima Primary School to a local contractor at a contract sum of Kshs.2,412,800 on 16 October, 2021. However, physical inspection of the project carried out at the school on 28 July, 2023 revealed that whereas works on paving slabs had been completed, no works had commenced on the drainage system. At the time of the inspection, the contractor had already left the site while an amount of Kshs.2,370,500 representing 98% of the contract sum had been paid.

In the circumstances, the value for money on the amount of Kshs.2,370,500 incurred on the project could not be confirmed.

### **3. Irregular Branding of Projects**

Physical inspection of various projects implemented by the Fund Management carried out on 28 July, 2023 revealed that projects implemented at Eastleigh Airport Primary School, Our Lady of Mercy Primary School, Our Lady of Mercy Girls Secondary School and Zawadi Primary School were branded with the name of the area Member of Parliament contrary to Section 25(3) of the National Government Constituencies Development Fund Act, 2015.

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

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

## REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

### **Conclusion**

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and 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 controls as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal controls, risk management and overall governance.

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

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

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



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

### **Auditor-General's Responsibilities for the Audit**

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

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

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal controls in order to give an assurance on the effectiveness of internal controls, risk management and 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 controls would not necessarily disclose all matters in the internal controls that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

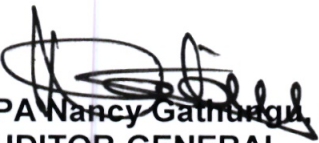
Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
 CPA Nancy Gatunga, CBS  
**AUDITOR-GENERAL**

**Nairobi**

**23 August, 2023**

**KAMUKUNJI Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

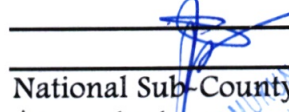
**VII. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE 2022**

	Note	2021-2022	2020-2021
			Kshs
<b>RECEIPTS</b>			
Transfers from NGCDF Board	1	181,777,758	92,400,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	6,000
<b>TOTAL RECEIPTS</b>		<b>181,777,758</b>	<b>92,406,000</b>
<b>PAYMENTS</b>			
Compensation of employees	4	770,220	2,325,675
Use of goods and services	5	5,202,649	4,168,767
Transfers to Other Government Units	6	121,445,990	95,274,493
Other grants and transfers	7	56,494,603	40,465,849
Acquisition of Assets	8	-	-
Other Payments	9	-	-
<b>TOTAL PAYMENTS</b>		<b>183,913,462</b>	<b>142,234,784</b>
<b>SURPLUS/DEFICIT</b>		<b>(2,135,704)</b>	<b>(49,828,784)</b>

The Constituency financial statements were approved on 30/07 2022 and signed by:

  
Fund Account Manager

Farah G. Keinan

  
National Sub-County  
Accountant  
Stephen Mbugua  
ICPAK M/No:14496

  
Chairman NG-CDF Committee

Dickens Otieno Okode

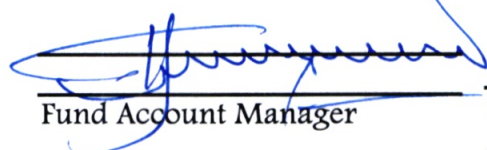
*Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2022*

VIII. STATEMENT OF ASSETS AND LIABILITIES AS AT 30<sup>TH</sup> JUNE, 2022


	Note	2021-2022	2020-2021
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalents</b>			
Bank Balances (As Per the Cash Book)	10A	346,599	2,482,263
Cash Balances (Cash at Hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>346,599</b>	<b>2,482,263</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	11	0	0
<b>Total Financial Assets</b>		<b>346,599</b>	<b>2,482,263</b>
<b>Financial Liabilities</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	12A	0	0
Gratuity	12B	0	0
<b>Total Financial Liabilities</b>			
<b>Net Financial Assets</b>		<b>346,599</b>	<b>2,482,263</b>
<b>Represented By</b>			
Fund Balance B/Fwd	13	2,482,263	52,311,047
Prior Year Adjustments	14		
Surplus/Deficit for The Year		<b>(2,135,704)</b>	<b>(49,828,784)</b>
<b>Net Financial Position</b>		<b>346,599</b>	<b>2,482,263</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements.

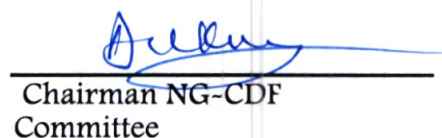
The Constituency financial statements were approved on 30/07 2022 and signed by:

  
Fund Account Manager

Farah G. Keinan

  
National Sub-County  
Accountant

Stephen Mbugua  
ICPAK M/No:14496

  
Chairman NG-CDF  
Committee

Dickens Otieno Okode

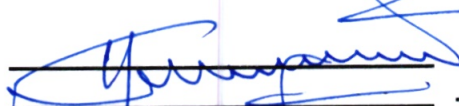
**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

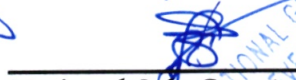
**IX. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30TH JUNE 2022**

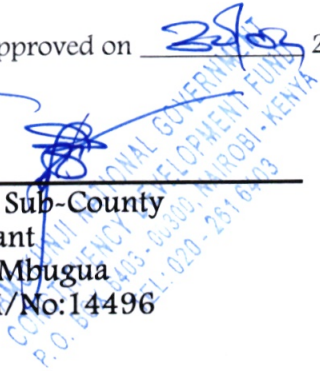
	Notes	2021 - 2021	2021 - 2021
		Kshs	Kshs
Transfers From NGCDF Board	1	181,777,758	92,400,000
Other Receipts	3	-	6,000
<b>Total Receipts</b>		<b>181,777,758</b>	<b>92,406,000</b>
Payments			
Compensation Of Employees	4	770,220	2,325,675
Use Of Goods and Services	5	5,202,649	4,168,767
Transfers To Other Government Units	6	121,445,990	95,274,493
Other Grants and Transfers	7	56,494,603	40,465,849
Other Payments	9	-	-
<b>Total Payments</b>		<b>183,913,462</b>	<b>142,234,784</b>
<b>Total Receipts Less Total Payments</b>		<b>-</b>	<b>-</b>
Adjusted For:			
Decrease/(Increase) In Accounts Receivable	15	-	-
Increase/(Decrease) In Accounts Payable	16	-	-
Prior Year Adjustments	14	-	-
<b>Net Cash Flow from Operating Activities</b>		<b>(2,135,704)</b>	<b>(49,828,784)</b>
<b>Cashflow From Investing Activities</b>			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	8	-	-
<b>Net Cash Flows from Investing Activities</b>		<b>-</b>	<b>-</b>
Net Increase In Cash And Cash Equivalent		<b>(2,135,704)</b>	<b>(49,828,784)</b>
<b>Cash &amp; Cash Equivalent At Start Of The Year</b>	<b>10</b>	<b>2,482,263</b>	<b>52,311,047</b>
<b>Cash &amp; Cash Equivalent At End Of The Year</b>	<b>10</b>	<b>346,559</b>	<b>2,482,263</b>


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements

The Constituency financial statements were approved on 27/06/2022 2022 and signed by:

  
 Fund Account Manager  
 Farah G. Keinan

  
 National Sub-County  
 Accountant  
 Stephen Mbugua  
 ICPAK M/No:14496



  
 Chairman NG-CDF  
 Committee  
 Dickens Otieno Okode

*KAMUKUNJI Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2022*

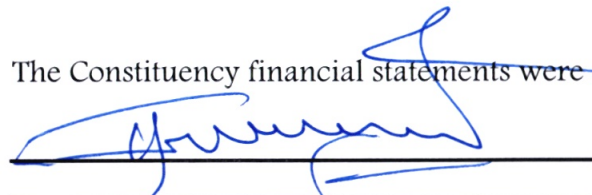
X. Summary Statement of Appropriation for the Year Ended 30<sup>th</sup> June 2022

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 %
<b>RECEIPTS</b>		<b>Opening Balance (C/B) and AIA</b>	<b>Previous years Outstanding Disbursements</b>				
Transfers from NG-CDF Board	137,088,879.00	2,482,264.00	44,688,879.00	184,260,022.00	184,260,022.00	-	100.00
Proceeds from Sale of Assets	-			-	-	-	0.0%
Other Receipts	-	-		-	-	-	0.0%
<b>TOTAL RECEIPTS</b>	<b>137,088,879.00</b>	<b>2,482,264.00</b>	<b>44,688,879.00</b>	<b>184,260,022.00</b>	<b>184,260,022.00</b>	<b>-</b>	<b>100.00</b>
<b>PAYMENTS</b>							
Compensation of Employees	771,040.00	-	-	771,040.00	770,220.00	840.00	99.89
Use of goods and services	5,201,000.00	-	-	5,201,000.00	5,202,669.76	(1,669.76)	100.03
Transfers to Other Government Units	91,584,632.00	-	30,095,566.00	121,680,198.00	121,445,990.20	234,207.80	99.81
Other grants and transfers	39,532,207.00	2,482,264.00	14,593,313.30	56,607,784.30	56,494,603.00	113,181.30	99.80
Acquisition of Assets	-	-	-	-	-	-	0.0%
Other Payments	-	-	-	-	-	-	0.0%
<b>TOTAL</b>	<b>137,088,879.00</b>	<b>2,482,264.00</b>	<b>44,688,879.30</b>	<b>184,260,022.30</b>	<b>183,913,482.96</b>	<b>346,559.34</b>	<b>99.81%</b>

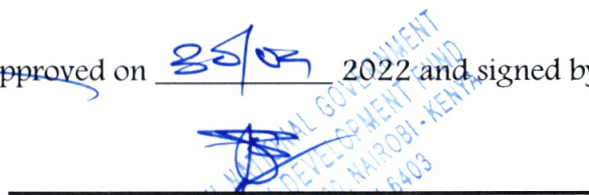
**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilization difference totals	346,559
Less undisbursed funds receivable from the Board as at 30th June 2022	-
	346,559
Add Accounts payable	-
Less Accounts Receivable	-
Add/Less Prior Year Adjustments	-
Cash and Cash Equivalents at the end of the FY 2021/2022	346,559


The Constituency financial statements were approved on 30/06 2022 and signed by:

  
 \_\_\_\_\_  
 Fund Account Manager

Farah G. Keinan

  
 \_\_\_\_\_  
 National Sub-County Accountant

Stephen Mbugua  
 ICPAK M/No:14496

  
 \_\_\_\_\_  
 Chairman NG-CDF  
 Committee

Dickens Otieno Okode

*Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2022*

XI. BUDGET EXECUTION BY SECTORS AND PROJECTS FOR THE YEAR ENDED 30<sup>TH</sup> JUNE 2022

Programme/Sub-programme	Original Budget(a)	Adjustments(b)		Final Budget c = (a+b)	Actual on comparable basis(d)	Budget utilization difference(e = c- d)	% of Utilisation(f=d/c %)
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
	2021/2022			2021/2022	30/06/2022		
	Kshs		Kshs	Kshs	Kshs	Kshs	
<b>1.0 Administration and Recurrent</b>							
1.1 Compensation of employees	771,040.00			771,040.00	770,220.00	820.00	99.89
1.2 Committee allowances	2,951,000.00			2,951,000.00	2,952,649.00	(1,649.00)	100.06
1.3 Use of goods and services	300,000.00			300,000.00	300,000.00	-	100.00
<b>Total</b>	<b>4,022,040.00</b>		<b>-</b>	<b>4,022,040.00</b>	<b>4,022,869.00</b>	<b>(829.00)</b>	<b>100.02</b>
<b>2.0 Monitoring and evaluation</b>						-	
2.1 Capacity building	1,200,000.00			1,200,000.00	1,200,000.00	-	100.00
2.2 Committee allowances	300,000.00			300,000.00	300,000.00	-	100.00
2.3 Use of goods and services	450,000.00			450,000.00	450,000.00	-	100.00
<b>Total</b>	<b>1,950,000.00</b>		<b>-</b>	<b>1,950,000.00</b>	<b>1,950,000.00</b>	<b>-</b>	<b>100.00</b>
<b>3.0 Emergency</b>	<b>7,192,207.00</b>			<b>7,192,207.00</b>	<b>7,192,207.00</b>	<b>-</b>	<b>100.00</b>
3.1 Primary Schools	29,100,000.00		2,813,800.00	31,913,799.24	31,663,800.00	249,999.24	99.22
3.2 Secondary schools	62,484,632.00		13,281,766.00	75,766,398.00	75,782,190.20	(15,792.20)	100.02
3.3 Tertiary institutions	-		14,000,000.00	14,000,000.00	14,000,000.00	-	100.00
3.4 Security projects	-		-	-	-	-	
3.5 Unutilised	-		-	-	-	-	



***Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2022***

Total	91,584,632.00	-	30,095,566.00	121,680,197.24	121,445,990.20	234,207.04	99.81
4.0 Bursary and Social Security				-			
4.1 Secondary Schools	16,000,000.00		11,038,894.00	27,038,894.00	27,038,894.00	-	100.00
4.2 Tertiary Institutions	14,340,000.00	2,482,264.00	3,539,419.30	20,361,683.30	20,249,002.00	112,681.30	99.45
4.3 Social Security				-		-	
4.4 Special Needs				-	-		
Total	30,340,000.00	2,482,264.00	14,578,313.30	47,400,577.30	47,287,896.00	112,681.30	99.76
5.0 Sports	2,000,000.00		15,000.00	2,015,000.00	2,014,500.00	500.00	99.98
5.10						-	
Total	2,000,000.00		15,000.00	2,015,000.00	2,014,500.00	500.00	99.98
6.0 Environment							
Total	-	-	-	-	-	-	
7.0 Primary Schools Projects							
Eastleigh Airport Primary School	10,000,000.00			10,000,000.00		10,000,000.00	
Our Lady of Mercy Girls Primary	3,500,000.00			3,500,000.00		3,500,000.00	
Zawadi Primary School	7,900,000.00		3,400,000.00			-	
Heshima Road Primary School			2,000,000.00	2,000,000.00		2,000,000.00	
Muthurwa Primary School			4,900,000.00	4,900,000.00		4,900,000.00	
				-		-	
Total	21,400,000.00	-	10,300,000.00	20,400,000.00	-	20,400,000.00	
8.0 Secondary Schools Projects							
Kamukunji Sec School	1,950,000.00			1,950,000.00		1,950,000.00	

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

OLM Girls Secondary School	1,950,000.00			1,950,000.00		1,950,000.00	
St Teresas Boys Sec School	15,784,632.00			15,784,632.00		15,784,632.00	
Zawadi Mixed Sec School	50,500,000.00			50,500,000.00			
				-		-	
<b>Total</b>	<b>91,584,632.00</b>	<b>-</b>	<b>-</b>	<b>70,184,632.00</b>	<b>-</b>	<b>19,684,632.00</b>	
9.0 Tertiary institutions Projects				-		-	
Kamukunji Technical and Vocational collage			14,000,000.00			-	
<b>Total</b>	<b>-</b>		<b>14,000,000.00</b>	<b>-</b>	<b>-</b>	<b>-</b>	
10.0 Security Projects				-		-	
						-	
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
11.0 Acquisition of assets				-		-	
<b>Total</b>	<b>-</b>		<b>-</b>	<b>-</b>		<b>-</b>	
12.0 Other payments				-		-	
<b>Total</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	
13.0 unallocated fund							
Unapproved projects						-	
AIA						-	
PMC savings							
				-		-	
<b>Total</b>	<b>137,088,879.00</b>	<b>2,482,264.00</b>	<b>44,688,879.30</b>	<b>184,260,021.54</b>	<b>183,913,462.20</b>	<b>346,559.34</b>	<b>99.81</b>

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

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

**STATEMENT OF APPROPRIATION EXTRACT (FOR COMPARISON OF APPROPRIATION STATEMENT PAYMENTS TOTALS AND BUDGET EXECUTION TOTALS)**

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 %
		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
<b>PAYMENTS</b>							
Compensation of Employees	771,040.00	-	-	771,040.00	770,220.00	840.00	99.89
Use of goods and services	5,201,000.00	-	-	5,201,000.00	5,202,669.76	(1,669.76)	100.03
Transfers to Other Government Units	91,584,632.00	-	30,095,566.00	121,680,198.00	121,445,990.20	234,207.80	99.81
Other grants and transfers	39,532,207.00	2,482,264.00	14,593,313.30	56,607,784.30	56,494,603.00	113,181.30	99.80
Acquisition of Assets	-	-	-	-	-	-	
Other payments	-	-	-	-	-	-	
UNALLOCATED FUND	-	-	-	-	-	-	
<b>TOTAL</b>	<b>137,088,879.00</b>	<b>2,482,264.00</b>	<b>44,688,879.30</b>	<b>184,260,022.30</b>	<b>183,913,482.96</b>	<b>346,559.34</b>	<b>99.81</b>

## **XI. Significant Accounting Policies**

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

### **1. Statement of Compliance and Basis of Preparation**

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

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

### **2. Reporting Entity**

The financial statements are for the NGCDF-Kamukunji 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.

***Significant Accounting Policies continued***

**Transfers from the National Government Constituency Development Fund (NG-CDF)**

Transfers from the NG-CDF to the constituency are recognized when cash is received in the Constituency account.

**Proceeds from Sale of Assets**

Proceeds from disposal of assets are recognized as and when cash is received in the constituency account.

**Other receipts**

These include Appropriation-in-Aid and relates to receipts such as proceeds from sale of tender documents, rent receipts, interest earned on bank balances, hire of Plant/Equipment/Facilities, Unutilized funds from PMCs among others.

***Unutilized Funds from PMCs.***

All unutilized funds of the Project Management Committee (PMC) are returned to the constituency account. Unutilized funds from PMCs are recognised as other receipts upon return to the constituency account.

**External Assistance**

External assistance refers to grants and loans received from local, multilateral and bilateral development partners. In the year under review there was no external assistance received.

**b) Recognition of payments**

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

***Significant Accounting Policies continued***

**Compensation of Employees**

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

**Use of Goods and Services**

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

**Acquisition of Fixed Assets**

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

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

**5. In-kind contributions**

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

***Significant Accounting Policies continued***

**6. Cash and Cash Equivalents.**

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

***Significant Accounting Policies continued***

**7. Accounts Receivable**

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

**8. Accounts Payable**

For the purposes of these financial statements, Deposits (gratuity and retentions) held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. Gratuity earned on monthly is held on behalf of the employee and later paid at the end of the contract period. This is an enhancement to the cash accounting policy adopted by National Government Constituencies Development Fund as prescribed by PSASB. Other liabilities including pending bills are disclosed in the financial statements.

***Significant Accounting Policies continued***

**9. Pending Bills**

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

**10. Unutilized Fund**

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

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest which is accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on 30th June 2021 for the period 1<sup>st</sup> July 2021 to 30<sup>th</sup> June 2022 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

**12. Comparative Figures**

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

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2022.



*Significant Accounting Policies continued*

**14. Errors**

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

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

**15. Related Party Transactions**

The Entity regards a related party as a person or an entity with the ability to exert control individually or jointly, or to exercise significant influence over the Entity, or vice versa.

XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2021-2022	2020-2021
		Kshs	Kshs
NGCDF Board			
AIE NO	1	33,000,000.00	9,000,000.00
AIE NO	2	34,000,000.00	8,500,000.00
AIE NO	3	10,000,000.00	13,000,000.00
AIE NO	4	24,000,000.00	6,900,000.00
AIE NO	5	5,000,000.00	6,000,000.00
AIE NO	6	12,000,000.00	6,000,000.00
	7	15,000,000.00	13,000,000.00
	8	20,000,000.00	8,000,000.00
	9	17,088,879.00	10,000,000.00
	10	11,688,879.00	12,000,000.00
<b>TOTALS</b>		<b>181,777,758.30</b>	<b>92,400,000</b>

2. PROCEEDS FROM SALE OF ASSETS

	2021-2022	2020-2021
	Kshs	Kshs
Receipts from sale of Buildings	00	00
Receipts from the Sale of Vehicles and Transport Equipment	00	00
Receipts from sale of office and general equipment	00	00
Receipts from the Sale Plant Machinery and Equipment	00	00
		00
<b>Total</b>	<b>00</b>	<b>00</b>

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

3. OTHER RECEIPTS

	2021-2022	2020-2021
	Kshs	Kshs
Interest Received		
Rents		
Receipts from sale of tender documents		76000
Hire of plant/equipment/facilities		
Unutilized funds from PMCs		
Other Receipts Not Classified Elsewhere		
<b>Total</b>		<b>76,000</b>

**4. COMPENSATION OF EMPLOYEES**

	2021-2022	2020-2021
	Kshs	Kshs
NG-CDFC Basic staff salaries	722,700.00	1,305,875
<b>Personal allowances paid as part of salary</b>		
House Allowance	-	-
Transport Allowance	-	-
Leave allowance	-	-
Gratuity to contractual employees	-	948,520
Employer Contributions Compulsory national social security schemes	47,520.00	71,280
<b>TOTALS</b>	<b>770,220.00</b>	<b>2,325,675</b>

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

**5. USE OF GOODS AND SERVICES**

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Utilities, supplies and services	-	474,000
Electricity	350,000.00	-
Water & sewerage charges	-	12,800
Office rent	-	-
Communication, supplies and services	120,000.00	366,834
Domestic travel and subsistence	-	300,000
Printing, advertising and information supplies & services	504,898.00	228,003
Rentals of produced assets	-	-
Training expenses	1,604,000.00	676,530
Hospitality supplies and services	-	52,000
Other committee expenses	788,000.00	245,000
Committee allowance	1,212,000.00	680,000
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	494,900.00	319,580
Fuel , oil & lubricants	-	-
Other operating expenses	-	402,000
Bank service commission and charges	128,851.00	70,020
Other Operating Expenses	-	342,000
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	-
Routine maintenance- other assets	-	-
<b>TOTAL</b>	<b>5,202,649.00</b>	<b>4,168,767</b>

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Transfers to Primary Schools	31,663,800.00	26,623,022
Transfers to Secondary Schools	75,782,190.20	28,651,471
Transfers to Tertiary Institutions	14,000,000.00	40,000,000
<b>TOTAL</b>	<b>121,445,990.20</b>	<b>95,274,493</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

Description	2021-2022	2020 - 2021
	Kshs	Kshs
Bursary - Secondary ( see attached list)	27,038,894.00	20,327,000
Bursary -Tertiary ( see attached list)	20,249,002.00	3,069,000
Bursary- Special Schools	-	-
Mocks & CAT ( see attached list)	-	-
Social Security programmes (NHIF)	-	-
Security Projects ( see attached list)	-	12,272,849
Sports Projects ( see attached list)	2,014,500.00	2,097,000
Environment Projects ( see attached list)	-	2,700,000
Emergency Projects ( see attached list)	7,192,207.00	-
<b>TOTAL</b>	<b>56,494,603.00</b>	<b>40,465,849</b>

**8. ACQUISITION OF ASSETS**

	2021-2022	2020-2021
	Kshs	Kshs
Purchase of Buildings	00	00
Construction of Buildings	00	00
Refurbishment of Buildings	00	00
Purchase of Vehicles and Other Transport Equipment	00	00
Overhaul of Vehicles and Other Transport Equipment	00	00
Purchase of Household Furniture and Institutional Equipment	00	00
Purchase of Office Furniture and General Equipment	00	00
Purchase of ICT Equipment, Software and Other ICT Assets	00	00
Purchase of Specialized Plant, Equipment and Machinery	00	00
Rehabilitation and Renovation of Plant, Machinery and Equip.	00	00
Acquisition of Land	00	00
Acquisition of Intangible Assets	00	00
<b>Total</b>	<b>00</b>	<b>00</b>

**9. OTHER PAYMENTS**

	2021-2022	2020-2021
	Kshs	Kshs
Strategic plan	00	753,543
ICT Hub	00	00
	<b>00</b>	<b>753,543</b>

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

---

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2021-2022	2020-2021
	Kshs	Kshs
<i>Equity Bank, Account Number 0430262662557</i>	<b>346,559</b>	<b>2,482,263</b>
	-	-
	-	-
<b>TOTAL</b>	<b>346,559</b>	<b>2,482,263</b>
<b>10B: CASH IN HAND</b>		
Location 1	00	00
Location 2		
Location 3		
Other Locations ( <i>specify</i> )		
<b>Total</b>	<b>00</b>	<b>00</b>

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Annual Report and Financial Statements for The Year Ended June 30, 2022**

*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>
FARAH KEINAN		00	00	00
<i>Total</i>		00	00	00

12A. RETENTION

	2021-2022	2020-2021
	<i>KShs</i>	<i>KShs</i>
Retention as at 1 <sup>st</sup> July (A)	00	00
Retention held during the year (B)		
Retention paid during the Year (C)		
Closing Retention as at 30 <sup>th</sup> June D= A+B-C	00	00

12B. GRATUITY

	2021-2022	2020-2021
	<i>KShs</i>	<i>KShs</i>
Gratuity as at 1 <sup>st</sup> July (A)	00	00
Gratuity held during the year (B)		
Gratuity paid during the Year (C)		
Closing Gratuity as at 30 <sup>th</sup> June D= A+B-C	00	00

13. BALANCES BROUGHT FORWARD

	2021-2022 (1 <sup>st</sup> July 2022)	2021-2020 (1 <sup>st</sup> July 2021)
	Kshs	Kshs
Bank accounts	2,482,263	52,311,047
Cash in hand		
Imprest		
<b>TOTAL</b>	<b>2,482,263</b>	<b>52,311,047</b>

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2021/2022 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2021/2021
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	00	00	00
Cash in hand			
Accounts Payables			
Receivables			
Others ( <i>specify</i> )			
<b>TOTAL</b>	<b>00</b>	<b>00</b>	<b>00</b>

16. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

	2021-2022	2020-2021
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July (A)	00	00
Imprest issued during the year (B)		
Imprest surrendered during the Year (C)		
closing accounts in account receivables D= A+B-C	00	00

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

	<b>2021 – 2022</b>	<b>2021 - 2021</b>
	<b>KShs</b>	<b>KShs</b>
Deposit and Retentions as at 1 <sup>st</sup> July (A)	00	00
Deposit and Retentions held during the year (B)		
Deposit and Retentions paid during the Year (C)		
closing account receivables D= A+B-C	00	00



NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2021-2022	2020-2021
	Kshs	Kshs
Construction of buildings	00	00
Construction of civil works	00	00
Supply of goods	00	00
Supply of services	00	00
	00	00

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2021-2022	2020-2021
	Kshs	Kshs
NGCDFC Staff	00	00
Others ( <i>specify</i> )	00	00
	00	00

17.3: UNUTILIZED FUND (See Annex 3)

	2021-2022	2020-2021
	Kshs	Kshs
Compensation of employees	840.00	247,355
Use of goods and services	(1,670)	-
Amounts due to other Government entities (see attached list)	234,208	19,294,983
Amounts due to other grants and other transfers (see attached list)	113,181	27,484,615
Acquisition of assets		-
Others ( <i>specify</i> )	-	138,190
Funds pending approval		
	346,559	47,165,143

***Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Annual Report and Financial Statements for The Year Ended June 30, 2022***

---

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

17.4: PMC account balances (See Annex 5)

	2021-2022	2020-2021
	Kshs	Kshs
PMC account balances (see attached list)	612,755.17	1,168,731.37

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2022**

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	a	b	c	d=a-c	
<b>Construction of buildings</b>					
1.					
2.					
3.					
Sub-Total					
<b>Construction of civil works</b>					
4.					
5.					
6.					
Sub-Total					
<b>Supply of goods</b>					
7.					
8.					
9.					
Sub-Total					
<b>Supply of services</b>					
10.					
11.					
12.					
Sub-Total					
Grand Total					

*Kmukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022*

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 2022	Comments
<b>NG-CDFC Staff</b>				
1. Catherine Karimi Karanga	Office Secretary	01.08.2019	111,600.00	
2. Antony muchemi Gichuki	Clerical officer	01.08.2019	103,639.00	
3.				
	<b>Sub-Total</b>		<b>215,239.00</b>	
	<b>Grand Total</b>		<b>215,239.00</b>	

*Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022*

ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2021/2022	2020/2021	
Compensation of employees		840.00	247,355	
Use of goods & services		(1,669.76)	-	
Amounts due to other Government entities		234,207.80	19,294,983	
Sub-Total		233,378.04	19,542,338	
Amounts due to other grants and other transfers		113,181.30	27,484,615	
Sub-Total		346,559.34	47,026,953	
Acquisition of assets		-	-	
Others ( <i>specify</i> )		-	138,190	
Sub-Total		346,559.34	47,165,143	
Funds pending approval				
Grand Total		346,559.34	47,165,143	

*Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022*

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2021/22	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land	0			0
Buildings and structures				
Transport equipment				
Office equipment, furniture and fittings	1,140,841			1,140,841
ICT Equipment, Software and Other ICT Assets	1,723,700			1,723,700
Other Machinery and Equipment				
Heritage and cultural assets				
Intangible assets				
<b>Total</b>	-			-
	2,864,541.00			2,864,541.00

**Kamukunji Constituency**  
**National Government Constituencies Development Fund (NGCDF)**  
**Reports and Financial Statements for The Year Ended June 30, 2022**

ANNEX 5 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2022


PMC	Bank	Account number	Bank Balance	Bank Balance
			2021/2022	2020/2021
Zawadi Primary School	EQUITY	0430266420617	27,334.16	11,634.16
Zawadi Mixed Sec School	EQUITY	0430271555683	8,839.01	50,318.91
Heshima Primary School	EQUITY	0430266420793	24,336.90	54,205.90
Muthurwa Primary School	EQUITY	0430271260491	39,493.41	95,811.71
OIM Girls Primary School	EQUITY	0430179433396	15,527.00	230,836.00
Kamukunji Secondary School	EQUITY	0430266419870	23,106.08	417,710.08
Kamukunji Technical Collage	EQUITY	0430279814740	154,262.47	95,587.47
Easleigh Airport Primary School	EQUITY	0430266420444	127,194.29	19,965.29
Moi Airbase Primary School	EQUITY	0430271260831	192,661.85	192,661.85
	<b>TOTAL</b>		<b>612,755.17</b>	<b>1,168,731.37</b>

*Kamukunji Constituency  
National Government Constituencies Development Fund (NGCDF)  
Reports and Financial Statements for The Year Ended June 30, 2022*

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
OAG/NRB HUB/NGCDF- KAMUKUNJI/2020- 2021/FD/13  1.0	<b>Inaccuracies in the Financial Statements</b> <b>Understatement of transfer to other Government entities,</b> accuracy of the payment of Kshs. 65,766,807 for the year ended 30 June, 2021 could not be confirmed	The above has been noted and corrected and amended financial statements provided for audit review for confirmation. Attached amended financial statements.	Resolved	Resolved
			Resolved	Resolved

  
Farah G. Keinan  
Fund Account Manager.

KAMUKUNJI NATIONAL GOVERNMENT  
CONSTITUENCY DEVELOPMENT FUND  
P.O. BOX 8403 - 00300, NAIROBI - KENYA  
TEL: 020 - 281 6403