

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Enhancing Accountability



REPORT

THE NATIONAL ASSEMBLY
PAPERS LAID

DATE: **14 AUG 2024** DAY: **WEDNESDAY**

TABLED
BY:

Hon. Ombudsman
DEPUTY CHIEF OF THE
MAJORITY PARTY

CLERK-AT
THE-TABLE:

KESTER NGINYO

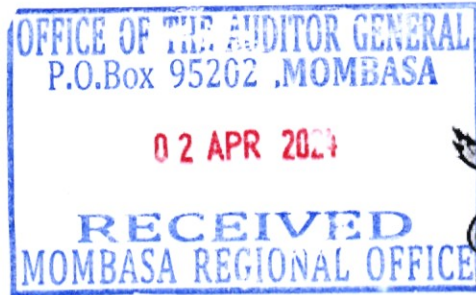
THE AUDITOR-GENERAL

ON

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – LIKONI CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE, 2023





LIKONI CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS
FOR THE FINANCIAL YEAR ENDED
30 JUNE, 2023

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

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1. Acronyms and Glossary of Terms

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC-Project Management Committee

BOD Board of Directors

BOQ Bill of Quantities

CEO Chief Executive Officer

COC Constituency Oversight Committee

CSR Corporate Social Responsibility

DCC Deputy County Commissioner

FAM Fund Account Manager

FBO Faith Based Organization

FY Financial Year

HQ Headquarters

ICT Information and Communication Technology

M&E Monitoring and Evaluation

MDA Ministries, Departments and Agencies

MIS Management Information System

MTP Medium Term Plan

NGCDF National Government Constituencies Development Fund

NGCDFC National Government Constituency Development Fund Committee

NASC National Assembly Select Committee on NG-CDF

NGO Non-Governmental Organization

OAG Office of Auditor General

PAS Performance Appraisal System

PC Performance Contract

PFMA Public Finance Management Act

PESTEL Political, Economic, Social, Technological, Environmental and Legal

PMC Projects Management Committee

PLWD Person with Disability

QMS Quality Management System

RC Regional Coordinator

SDG Sustainable Development Goals

SCA Sub County Accountant

SCIA Sub County Internal Auditor

SDE Sub-county Director of Education

SCSCMO Sustainable Development Goals

SDG Sustainable Development Goals

SP Strategic Plan

SWOT Strengths, Weaknesses, Opportunities and Threats

2. 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 2022. The Act is a successor to the Constituencies Development Fund (CDF) Act of 2003 which initiated the Fund and its subsequent amendments/reviews of 2007 and 2013. At cabinet level, NG-CDF is represented by the Cabinet Secretary for the Treasury, who is responsible for the general policy and strategic direction of the Fund.

Mandate

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

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

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- 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 Likoni 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)

Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Bawazir Mohamed
2.	Sub-County Accountant	Sebina Wambui
3.	Chairman NGCDFC	Binti Ali Kiza
4.	Member NGCDFC	Mwanamisi Matano Kibanzi

(c) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Likoni 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.

(d) Likoni Constituency NGCDF Headquarters

P.O. Box 96780-80110
NGCDF Building
Off Mombasa- Lunga Lunga Rd (Likoni Flats-opp Mt. Sinai Academy)
Mombasa, KENYA

(e) Likoni Constituency NGCDF Contacts

Telephone: (254) 706604839
E-mail: cdflikoni@ngcdf.go.ke
Website: likoni.cdf.go.ke

(f) Likoni Constituency NGCDF Bankers

Cooperative Bank of Kenya
Likoni Branch
A/C NO: 01120043565700
P.O. Box 90430-80100
Mombasa.

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

3. NG-CDFC Chairman's Report

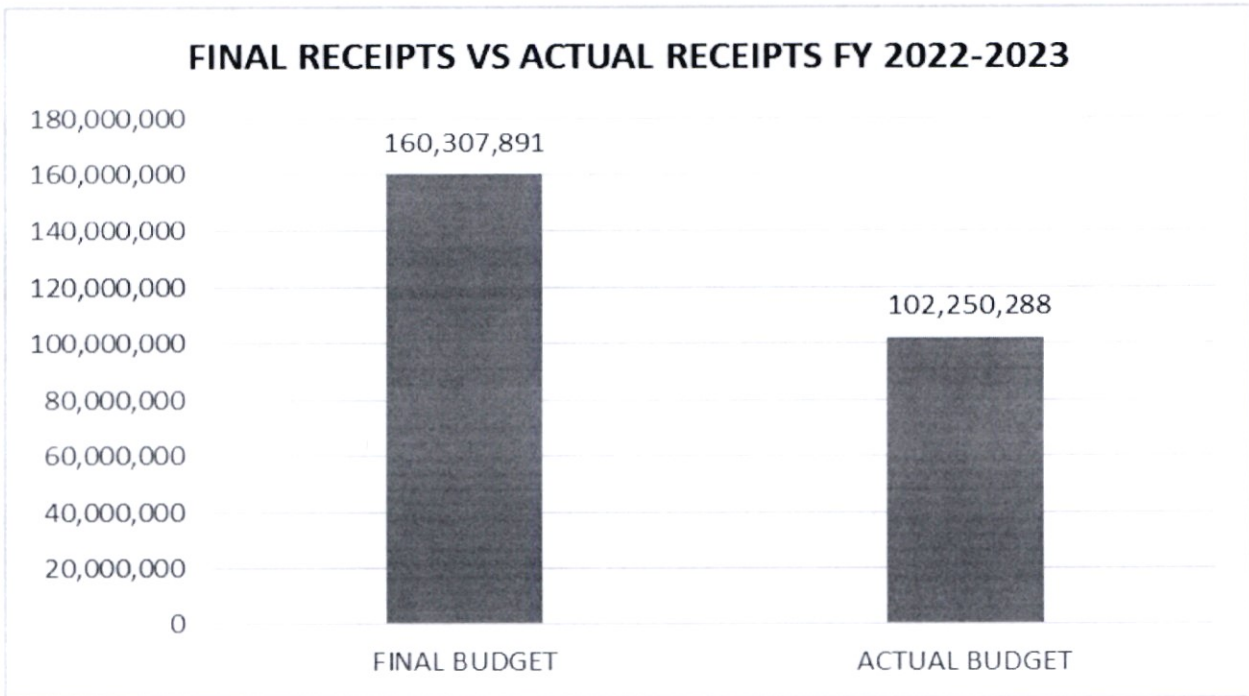


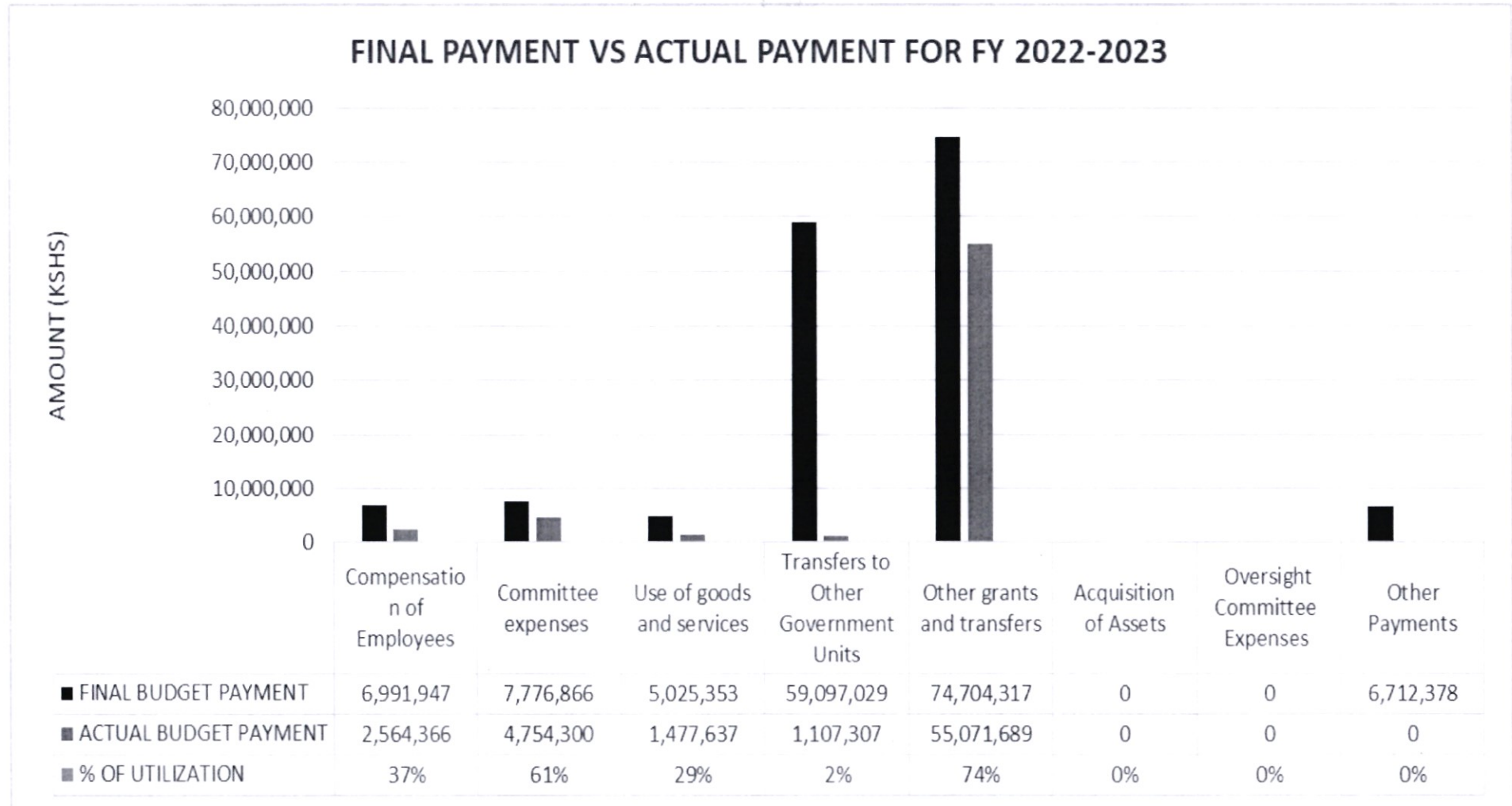
On behalf of the people of Likoni constituency and on my own behalf I take this opportunity to present the un audited financial report for Ngcdf Likoni for fy 2022-2023. Under my leadership, I would like to report that we are on the right track with regard to developing of Ngcdf Likoni strategic plan for 2022-2027. Most of the key objective as envisaged in the strategic plan of fy2017-2022 have been met despite resource constraints. With support of the committee and the area Member of Parliament, I am confident that by the end of 2023 a new strategic plan will be in place and it will serve as a road map in guiding the constituency in realizing its socio economic goals and objectives. The Ngcdf Likoni had an approved final budget of ksh 160,337,890 in the Financial year 2022-2023 however the actual on comparable basis in fy 2022-2023 was ksh 102,250,288 comprising of a cash book opening balance of ksh 15,250,287 as at 1st of July 2022 and Aies received during the financial year under review of ksh 87,000,000. It should not escape our mind that this has been a very difficult year again. The Covid 19 pandemic impacted negatively on our country and the whole world at large. This led to delays or rather reallocation of scarce resources by the National Government. Most of the funds were channelled to the health sector in order to minimize the negative effects of this pandemic. This is clearly depicted in low budget utilization. The diagrams below show budgets, receipts and expenditure in FY 2022-2023:

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SWOT Analysis

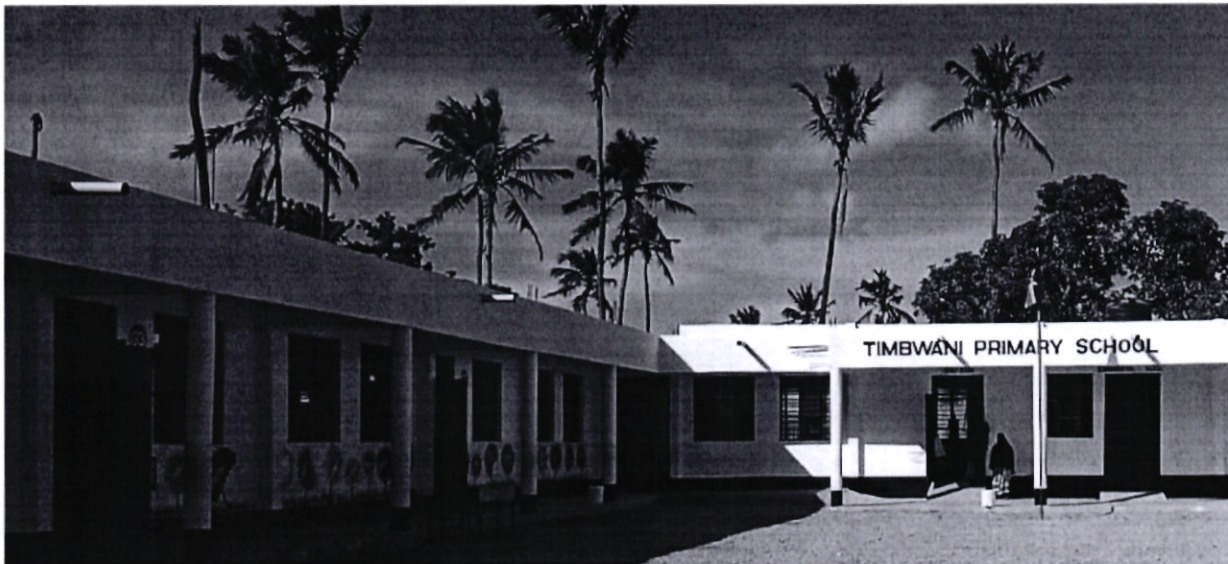
A detailed analysis of the strengths, weaknesses, opportunities as well as threats was undertaken and prioritized as outlined hereunder.

Strengths	Weaknesses
<ul style="list-style-type: none">• Committed leadership• PMC already in place and trained• Team work among committee members• Guaranteed source of funds• Receptive community• Existence of major roads linking to major• Diversity of membership• Willingness to learn	<ul style="list-style-type: none">• Poor communications strategy• Inadequate ICT infrastructure• Inadequate capacity in planning, monitoring and evaluation• Low rates of education attainment• Lack of diverse economic opportunities• Inadequate funding• Poor road conditions• Inadequate communication strategies
Opportunities	Threats
<ul style="list-style-type: none">• Secure environment• Existence of legal frameworks guiding national and devolved funds• Availability of Human Resource• Natural resources e.g. land, construction materials,• Existence of NGOs e.g. World Vision• Support from National Government and other stakeholders• Good road network• Arable land• Availability Electric power	<ul style="list-style-type: none">• Ignorance/inadequate information on NG-CDF operations• Unhealthy politicization of NG-CDF activities• Lack of transparency• Poverty; leading to high rate of land selling• Environmental degradation• High school dropout rate still significantly high• High rate in drug and substance abuse – Khat• Betting• Prolonged drought• HIV/AIDS prevalence is relatively high

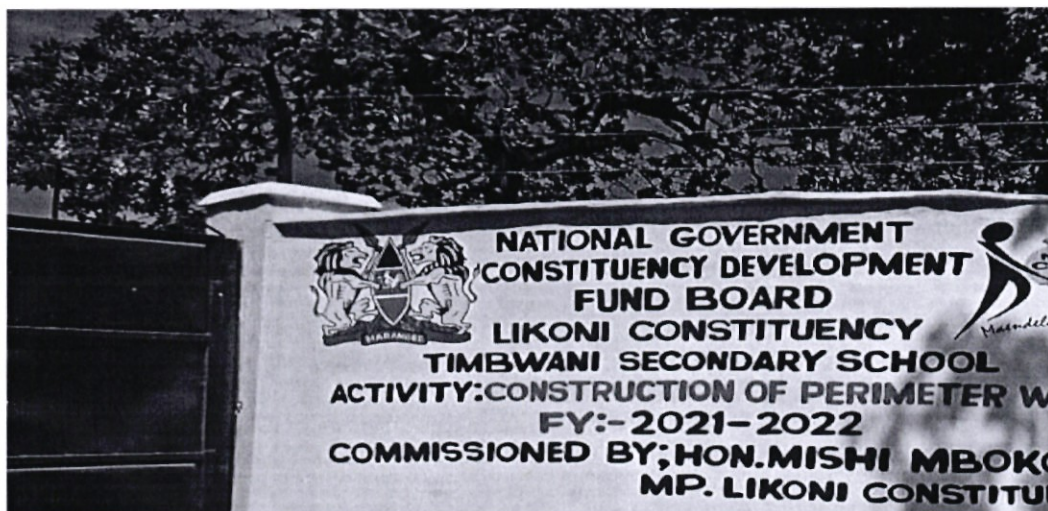
KEY ACHIEVEMENTS

During the FY 2022-2023, we managed to implement some of the following project listed below:

1. **PROJECT: Construction of 6no classrooms, admin offices and ablutions.**
Location: Timbwani Primary School.
Status: Complete and in use



2. **PROJECT: Construction of Perimeter Wall to completion.**
Location: Timbwani Secondary School.
Status: Completed.



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- 3. Project: Construction of 3no classroom storey building.
Location: Shika Adabu Secondary School.
Status: Completed and in use



- 4. Project: Construction of Bofu Chief's Office
Location: Bofu Ward
Status: Completed and in use



5. **PROJECT: Proposed Construction of Likoni Adult Learning Resource Center**
LOCATION: Timbwani Ward
Status: Completed



Emerging Issues

Likoni Constituency is faced with insecurity challenges and as a result we received proposals which are recurrent in nature and cannot be implemented as a project under the current ngcdf act of 2015.

Implementation Challenges

The late disbursement of funds from the ngcdf board hinders implementation of projects within the financial year. This problem can be solved if funds are remitted in time.

Likoni constituency is faced with high unemployment rate among the youth, to address this pertinent issue, the ngcdf committee through public participation have come up with interventions such as skills mtaani, driving school bursary award and building a resource centre that will be able to address these challenges.

.....
Name: Binti Ali Kiza
CHAIRMAN NGCDF COMMITTEE

4. Statement of Performance Against Predetermined Objectives for FY2022/23

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 *Likoni Constituency 2017-2027* plan are to:

- a) To enhance performance in primary from 251-280 marks and secondary 3.2-6.0 mean grade by 2023
- b) To improve the current security infrastructures by 50% by 2023
- c) To improve the current sports & creative art kits by 50% by 2023
- d) To improve the current environmental conservation by 50% by 2023
- e) To create new structures for governance & HR issues by 2023

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 Program	Objective	Outcome	Indicator	Performance
Education	To increase the current number of primary & secondary schools to 10% by 2023	Increased in number of new schools in the Constituency. enrolment in primary schools and improved transition to secondary schools and tertiary	- number of usable physical infrastructure built in primary, secondary, and tertiary institutions	The Ngcdf Likoni managed to build three new schools which are operational. A new school has been constructed in fy 2021-2022 at Timbwani ward Several renovations of primary school have been

		institutions		implemented too. In addition perimeter walls have been built to completion.
Security	f) To improve the current security infrastructures to 50% by 2023	Increased in security Infrastructure	-Number of chief offices built, number of police station built, Number of perimeter wall built	The Ngcdf Likoni has managed to build chief offices at Bofu and Likoni ward.
Environment	g) To improve the current environmental conservation to 50% by 2022	Increased in seedlings being planted, improved sanitation	Number of seedlings planted in schools, Number of toilets built in schools, Number of boreholes drilled	In fy 2022-2023 a new toilet will be built at Vyemani Primary School
Sports	To improve the current sports & creative art kits to 50% by 2022	Increased support for different teams	Number of sports kits and equipment for various sporting activities	Different sports discipline will be provided with sporting gears.

5. Governance Statement

Appointment of Ngcdf committee members

Section 43(1), (2), (3) and (4) of the National Government Constituencies Development Fund (NGCDF) Act state that:

every constituency.

(2) each Constituency Committee shall comprise of-

a) the national government official responsible for co-ordination of national government functions.

b) two men each nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment.

c) two women nominated in accordance with subsection (3), one of whom shall be a youth at the date of appointment.

d) one person with disability nominated by registered group representing persons with disabilities in the constituency in accordance with subsection (3)

e) two persons nominated by the constituency office established under Regulations made pursuant to the Parliamentary Service Act

f) the officer of the Board seconded to the Constituency Committee by the Board who shall be an ex officio member without a vote

g) one member co-opted by the Board in accordance with the regulations made by the Board.

The seven persons referred to in subsection (2) (b) (c) (d) and (e) shall be selected in such a manner and shall have such qualification as the Board may, by regulations prescribe.

The names of the persons selected under sub-section 3 shall be submitted by the Board to the National Assembly for approval before appointment and gazettement by the Board. Further, Section 43(8) provides that: The terms of office for Constituency Committee shall be two years and shall be renewable but shall expire upon the appointment of a new Constituency Committee in the manner provided for in the Act, or as may be approved by the Board.

Removal of Ngcdf Members

A member of the Constituency Committee may be removed from office on any one or more of the following grounds—

(a) lack of integrity;

(b) gross misconduct;

(c) embezzlement of public funds;

(d) bringing the committee into disrepute through unbecoming personal public conduct;

(e) promoting unethical practises;

(f) causing disharmony within the committee;

(g) physical or mental infirmity.

A decision to remove a member under subsection (13) shall be made through a resolution of at least five members of the Committee and the member sought to be removed shall be given a fair hearing before the resolution is made.

(15) A vacancy arising as a result of the removal of a member under subsection (13) shall be filled in the manner set out in subsection (10) and minutes of the meeting shall indicate the fact of the removal or appointment of a member.

The Functions of Ngcdfcs

The function of Ngcdfc shall be to:

- build the capacity of project management committees and sensitize the Community on the operations of the Fund;
- consider all project proposals from all wards in the Constituency and any other projects which a Constituency Committee considers beneficial to the Constituency;
- ensure that all proposed projects that are approved for funding meet the requirements of section 24 of the Act; 13
- ensure that project proposals submitted to the Board include detailed budget proposals , procurement plans and work plans;
- in approving a project and before submitting the to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and services) fall within the functions of the National Government under the Constitution
- consult with relevant government departments to ensure that cost estimates for projects are realistic;
- in considering joint projects, ensure that the participating constituencies enter into negotiations for effective implementation of such projects;
- subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- rank projects proposals in order of priority while ensuring that ongoing projects take precedence;
- ensure that all projects receive adequate funding and are completed within three years;
- where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- subject to the provisions of the Act and these Regulations, enter into a memorandum of understanding with collaborating partners, detailing all aspects of funding and implementation, before respective constituencies approve such a project for joint funding;
- rank projects proposals in order of priority while ensuring that ongoing projects take precedence;
- ensure that all projects receive adequate funding and are completed within three years;
- where a project involves purchase of a parcel of land or a building, ensure that the ownership thereof is duly verified and ownership documents authenticated with relevant government agencies;
- ensure that the principles of public finance as provided for under Chapter twelve of the Constitution and the Public Finance Management legislation are observed in the management of the Fund
- submit financial statements to the Board within sixty days of the end of the financial year to enable the Board comply with section 39(4) of the Act;
- collaborate with the officer of the Board seconded to the Constituency in the management of the Fund, including the keeping of proper records and maintenance of books of account in accordance with section 38(b) of the Act;
- recommend to the Board the removal of a committee member in accordance with section 43(13) and (14) of the Act;
- submit to the Board the report stipulated in section 5(5) of the Act, which report shall contain:
 - a list of all the new projects commenced during the financial year and their completion status; and
 - a list of all projects approved, funded and commenced during previous financial years, and their completion status;
- enter into performance contracting with the Board on an annual basis;
- in exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in Article 10 of the Constitution;
- receive returns from project management committees in accordance with regulation
- maintain a database of project management committees and reports from the respective committees;
- ensure that the reports referred to in paragraph
- are received before funding is released for each phase of the project being implemented;

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- record the names of all the signatories of the accounts of a project
- management committee as communicated to a Constituency
- Committee by the project management committee upon assumption of office;
- receive and address all complaints concerning the implementation of projects and collectively respond to audit queries concerning the Fund at the Constituency level;
- ensure that the committee does not enter into commitments for which funding has not been allocated;
- ensure projects are labeled in accordance with the guidelines issued by the Board;
- perform any other function assigned to it by the Board

The number of ngcdfcs meetings

The ngcdfcs should conduct at least six meetings but not more than twenty four meetings in a year

Risk Management

The Ngcdf Likoni has developed an up-to-date risk register where all possible risks that may occur during the daily operation of the fund is monitored and actions taken promptly so as to mitigate any losses.

Integrity

The Ng-cdfcs are supposed to adhere to chapter six of the constitution of Kenya. A member is not supposed to involve him or herself on issues that will impair his or her integrity and he or she should avoid at all times in issues that will bring conflict of interest such as seeking to benefit from tenders etc.

Allowances

The Cabinet Secretary shall, with the approval of the National Assembly Select Committee on National Government Constituencies Development Fund, issue guidelines on allowances payable to members of a constituency committee and other government officers involved in the management of the Fund.

6. Environmental and Sustainability Reporting

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

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

To attain this level of sustainability, we acknowledge challenges currently arising from the effects of Covid- 19 that have adversely affected the sporting activities and thereby limiting the potential benefits envisaged in using sports as development strategy within the constituency. On macro levels FY 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

Environment Policy and Action Plan

Protection of the environment in which we live and operate is part of Likoni NGCDF initiatives

Care for the environment is one of our key responsibilities and an important aspect in the way in which we carry out our operations.

Our Environmental Policy

In this policy statement Likoni NGCDF commits to:

- ✓ Comply with all relevant environmental legislation, regulations and approved codes of practice
- ✓ Protecting the environment by striving to prevent and minimize our contribution to pollution of land, air, and water
- ✓ Seeking to keep wastage to a minimum and maximize the efficient use of materials and resources
- ✓ Managing and disposing of all wastage in a responsible manner;
- ✓ Providing training for our NGCDFC and staff so that we all work in accordance with this and within an environmentally aware culture
- ✓ Regularly communicating our environmental performance to our employees and other significant stakeholders
- ✓ Developing our management processes to ensure that environmental factors are considered during planning and implementation
- ✓ Monitoring and continuously improving our environmental performance.
- ✓ Seeking to leverage our environmental impact by encouraging stakeholders to improve their environmental performance

Our Environmental Action Plan

Likoni NGCDF has identified four areas in which we as an office have direct or indirect environmental impact, and where we can implement initiatives to manage and reduce these impacts. These four areas together with our approach and targets for each are shown below:

Impact Area	Approach
Capacity Building	<ul style="list-style-type: none"> • Promote environmental awareness by sensitizing the Likoni NG-CDFC, NG-CDFC staff and PMCs on good conservation practices • To encourage, through regular communication to Likoni NG-CDFC, staff, and other stakeholders changes in individual behaviour to reduce usage

Conservation of Energy and Resources	<ul style="list-style-type: none">• To maximize use of available technologies to remove the need to use paper• To encourage our clients to engage with us using electronic means where possible• To maximize on rain water harvesting• To make energy efficiency a key factor in the selection of any new energy device being purchased• To invest in available energy saving technologies and devices within our existing premises
Environmental Protection and Conservation	<ul style="list-style-type: none">• To promote use of volt guards to control power surges• We have constructed culverts and gabions to prevent soil erosion• To encourage tree planting in the constituency to improve the forest cover.• To promote purchase and installation of fire extinguishers to aid in extinguishing and controlling fires
Pollution Control and Waste Management	<ul style="list-style-type: none">• To ensure that all paper waste is recycled• To ensure segregation of waste• To ensure proper human waste disposal through construction of pit latrines, septic and soak pit tanks

3. Employee welfare

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

The constituency promotes a healthy lifestyle and provides all employees with health insurance cover through a reliable insurance Scheme. Employees are encouraged and supported to continually build on their skills and knowledge. Likoni 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-

Likoni NG-CDF 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.

NG-CDF 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-

Likoni NG-CDF 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.

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



.....
Name: Bawazir Mohamed

Fund Account Manager.

7. 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-Likoni 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, 2023. 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-Likoni 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, 2023, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF- Likoni Constituency further confirms the completeness of the accounting records maintained for the *constituency*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF Likoni 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

Likoni Constituency

National Government Constituencies Development Fund (NGCDF)

Annual Report and Financial Statements for The Year Ended June 30, 2023

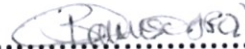
form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF- Likoni Constituency financial statements were approved and signed by the Accounting Officer on 22/3/2024.



.....
Name: Bintj Ali Kiza
Chairman – NGCDF Committee



.....
Name: Bawazir Mohamed
Fund Account Manager

REPUBLIC OF KENYA

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

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - LIKONI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2023

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 the Government achieves value for money and that such funds are applied for the intended purpose.
- C. Report on the 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, risk management environment and 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

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Likoni Constituency set out on pages 27 to 62, which

Report of the Auditor-General on National Government Constituencies Development Fund - Likoni Constituency for the year ended 30 June, 2023

comprise of the statement of assets and liabilities as at 30 June, 2023 and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, 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 the National Government Constituencies Development - Likoni Constituency as at 30 June, 2023 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 (Amended 2022) and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Project Management Committee Bank Balances

Note 18.4 to the financial statements and as detailed in Annex 5 reflects Project Management Committee (PMC) account balances of Kshs.8,212,737. However, bank reconciliation statements and their related supporting documents were not provided for audit review.

In the circumstances, the accuracy and completeness of PMC bank balances of Kshs.8,212,737 could not be confirmed.

2. Unconfirmed Assets Balance

Annex 4 of the financial statements reflects summary of fixed assets balances totaling Kshs.21,745,986, which include transport equipment of Kshs.6,807,383, out of which a balance of Kshs.3,762,883 relate to a Fund's bus that has been grounded for undisclosed period of time. The mechanical report of the status of the vehicle concerning its reparability or otherwise was not provided for audit.

In addition, the Fund donated an ambulance to Mishi Mboko Secondary School. However, the authority to donate from the NGCDF board, the transfer documents and the handing over report were not provided for audit. This was contrary to Regulation 141(2) of the Public Finance Management (National Government) Regulations, 2015 which requires that both the Accounting Officer for the transferring national government entity and the Accounting Officer for the receiving national government entity or other institution shall sign the inventory when the transfer takes place.

Further, the NGCDF building valued at Kshs.11,169,452 as reflected in the summary of fixed asset register was constructed on land whose title deed was not provided for audit. Management explained that the land belonged to the County of Government of Mombasa

but was yet to be subdivided and was not supported. The value of the land was also not disclosed in Annex 4 of summary of fixed asset register.

In the circumstances, the valuation, ownership and safety of the Fund's assets could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Likoni 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 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.

Emphasis of Matter

Budgetary Control and Performance

The summary statement of appropriation reflects final receipts budget and actual on comparable basis of Kshs.160,307,890 and Kshs.102,250,287 respectively, resulting to an under-funding of Kshs.58,057,602, or 36% of the budget. Similarly, the Fund spent a balance of Kshs.64,976,498 against actual receipts of Kshs.102,250,287, resulting to an under-utilization of Kshs.37,273,789, or 37% of the actual receipts.

The under-funding and under-utilization affected the planned activities and may have impacted negatively on service delivery to the public.

My opinion is not modified in respect of this matter.

Key Audit Matters

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

Other Matter

Unresolved Prior Year Audit Matters

In the audit of the previous year, two issues were raised on budgetary control and performance and under Report on Lawfulness And Effectiveness In Use of Public Resources. However, Management has not provided evidence on how the two issues were resolved.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and

Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Anomalies in Construction of Likoni Chiefs Camp

The statement of receipts and payments and as disclosed in Note 8 to the financial statements reflects other grants and transfers of Kshs.55,071,689 which includes expenditure on security projects of Kshs.4,306,689. Included in this amount is Kshs.4,013,960 in respect of construction of Likoni Chief's Office. Review of the project file revealed that the Fund entered a contract for the works at a contract sum of Kshs.4,013,960 on 14 March, 2023. However, the contract document did not indicate the contract period and the Bill of Quantities did not provide for amenities for people living with disabilities.

Further, the building had not been connected to the power grid, the septic tank had no manhole cover and the contractor had not cleared the excess excavated material from the site.

In the circumstances, value for money on expenditure of Kshs.4,013,900 could not be confirmed.

The audit was conducted in accordance with the International Standards for Supreme Audit Institutions (ISSAIs) 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 comply 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 THE 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 the ISSAI 2315 and ISSAI 2330. The Standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal controls, risk Management and 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 the 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 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 Management.
- Conclude on the appropriateness of Management's use of the applicable basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to 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 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 communicate with them all relationships and other matters that may reasonably be thought to bear on my independence and where applicable, related safeguards.


FCPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi


17 May, 2024

9. Statement of Receipts and Payments for the Year Ended 30 June 2023


	Note	2022-2023	2021-2022
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF Board	1	87,000,000	182,177,758
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		87,000,000	182,177,758
PAYMENTS			
Compensation of employees	4	2,564,366	2,332,918
Committee expenses	5	4,860,800	4,500,000
Use of goods and services	6	1,408,836	4,472,616
Transfers to Other Government Units	7	1,000,807	111,240,591
Other grants and transfers	8	55,071,689	66,139,669
Acquisition of Assets	9	-	240,000
Oversight Committee Expenses	10	70,000	-
Other Payments	11	-	-
TOTAL PAYMENTS		64,976,498	188,925,795
SURPLUS/DEFICIT		22,023,502	(6,748,036)

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


The Constituency financial statements were approved by the NG-CDFC on 22/3/2024 and signed by:


Fund Account Manager

Name: Bawazir Mohamed


National Sub-County
Accountant

Name: Sabena Wambui
ICPAK M/No:


Chairman NG-CDF
Committee

Name: Binti Ali Kiza

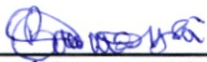
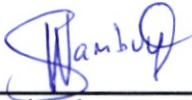

Likoni Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023

10. Statement Of Assets and Liabilities As At 30 June 2023

	Note	2022-2023	2021-2022
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	37,273,789	15,250,287
Cash Balances (cash at hand)	12B	-	-
Total Cash and Cash Equivalents		37,273,789	15,250,287
Accounts Receivable			
Outstanding Imprests	13	-	-
TOTAL FINANCIAL ASSETS		37,273,789	15,250,287
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	14A	-	-
Gratuity	14B	-	-
NET FINANCIAL SSETS		37,273,789	15,250,287
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	15,250,287	21,998,324
Prior year adjustments	16	-	-
Surplus/Defict for the year		22,023,502	(6,748,036)
NET FINANCIAL POSITION		37,273,789	15,250,287

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

The Constituency financial statements were approved by NG CDFC on 22/3/2024 and signed by:


		
_____ Fund Account Manager	_____ National Sub-County Accountant	_____ Chairman NG-CDF Committee
Name: Bawazir Mohamed	Name: Sabena Wambui ICPAK M/No:	Name: Binti Ali Kiza

11. Statement Of Cash Flows for The Year Ended 30 June 2023

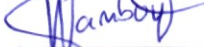
		2022-2023	2021-2022
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	87,000,000	182,177,758
Other Receipts	3	-	-
		87,000,000	182,177,758
Payments for operating activities			
Compensation of Employees	4	2,564,366	2,332,918
Committee expenses	5	4,860,800	4,500,000
Use of goods and services	6	1,408,836	4,472,616
Transfers to Other Government Units	7	1,000,807	111,240,591
Other grants and transfers	8	55,071,689	66,139,669
Oversight Committee Expenses	10	70,000	-
Other Payments	11	-	-
		64,976,498	188,685,795
Adjusted for:			
Decrease/(Increase) in Accounts receivable	17	-	-
Increase/(Decrease) in Accounts Payable	18	-	-
Prior year Adjustments	16	-	-
Net Adjustments		-	-
Net cash flow from operating activities		22,023,502	(6,508,036)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	(240,000)
Net cash flows from Investing Activities		-	(240,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		22,023,502	(6,748,036)
Cash and cash equivalent at BEGINNING of the year	12	15,250,287	21,998,324
Cash and cash equivalent at END of the year		37,273,789	15,250,287

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

The Constituency financial statements were approved by NG CDFC on 22/3/2024 and signed by:


Fund Account Manager

Name: Bawazir Mohamed


National Sub-County
Accountant

Name: Sabena Wambui
ICPAK M/No:


Chairman NG-CDF
Committee

Name: Binti Ali Kiza

12. Summary Statement of Appropriation for the Year Ended 30 n June 2023

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		Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	145,087,603	15,250,287	0	160,307,890	102,250,287	58,057,603	63.8%
Proceeds from Sale of Assets				0	-	-	0.0%
Other Receipts				0	-	-	
TOTAL RECEIPTS	145,087,603	15,250,287	0	160,307,890	102,250,287	58,057,603	63.8%
PAYMENTS							
Compensation of Employees	2,503,986	4,487,961		6,991,947.	2,564,366	4,427,581	36.7%
Committee expenses	5,110,628	1,866,238		6,976,866	4,860,800	2,116,066	69.7%
Use of goods and services	3,943,270	431,207		4,374,477	1,408,836	2,965,641	32.2%
Transfers to Other Government Units	57,827,218	1,269,811		59,097,029	1,000,807	58,096,222	1.7%
Other grants and transfers	67,557,522	7,176,795		74,734,317	55,071,689	19,662,628	73.7%
Acquisition of Assets				-	-	-	0.0%
Oversight Committee Expenses	1,450,876			1,450,876	70,000	1,380,876	4.8%
Other Payments	6,694,103	18,275		6,712,378	-	6,712,378	0.0%
TOTAL	145,087,603	15,250,287	0	160,337,890	64,976,498	95,361,392	40.5%

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

Likoni Constituency
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Annual Report and Financial Statements for The Year Ended June 30, 2023




Explanatory Notes.

The general utilization of funds is at 63.87% this was brought by delays in remittances of the fund by Ngcdf Board. By the closure of the financial year 2023 the ngcdf Likoni had not received ksh 58,057,603. The actual expenditure is at 40.5% this was due to late remittances of the fund from Ngcdf Board.

Compensation of employees is at 36.7% since for the better part of the year new staff had not been recruited. Transfer to other Government units was at 1.9% due to late remittances of the fund by Ngcdf Board.

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	95,361,392
Less undisbursed funds receivable from the Board as at 30th June 2023	58,087,603
	37,273,789
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 2022/2023	37,273,789

The Constituency financial statements were approved by NG CDFC on 22/31 2024 and signed by:

		
_____ Fund Account Manager	_____ National Sub-County Accountant	_____ Chairman NG-CDF Committee
Name: Bawazir Mohamed	Name: Sabena Wambui ICPAK M/No:	Name: Binti Ali Kiza

13. Budget Execution By Sectors And Projects For The Year Ended 30 June, 2023

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 %)
	2022-2023	Opening Balance (C/Bk) and AIA	Previous years Outstanding Disbursements	2022-2023	6/30/2023		
	Kshs		Kshs	Kshs	Kshs	Kshs	
1.0 Administration and Recurrent							
1.1 Compensation of employees	2,503,986	4,487,961		6,991,947	2,564,366	4,427,581	
1.2 Committee allowances	928,000	1,324,118		2,252,118	1,772,400	479,718	
1.3 Use of goods and services	3,273,270	175,587		3,448,857	1,038,036	2,410,821	
Total	7,205,256	5,987,666	-	12,692,922	5,374,802	7,318,120	
2.0 Monitoring and evaluation							
2.1 Capacity building	1,782,628	141,120		1,923,748	370,800	1,552,948	
2.2 Committee allowances	2,700,000	401,000		3,101,000	3,088,400	12,600	
2.3 Use of goods and services	670,000	255,620		925,620		925,620	
Total	4,852,628	797,740	-	5,650,368	3,459,200	2,191,168	
3.0 Emergency							
3.1 Primary Schools	2,075,000			2,075,000	2,075,000	-	
3.2 Secondary schools	1,800,000			1,800,000	1,800,000	-	

*Likoni Constituency
National Government Constituencies Development Fund (NGCDF)
Annual Report and Financial Statements for The Year Ended June 30, 2023*

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				
	2022-2023			2022-2023	6/30/2023		
3.3 Tertiary institutions	185,000			185,000	185,000	-	
3.4 Security projects			-	-		-	
3.5 Unutilised	3,576,190	236,957		3,813,147		3,813,147	
Total	7,636,190	236,957		7,873,147	4,060,000	3,813,147	
4.0 Bursary and Social Security				-			
4.1 Secondary Schools	33,000,000	10,611		33,010,611	33,839,000	(828,389)	
4.2 Tertiary Institutions	12,000,000	360,537		12,360,537	11,462,000	898,537	
4.3 Social Security		2,264,000		2,264,000	1,404,000	860,000	
4.4 Special Needs				-	-		
Total	45,000,000	2,635,148	-	47,635,148	46,705,000	930,148	
5.0 Sports				-		-	
5.1	2,467,416			2,467,416		2,467,416	
Total	2,467,416			2,467,416		2,467,416	
6.0 Environment							
	2,170,000			2,170,00		2,170,000	

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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				
	2022-2023			2022-2023	6/30/2023		
Total	2,170,000		-	2,170,000	-	2,170,000	
7.0 Primary Schools Projects							
TIMBWANI PRIMARY	12,590,604			12,590,604		12,590,604	
LIKONI PRIMARY	5,512,054			5,512,054		5,512,054	
TIMBWANI PRIMARY	7,100,000			7,100,000		7,100,000	
PUM PRIMARY	4,500,000			4,500,000		4,500,000	
PELELEZA PRIMARY SCHOOL	1,945,252			1,945,252		1,945,252	
SHONDA PRIMARY SCHOOL	23,379,308			23,379,308		23,379,308	
TIMBWANI PRIMARY		1,975		1,975		1,975	
LIKONI PRIMARY		125,780		125,780		125,780	
Total	55,027,218	127,755	-	55,154,973	-	55,154,973	
8.0 Secondary Schools Projects							
TIMBWANI SEC	2,800,000			2,800,000		2,800,000	
MISHIMBOKO GIRLS		1,000,807		1,000,807	1,000,807	-	
MISHIMBOKO GIRLS P. WALL		141,250		141,250		141,250	

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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				
	2022-2023			2022-2023	6/30/2023		
Total	2,800,000	1,142,057	-	3,942,057	1,000,807	2,941,250	
9.0 Tertiary institutions Projects				-		-	
						-	
Total	-		-	-	-	-	
10.0 Security Projects				-		-	
SHONDA CHIEF OFFICE	5,141,958			5,141,958		5,141,958	
MBUTA CHIEF OFFICE	5,141,958			5,141,958	47,000	5,094,958	
LIKONI CHIEF'S OFFICE		4,259,689		4,259,689	4,259,689	-	
BOFU CHIEF OFFICE		18,000		18,000	-	18,000	
TIMBWANI CHIEF OFFICE		27,000		27,000	-	27,000	
Total	10,283,916	4,304,689	-	14,588,605	4,306,689	10,281,916	
11.0 Acquisition of assets				-		-	
Total	-		-	-	-	-	
12.0 Oversight Committee Expenses (itemize)				-		-	
Coc Committee Allowances	800,000			800,000		800,000	

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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				
	2022-2023			2022-2023	6/30/2023		
COC Goods& Services	650,876			650,876	70,000	580,876	
Total	1,450,876			1,450,876	70,000	1,380,876	
13.0 Other payments				-		-	
NGCDF P. WALL	3,194,103			3,194,103		3,194,103	
STRATEGIC PLAN	3,500,000	8,275.00		3,508,275		3,508,275	
Total	6,694,103	8,275	-	6,702,378	-	6,702,378	
14.0 unallocated fund							
Unapproved projects						-	
AIA		10,000.00		10,000		10,000	
PMC savings							
Total		10,000	-	10,000	-	10,000	
	145,087,603	15,250,287	-	160,337,890	64,976,498	95,361,392	

(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

14. 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-Likoni 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 Equivalent.

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 8 June, 2022 for the period 1st July 2022 to 30th June 2023 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.

Significant Accounting Policies Continued

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 2023.

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.

15. Notes To the Financial Statements

1. Transfers from NGCDF Board

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES		
Description	2022-2023	2021-2022
Normal Allocation	Kshs	Kshs
AIE NO B140980		33,000,000.00
AIE NO B105495		44,000,000.00
AIE NO B105843		22,000,000.00
AIE NO B128591		6,000,000.00
AIE NO B128903		14,000,000.00
AIE NO B154100		15,000,000.00
AIE NO B164435		18,000,000.00
AIE NO:B155870	-	18,088,879.00
AIE NO B155985	-	12,088,879.11
	-	
AIE NO B185303	7,000,000.00	
AIE NO B185549	6,000,000.00	
AIE NO B185683	15,000,000.00	
AIE NO B206001	5,000,000.00	
AIE NO B206448	12,000,000.00	
AIE NO B207555	15,000,000.00	
AIE NO B207838	15,000,000.00	
AIE NO B205058	12,000,000.00	
TOTAL	87,000,000.00	182,177,758

2. Proceeds From Sale of Assets

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Others (specify)	-	-
Total	-	-

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3. Other Receipts

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from sale of tender documents	-	-
Hire of plant/equipment/facilities	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

Notes To the Financial Statements (Continued)

4. Compensation Of Employees

4 COMPENSATION OF EMPLOYEES		
Description	2022-2023	2021-2022
	Kshs	Kshs
NG-CDFC Basic staff salaries	1,177,364	1,101,118
Basic Wages for casual labor	340,000	750,000
Personal allowances paid as part of salary		
House allowance	232,000	267,000
Transport allowance	176,000	204,000
Leave allowance	-	-
Gratuity-contractual employees	612,602	-
Employer Contributions Compulsory national social security schemes	26,400	10,800
TOTAL	2,564,366	2,332,918

5. Committee Expenses

5. Committee Expenses		
Description	2022-2023	2021-2022
	Kshs	Kshs
Sitting allowance	3,088,400	2,430,000
Other committee expenses	1,772,400	2,070,000
TOTAL	4,860.800	4,500,000

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6. Use of Goods and services

6 USE OF GOODS AND SERVICES		
Description	2022-2023	2021-2022
	Kshs	Kshs
Utilities, supplies and services	40,000	43,032
Communication, supplies and services	141,400	188,220
Domestic travel and subsistence	42,400	1,793,500
Printing, advertising and information supplies & services	81,240	254,000
Rentals of produced assets	-	-
Training expenses	370,800	425,000
Hospitality supplies and services	159,910	544,380
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	297,929	620,099
Fuel , oil & lubricants	-	-
Other operating expenses	250,000	21,425
Bank Charges	25,157	-
Security operations	-	-
Routine maintenance - vehicles and other transport equipment	-	327,700
Routine maintenance- other assets	-	255,260
TOTAL	1,408,836	4,472,616

Notes To The Financial Statements (Continued)

7. Transfer To Other Government Units

7 TRANSFER TO OTHER GOVERNMENT ENTITIES		
Description	2022-2023	2021-2022
	Kshs	Kshs
Transfers to Primary Schools	-	46,462,561
Transfers to Secondary Schools	1,000,807	61,156,520
Transfers to Tertiary Institutions	-	3,621,510
TOTAL	1,000,807	111,240,591

8. Other Grants and Other transfers

8 OTHER GRANTS AND OTHER PAYMENTS		
Description	2022-2023	2021-2022
	Kshs	Kshs
Bursary - Secondary (see attached list)	33,839,000	33,503,000
Bursary -Tertiary (see attached list)	11,462,000	9,252,000
Bursary- Special Schools	-	-
Mocks & CAT (see attached list)	-	-
Social Security programmes (NHIF)	1,404,000	1,404,000
Security Projects (see attached list)	4,306,689	7,737,983
Sports Projects (see attached list)	-	8,230,909
Environment Projects (see attached list)	-	2,741,777
Emergency Projects (see attached list)	4,060,000	3,270,000
Roads Projects	-	-
TOTAL	55,071,689	66,139,669

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Notes To the Financial Statements (Continued)

9. Acquisition Of Assets

9 ACQUISITION OF ASSETS		
Non Financial Assets	2022-2023	2021-2022
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of office furniture and and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	240,000
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
TOTAL	-	240,000

10. Oversight Committee Expenses

	2022-2023	2021-2022
10 Oversight Committee Expenses	Kshs	Kshs
COC Members allowance	-	-
Other COC expenses	70,000	-
TOTAL	70,000	-

11. Other Payments

	2022-2023	2021-2022
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
TOTAL	-	-

12. Cash Book Bank Balance

12A: Bank Balances (cash book bank balance)		
Name of Bank, Account No. & currency	2022-2023	2021-2022
	Kshs (30/6/2023)	Kshs (30/6/2022)
Cooperative Bank Of Kenya-Likoni Branch	37,273,789	15,250,287
Kenya Commercial Bank,A/C no. Branch . (deposit account)	-	-
	-	-
TOTAL	37,273,789	15,250,287
12B: CASH IN HAND)		
	2022-2023	2021-2022
	Kshs (30/6/2023)	Kshs (30/6/2022)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
TOTAL	-	-

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
Name of Officer	-	-	-	-
Total		-	-	-

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

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Notes to the Financial Statement Continued

14. Retention and Gratuity

14 A. Retention	<i>2022-2023</i>	<i>2021-2022</i>
	KShs	KShs
Retention as at 1 st July (A)	-	-
Retention held during the year (B)	-	-
Retention paid during the Year (C)	-	-
Closing Retention as at 30 th June D= A+B-C	-	-

14 B. Gratuity	<i>2022-2023</i>	<i>2021-2022</i>
	KShs	KShs
Gratuity as at 1 st July (A)	-	-
Gratuity held during the year (B)	-	-
Gratuity paid during the Year (C)	-	-
Closing Gratuity as at 30 th June D= A+B-C	-	-

15. Fund Balance B/F

15 BALANCES BROUGHT FORWARD		
	2022-2023	2021-2022
	Kshs (1/7/2022)	Kshs (1/7/2021)
Bank accounts	15,250,287	21,998,324
Cash in hand		
Imprest		
TOTAL	15,250,287	21,998,324

[Provide short appropriate explanations as necessary]

16. Prior Year Adjustments

16. PRIOR YEAR ADJUSTMENTS	Balance b/f FY 2021/2022 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2020/2021
Description of the error	Kshs	Kshs	Kshs
Bank accounts balances	-	-	-
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Others (specify)	-	-	-
Total	-	-	-

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

17. Changes In Accounts Receivable – Outstanding Imprests

17. CHANGES IN ACCOUNTS RECEIVABLE - OUTSTANDING IMPREST	2022-2023	2021-2022
	Kshs	Kshs
Outstanding Imprest as at 1st July (A)	-	-
Imprest issued during the year (B)	-	-
Imprest surrendered during the Year (C)	-	-
Closing accounts receivable as at 30th June 2022 (D=A+B-C)	-	-
Net changes in accounts receivables D-A	-	-

18. Changes In Accounts Payable – Deposits and Retentions

18. CHANGES IN ACCOUNTS PAYABLE - DEPOSITS AND RETENTION	2022-2023	2021-2022
	Kshs	Kshs
Deposits and Retention as a t 1st July 2019 (A)	-	-
Deposits and Retention held during the year (B)	-	-
Deposits and Retention paid during the year ©	-	-
Closing accounts payable at 30th June (D=A+B-C)	-	-
Net changes in accounts payables D-A	-	-

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Notes To the Financial Statements (Continued)

19. Other Important Disclosures

19.1: Pending Accounts Payable (See Annex 1)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
Total	-	-

19.2: Pending Staff Payables (See Annex 2)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
NGCDFC Staff	-	-
Others (<i>specify</i>)	-	-
Total	-	-

19.3: Unutilized Fund (See Annex 3)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
Compensation of employees	4,427,581	4,487,961
Committee expense	2,116,066	
Use of goods and services	2,965,641	2,297,445
Amounts due to other Government entities (see attached list)		
Primary school project		
Timbwani primary - 12,590,604		
Likoni Primary - 5,512,054		
Timbwani Primary - 7,100,000		
Puma primary - 4,500,000		
Peleleza Primary - 1,945,252		
Shonda Primary School - 23,379,308		
Timbwani Primary - 1,975		
Likoni Primary - 125,780		
Total = 55,154,963	58,096,222	1,269,811
Secondary School projects		
Timbwani secondary - 2,800,000		
Mishimboko Girls - 141,250		
Total = 2,941,250		

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Amounts due to other grants and other transfers (see attached list) -Emergency – 3,813,147 -Bursary /Nhif – 930,148 -Sports – 2,467,416 -Environment – 2,170,000 -Security: Shonda Chief- 5,141,958 Mbuta Chief – 5,141,958 Bofu Chief – 18,000 Timbwani Chief – 27,000 = 10,287,916	19,662,628	7,176,795
Acquisition of assets	-	-
Oversight Committee Expenses	1,380,876	-
Other (Strategic Plan)	6,712,378	8,275
Funds pending approval	-	10,000
Total	95,361,392	15,250,287

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18.4: PMC account balances (See Annex 5)

	<i>2022-2023</i>	<i>2021-2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	8,212,737	62,919,497
Total	8,212,737	62,919,497

16. Annexes

Annexes: 1 Analysis of Pending Accounts Payable

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	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.					
Sub-Total					
Grand Total					

Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 20xx	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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Annex 3 – Unutilized Fund

Name	Brief Transaction Description	Outstanding Balance Current FY	Outstanding Balance 2021-2022	Comments
Compensation of employees		4,427,581	4,487,961	
Committee expenses		2,116,066		
Use of goods & services		2,965,641	2,297,445	
Amounts due to other Government entities		58,096,222	1,269,811	
Sub-Total		67,605,510	8,055,217	
Amounts due to other grants and other transfers		19,662,628	7,176,795	
Sub-Total		19,662,628	7,176,795	
Acquisition of assets				
Oversight Committee Expenses (itemize)				
Coc Committee Expenses		1,380,876	8,275	
Others (<i>specify</i>)		6,712,378		
Sub-Total		8,093,254	8,275	
Funds pending approval			10,000	
Grand Total		95,361,392	15,250,287	

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs) 2022/23	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2022/23
Land				
Buildings and structures	11,169,452			11,169,452
Transport equipment	6,807,383			6,807,383
Office equipment, furniture and fittings	2,458,151			2,458,151
ICT Equipment, Software and Other ICT Assets	870,000			870,000
Other Machinery and Equipment	441,000			441,000
Heritage and cultural assets				
Intangible assets				
Total	21,745,986			21,745,986

Likoni Constituency**National Government Constituencies Development Fund (NGCDF)****Annual Report and Financial Statements for The Year Ended June 30, 2023****Annex 5 –PMC Bank Balances As At 30th June 2023**

NO.	PMC NAME	Account number	Bank	DATE A/C OPENED	Bank Balance	Bank Balance
	PMC				2022/2023	2021/22
1	BUBUBU SECONDARY SCHOOL	01134397330200	COOP BANK LIKONI	09/04/2014	137,592.75	6,858,290.25
2	INSPIRATIONS PRIMARY SCHOOL	01134627050400	COOP BANK LIKONI	09/03/2017	226,067.40	1,067.40
3	JAMVI LA WAGENI PRIMARY SCHOOL	01129627675700	COOP BANK LIKONI	16/06/2016	100,891.20	105,151.20
4	LIKONI ENVIRONMENTAL	01134627281400	COOP BANK LIKONI	27/05/2015	1,628.50	1,628.50
5	LIKONI OFFICE PMC	01134397352600	COOP BANK LIKONI	06/05/2014	7,633.75	7,633.75
6	LIKONI POLICE STATION	01134397444400	COOP BANK LIKONI	05/10/2012	2,252.90	2,252.90
7	LIKONI PRIMARY SCHOOL	01134397352500	COOP BANK LIKONI	06/05/2014	92,908.60	323,498.60
8	LIKONI PRIMARY SCHOOL CLASSROOM	01134627861500	COOP BANK LIKONI	20/02/2017	352,306.30	7,273,919.30
9	LIKONI SCHOOL FOR THE BLIND	01139628288600	COOP BANK LIKONI	26/05/2018	962	962
10	LIKONI SEC SCHOOL	01139396323602	COOP BANK LIKONI	11/06/2018	194,253.74	194,253.74
11	LIKONI SPORTS PROJECT	01134396638300	COOP BANK LIKONI	29/09/2011	66,974.40	672,706.40
12	LONGO CHIEF'S OFFICE PMC	01141628303900	COOP BANK LIKONI	12/06/2018	34,094.60	1,648,474.40
13	LONGO PRIMARY SCHOOL	01129044176500	COOP BANK LIKONI	17/06/2016	247,008.96	26,310.96
14	MAJI SAFI PRIMARY SCHOOL	01139043657504	COOP BANK LIKONI	17/02/2007	227,159.80	2,159.80
15	MISHI MBOKO GIRLS HIGH SCHOOL	01141628434900	COOP BANK LIKONI	15/10/2018	119,176.00	119,126.00
16	MTONGWE GIRLS SECONDARY SCHOOL	01139628267800	COOP BANK LIKONI	02/08/2018	322,752.20	5,955,222.20
17	MTONGWE PRIMARY PMC	01134627307500	COOP BANK LIKONI	26/03/2015	88,897.75	526,940.50
18	MWAHIMA SEC SCH PROJECT PMC	01139627619701	COOP BANK LIKONI	24/02/2017	452,220.30	454,620.30
19	MWANGALA PRIMARY SCHOOL	01134397179700	COOP BANK LIKONI	18/04/2018	2,482.75	2,482.75
20	MWEZA PRIMARY SCHOOL	01134397352700	COOP BANK LIKONI	06/05/2014	226,750.45	169,101.45
21	NEW MRIMA SEC SCHOOL-CDF PROJECT	01134396914200	COOP BANK LIKONI	15/03/2012	52,770.00	52,770.00
22	PELELEZA PRI.SCH-CDF PROJECT	01134397155000	COOP BANK LIKONI	07/05/2012	2,629.20	2,629.20
23	PUMA PRIMARY SCHOOL	01139628239500	COOP BANK LIKONI	10/04/2018	41,301.75	41,301.75

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24	PUMA SEC SCHOOL CDF PROJECT	01134396957700	COOP BANK LIKONI	05/04/2012	69,992.80	69,992.80
25	SHIKAADABU CHIEFS OFFICE NG-CDF	01134627785100	COOP BANK LIKONI	08/11/2016	5,977.15	5,977.15
26	SHIKAADABU PRIMARY SCHOOL NG CDF	01139628309800	COOP BANK LIKONI	22/06/2018	58,851.65	58,851.65
27	TIMBWANI POLICE POST	01141628417200	COOP BANK LIKONI	25/09/2018	7,136.00	7,136.00
28	VIJIWENI PRIMARY SCHOOL NG CDF	01134627876000	COOP BANK LIKONI	09/03/2017	171,687.80	171,687.80
29	MISHI MBOKO GIRLS HIGH SCHOOL TOILET	01141628434903	COOP BANK LIKONI	11/05/2020	20,429.50	20,379.50
30	MISHI MBOKO PRI.CLASSROOMS	01141628733200	COOP BANK LIKONI	15/10/2018	400	4,564,482
31	MISHI MBOKO GIRLS ADMIN	01141628434901	COOP BANK LIKONI	29/10/2019	1,000.50	1,000.50
32	MISHI MBOKO PRIMARY SCHOOL ADMIN	01141628733202	COOP BANK LIKONI	04/11/2019	8,176.10	8,176.10
33	MISHI MBOKO GIRLS HIGH SCHOOL BOREHOLE	01141628434904	COOP BANK LIKONI	19/06/2020	53,824.50	53,774.50
34	MRIMA PRIMARY SCH DEV A/C	01141628441100	COOP BANK LIKONI	04/11/2019	305,213.15	3,981,286.90
35	TIMBWANI CHIEF OFFICE	01141628638900	COOP BANK LIKONI	23/07/2019	68	68
36	MISHIMBOKO PRI.TOILET	01141628733201	COOP BANK LIKONI	04/11/2019	2,819.50	2,819.50
37	LIKONI SUB-COUNTY EDUCATION OFFICE	01141628729800	COOP BANK LIKONI	23/10/2019	135	135
38	VYEMANI PRI.SCHOOL	01129627575500	COOP BANK LIKONI	02/02/2016	219,198.00	0
39	LIKONI MUSLIM PRIMARY	01139628868200	COOP BANK LIKONI	16/06/2020	236,813.90	116,813.90
40	TIMBWANI PRI.SCH	01139657516600	COOP BANK LIKONI	24/06/2021	608,518.50	2,296,236.00
41	TIMBWANI SEC.SCHOOL	01139628892800	COOP BANK LIKONI	05/08/2020	36,040.00	396,553.00
42	MISHI MBOKO PRI.SCH.DESK	01141628733203	COOP BANK LIKONI	10/09/2020	9,675.00	9,675.00
42	MISHIMBOKO GIRLS LAB	01141628434905	COOP BANK LIKONI	27/08/2020	309,381.35	6,272,605.50
43	SHIKA ADABU SEC SCHOOL	01141657594700	COOP BANK LIKONI	08/06/2022	57,489.10	7,297,957.00
44	BOFU CHIEF'S OFFICE	01141657595500	COOP BANK LIKONI	14/06/2022	205,336.20	4,205,689.00
45	ADULT EDUCATION OFFICE	01141657594400	COOP BANK LIKONI	07/06/2022	979,763.50	3,567,120.00
46	MISHI MBOKO GIRLS DINNING HALL	01139628434904	COOP BANK LIKONI	01/03/2021	625,367.05	4,912,779.00
47	MISHI MBOKO GIRLS PERIMETER WALL	01139628434903	COOP BANK LIKONI	01/03/2021	132,246.65	451,117.00
48	LIKONI CHIEF'S OFFICE	01141657654500	COOP BANK LIKONI		1,448,462.00	0.00
49	MISHIMBOKO GIRLS HIGH SCH DORMITORY	01141628434902	COOP BANK LIKONI		4,680.50	4,680.50

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	TOTAL				8,212,736.90	62,919,496.85
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Annex 6: 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)
30 JUNE,2022	Budgetary Control and Performance.Under absorption by kshs 15,250,288	Funds were received late during the closure of financial hence the ngcdfc could absorb the full amount.	Funds have been fully absorbed.	
	Un-refunded pmc balances.	The ngcdfc resolved to prevail on pmcs to refund the balances to the main account	To be resolved by30 september,2023	

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**Name: Bawazir Mohamed
Fund Account Manager.**