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OF

THE AUDITOR-GENERAL

ON

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

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



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
MACHAKOS HUB.
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MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2021

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

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**

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**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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

Mandate

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

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

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

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

(c) Fiduciary Management

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

No	Designation	Name
1.	A.I.E holder	Aurelia M.Nyika
2.	Sub-County Accountant	Michael M. Kairuhu
3.	Chairman NGCDFC	Stephen Ndeto
4.	Member NGCDFC	Ruth Syombua

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Masinga Constituency NG-CDF. 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.

**MASINGA CONSTITUENCY
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(e) Masinga NG-CDF Headquarters

P.O. Box 121-90141,
CDF Office
Masinga Market
Kenya

(f) Masinga Constituency NGCDF Contacts

Telephone: (254) 722628554
E-mail: masingangcdf@ngcdf.go.ke
Website: www.cdf.go.ke

(g) Masinga Constituency NGCDF Bankers

Bank Name	Kenya Commercial Bank
Branch	Matuu Branch
Account Name	Masinga Constituency NG-CDF
Account Number	1105310906
Address	P.O. Box 36, Matuu.

(h) Independent Auditors

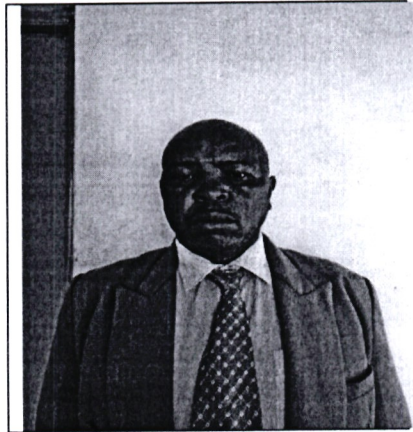
Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

**MASINGA CONSTITUENCY
 NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**

II. NG-CDFC CHAIRMAN'S REPORT

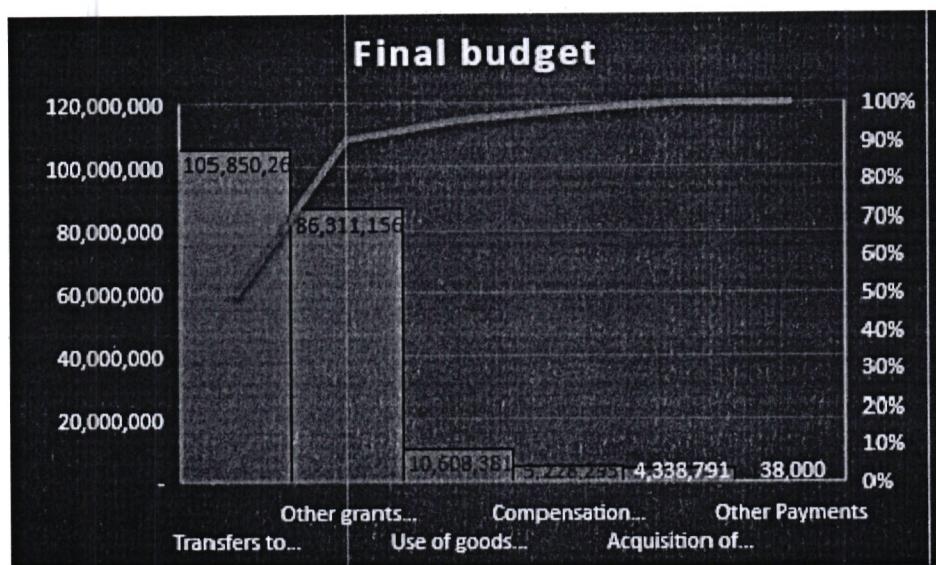


MASINGA Constituency is in Masinga District, Machakos County, where it was created in 2009 from the larger Yatta District. The overall population by 1999 census figures were 125,940 with the population expected to grow in the next ten years.

The NG-CDFC Masinga has always dedicated time to ensure prudent allocation of resources received from the NG-CDF board within the five wards of the constituency.

We pleased to present to you the annual report and financial statements for the financial year 2020-2021 for Masinga Constituency on behalf of the Masinga NG-CDF committee. In the year under review, the constituency received Kshs. **157,567,724** from the board and had an opening cash book balance of Ksh. **5,618,280**. The Constituency spent Kshs **150,471,465** and closed with a cashbook balance of Ksh. **12,714,539** which was **70.9%** compared to last FYR **2019/2020** of **51.9%** which is a great improvement.

Fig 1. Bar Graph of Final Budget for FYR 2020/2021



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Fig 2. Pie Chart of Percentage of Utilization for FYR 2020/2021

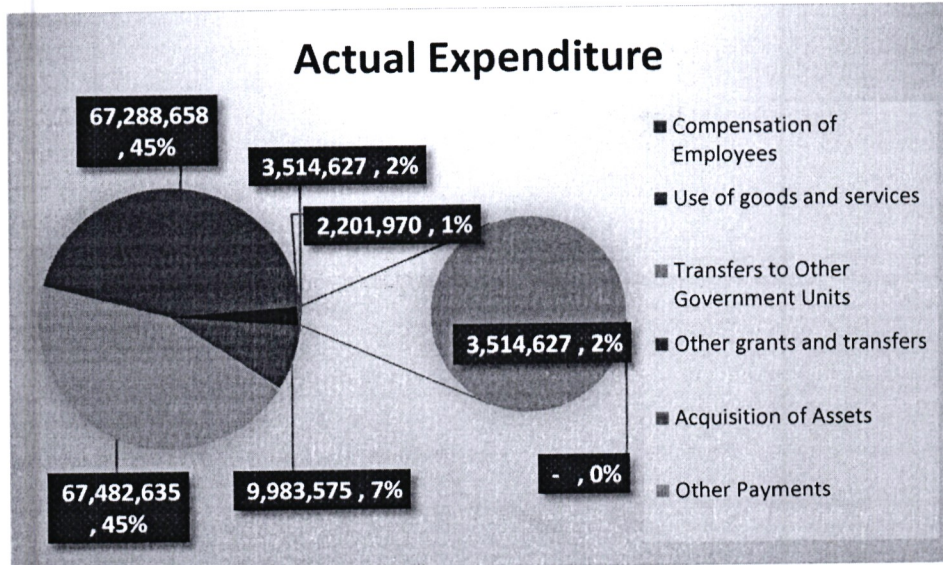
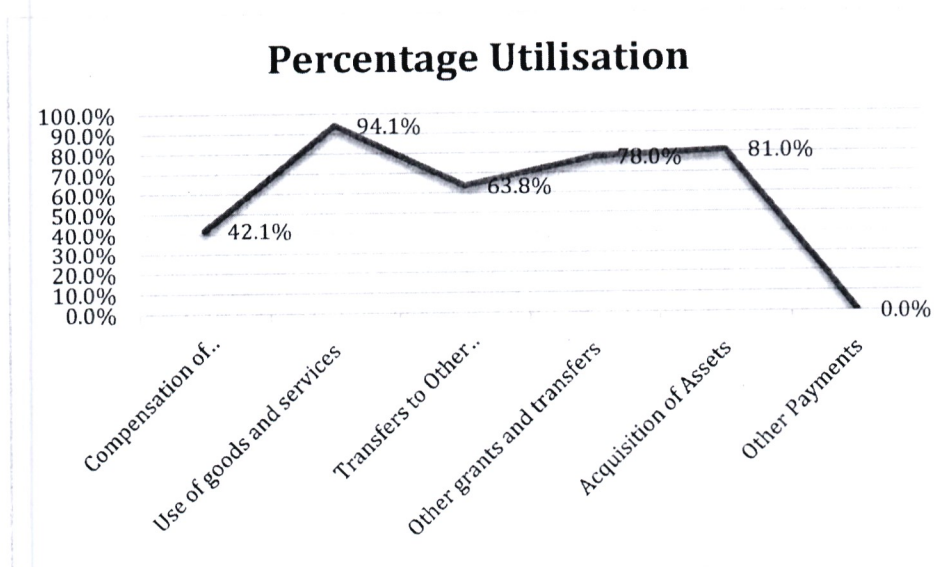


Fig 3. Percentage Utilization for FYR 2020/2021



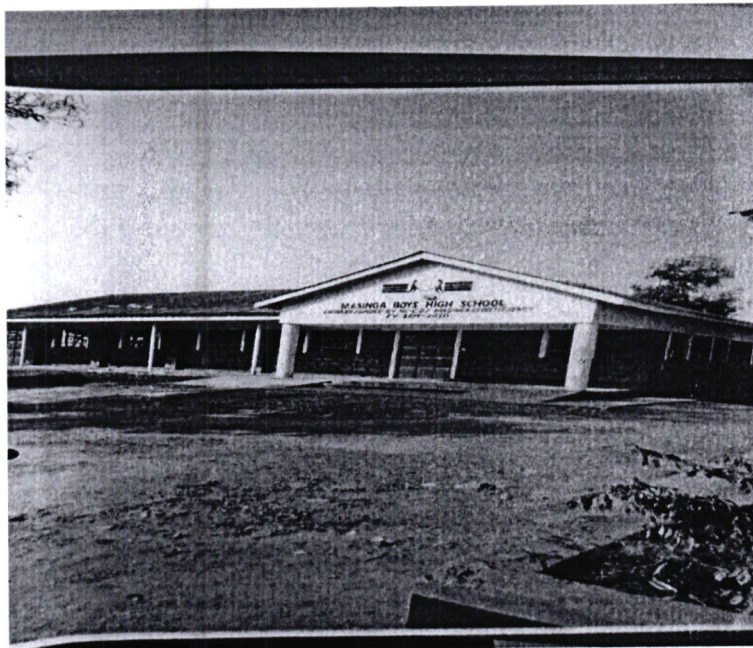
The mean aggregate was 70.9% which was an increment from last FYR 2019/2020 percentage of 51.9%.

The following projects were funded by MASINGA NG-CDF within the Financial Year 2020/2021:

51 Primary Schools and 19 Secondary Schools received funding to improve infrastructure in their institutions. 13 security project was also funded to improve infrastructure. 9 Primary schools and 2 secondary school were funded from the emergency kitty to improve their

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infrastructure. Needy students in Secondary Schools and needy students in Tertiary institutions benefited from the Bursary Kitty. The MASINGA Staff and all the Project Management Committees underwent training to perfect their knowledge in NG-CDF operations.



Challenges during the Financial

The major challenges experienced during the financial year 2019-2020 included:

- The effects of COVID-19 which hit not only Kenya but the whole world, and particularly Kenya during the last quarter of the financial year 2020-2021. Since the education sector which forms part of most NG-CDF projects was brought to a standstill, most projects for the year had not been implemented.
- The lack of sewer drainage/laterals within the constituency means the use of septic tanks which pushes the cost of building modern toilets high.

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➤ The residents lack the knowhow of what the reconstituted NG-CDF does and hence require civic education.

The following are the recommendation and what the committee is doing to overcome them;

- The committee agreed to ensure they call on resident to get vaccinated in number so as to ensure normalcy returns.
- On political interference we have been able to educate the society on effect of politicizing projects. We have also ensured transparency in our implementation process from inception to completion.

We look forward to improved efficiency in project implementation.

Sign: 

**CHAIRMAN NG-CDF COMMITTEE
NAME: Stephen M. Ndeto**

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III. STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES

Introduction

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

The key development objectives of NGCDF-MASINGA Constituency's 2018-2022 plan are to:

- a) To improve access to education and training
- b) To improve learning environment
- c) To improve the working and living conditions of security personnel
- d) To enhance environmental conservation
- e) To build and enhance youth talents through sports
- f) To improve ICT infrastructure

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 improve access to education and training and To improve learning environment	Increased number of needy students accessing education, Improved infrastructure and facilities in schools, Improved standards of education and Improved sanitation facilities in schools	➤ Number of usable physical infrastructure build in primary, secondary, and tertiary institutions. ➤ Number of bursary beneficiaries at all levels	In FY 2020/21 -we increased number of classrooms, dormitories, laboratories by 33 in number. -Bursary beneficiaries at all levels were 2500 in number.

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Security	To improve the working and living conditions of security personnel	Increased number of housing units and offices for security personnel	➤ Number of housing/office units built/refurbished for security personnel.	In FY 2020/21 -5 security projects were funded to improve their infrastructure.
Environment	To enhance environmental conservation	Increased environmental activities such as control of soil erosion through construction of gabions and planting of trees.	➤ Number of trees planted and gabions constructed	In FY 2020/21 57 hand washing 50 litre washing tanks with metallic stands
Sports	To build and enhance youth talents through sports	Increased number of youth involved in gainful activities.	➤ Number of clubs that benefited from sports activities	In FY 2020-2021 10 football clubs benefited from the sports kitty by being awarded with uniforms, boots, trophies and certificates.
ICT	To improve ICT infrastructure	Improved access to ICT services.	➤ Number of ICT hubs implemented	In FY 2020-2021 connected our ICT Hubs with High speed internet.

IV. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

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

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

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

2. Environmental performance

- As part of Environmental Conservation activity and in implementing the Masinga Constituency NG-CDF strategic plan 2018-2022 we embarked on purchasing 57 hand washing 50 litre washing tanks with metallic stands to 28 secondary schools.
- The committee also planted trees while handing over hand washing tanks to the 28 secondary schools.

3. Employee welfare

We invest in providing the best working environment for our employees. Masinga 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. Masinga 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-

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

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

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

NGCDF has put in efforts to ensure:

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

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

5. Community Engagements-

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

Public Participation in Project Identification and Implementation and Monitoring

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

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

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

Public Awareness

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

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

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**

V. STATEMENT OF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-Masinga Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2021. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-Masinga Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *constituency's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2021, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-Masinga 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 NGCDFMasinga Constituency confirms that the *constituency* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *constituency's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

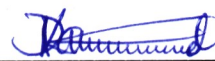
Approval of the financial statements

The NGCDF-Masinga Constituency financial statements were approved and signed by the Accounting Officer on 28/6/2022



Chairman NGCDF Committee

Name: STEPHEN NDETO



Fund Account Manager

Name: DANIEL MWALUKO

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MASINGA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2021

PREAMBLE

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

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

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

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Masinga Constituency set out on pages 16 to 47,

which comprise of the statement of financial assets and liabilities as at 30 June, 2021, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, 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 Fund - Masinga Constituency as at 30 June, 2021, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Inaccuracies in the Financial Statements

1.1 Cash and Cash Equivalentents

The statement of financial assets and liabilities as disclosed in Note 10A to the financial statements reflects bank balances of Kshs.12,714,539. However, review of the bank reconciliation statements revealed the following anomalies:

- i. Payments which were in cash book not in the bank statements amounted to Kshs.7,844,462, out of which Kshs.1,747,162 were stale cheques with some dating as far back as 28 February, 2020. No explanation was rendered for failure of the beneficiaries to present the cheques for payment and why those cheques had not been written back in the cashbook.
- ii. Receipts which were in bank statements not recorded in cash book amounted to Kshs.15,000,000. No explanation was given for failure to update the cash book to include these receipts.

In the circumstances, the accuracy and completeness of the cash and cash equivalentents balance of Kshs.12,714,539 could not be confirmed.

1.2 Acquisition of Assets

The statement of receipts and payments as disclosed in Note 8 to the financial statements reflects acquisition of assets amount of Kshs.3,514,627. This, however, differs with the balance of assets addition during the year of Kshs.2,265,000 reflected in Annex 4 to the financial statements. The resultant difference of Kshs.1,249,627 has not been explained or reconciled.

In the circumstances, the accuracy and completeness of the acquisition of assets expenditure of Kshs.3,514,627 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Masinga Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

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

Other Matter

1. Budgetary Control and Performance

The comparative budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.212,374,883 and Kshs.163,186,004 respectively resulting to an under funding of Kshs.49,188,879 (or 23%) of the budget. Similarly, the Fund expended Kshs.150,471,465 against an approved budget of Kshs.212,374,883, resulting into an under expenditure of Kshs.61,903,418 or 29% of the budget.

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

2. Unresolved Prior Year Matters

In the audit report of the previous year, a number of paragraphs were raised under the Report on Financial Statements. However, Management has not resolved the issues nor disclosed all the prior year matters as provided for by the Public Sector Accounting Standards Board templates.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Poor Construction of Administration Block at Kangonde Secondary School

The statement of receipts and payments as disclosed in Note 6 to the financial statements reflects the transfers to other Government units expenditure of Kshs.67,482,635 which includes an amount of Kshs.1,600,000 which was spent on building of an Administration block at Kangonde Secondary School. However, the procurement process was not adequately supported with relevant documents such as tender evaluation committee minutes, tender evaluation report, award notification letters and professional opinion from the Head of Procurement Unit.

Physical verification of the project carried out in the month of May, 2022 revealed that the administration block was complete and in use. However, plumbing, drainage works and gutters worth Kshs.124,300 were poorly done.

In the circumstances, proper procurement process and value for money from the expenditure of Kshs.124,300 incurred on the project could not be confirmed.

2. Delay in Completion of a Library at Masinga Boys Secondary

The statement of receipts and payments as disclosed in Note 6 to the financial statements reflects transfers to other Government units expenditure of Kshs.67,482,635 The expenditure includes the amount of Kshs.2,200,000 which was spent on completion of school library with a capacity of 100 students. However, physical verification of the project in the month of May, 2022 revealed that the project was not completed although the school was using part of the building as a classroom.

In the circumstances, value for money from the expenditure of Kshs.2,200,000 incurred on the project could not be confirmed.

3. Delay in Completion of Projects from Previous Years

The statement of receipts and payments as disclosed in Note 6 to the financial statements reflects transfers to Other Government Units expenditure of Kshs.67,482,635. Included in the expenditure are six (6) projects with a total allocation of Kshs.3,800,000 which had not been completed as detailed in the table below:

No.	Project Name	Activity	Amount (Kshs.)	Remarks
1	Kaseve Secondary School	Construction of a Dormitory	700,000	On going
2	Kaseve Secondary School	Construction of a Dormitory	800,000	On going
3	Kamunyu Secondary School	Completion of Administration Block	500,000	On going

No.	Project Name	Activity	Amount (Kshs.)	Remarks
4	Kivaa Secondary School	Construction of a Dining Hall	800,000	On going
5	Malimbani Pre-primary School	Renovation of 2 No of classrooms-roofing and flooring	400,000	Funds reallocated
6	Lelanthi Secondary School	Renovation of 3No. of classrooms- roofing and flooring	600,000	On going
	Total		3,800,000	

Non-completion of projects with allocated funds is a contravention of the provisions of Regulation 11(1)(j) of the National Government Constituencies Development Regulations, 2016, which states that all projects should receive adequate funding and be completed within three years.

In the circumstances, value for money may not be realized from the amount of Kshs.3,800,000 incurred on the incomplete projects .

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

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance section of my report, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Lack of Key Staff in the Constituency Office

Review of the Constituency's staff establishment revealed that there seven (7) members of staff holding various positions. However, it was observed that the Fund lacks the Clerk of Works, an Accountant and ICT professional to assist in monitoring and evaluation of the implementation of projects and other support functions.

In the circumstances, lack of key staff may hinder the provision of efficient and effective services to the residents.

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

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

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but

is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

Because of its inherent limitations, internal controls may not prevent or detect misstatements and instances of noncompliance. 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 controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty

exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

06 September, 2022

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**


VII. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2020 - 2021	2019 - 2020
			Kshs
RECEIPTS			
Transfers from NGCDF Board	1	157,567,724	74,700,000
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	38,000
TOTAL RECEIPTS		157,567,724	74,738,000
PAYMENTS			
Compensation of employees	4	2,201,970	2,349,800
Use of goods and services	5	9,983,575	8,179,890
Transfers to Other Government Units	6	67,482,635	17,275,000
Other grants and transfers	7	67,288,658	39,870,870
Acquisition of Assets	8	3,514,627	10,358,727
Other Payments	9	-	-
TOTAL PAYMENTS		150,471,465	78,034,287
SURPLUS/DEFICIT		7,096,259	(3,296,287)


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Masinga Constituency financial statements were approved on 28/6/2022 and signed by:


.....
Fund Account Manager

Name: DANIEL MWALUKO


.....
National Sub-County
Accountant

Name: MICHAEL M. KAIRITHI
ICPAK M/No: 11631


.....
Chairman NG-CDF Committee


Name: STEPHEN NDETI

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**

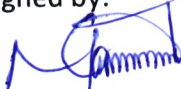
VIII. STATEMENT OF ASSETS AND LIABILITIES

	Note	2020 - 2021	2019 - 2020
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	12,714,539	5,618,280
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		12,714,539	5,618,280
Accounts Receivable			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		12,714,539	5,618,280
FINANCIAL LIABILITIES			
Accounts Payable (Deposits)			
Retention	12A	-	-
Gratuity	12B	-	-
NET FINANCIAL ASSETS		12,714,539	5,618,280
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	5,618,280	6,362,422
Prior year adjustments	14	-	2,552,145
Surplus/Deficit for the year		7,096,259	(3,296,287)
NET FINANCIAL POSITION		12,714,539	5,618,280


The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Masinga Constituency financial statements were approved on 28/6/2022 and signed by:



Fund Account Manager
Name: DANIEL MWALUKO



National Sub-County
Accountant
Name: MICHAEL M. KALUTHI
ICPAK M/No: 11631






Chairman NG-CDF Committee
Name: STEPHEN NDETI

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**

IX. STATEMENT OF CASHFLOW

		2020 - 2021	2019 - 2020
		Kshs	Kshs
Receipts from operating activities			
Transfers from NGCDF Board	1	157,567,724	74,700,000
Other Receipts	3	-	38,000
		157,567,724	74,738,000
Payments for operating activities			
Compensation of Employees	4	2,201,970	2,349,800
Use of goods and services	5	9,983,575	8,179,890
Transfers to Other Government Units	6	67,482,635	17,275,000
Other grants and transfers	7	67,288,658	39,870,870
Other Payments	9	-	-
		146,956,838	67,675,560
Adjusted for:			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	2,552,145
Net Adjustments		-	2,552,145
Net cash flow from operating activities		10,610,886	9,614,585
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(3,514,627)	(10,358,727)
Net cash flows from Investing Activities		(3,514,627)	(10,358,727)
NET INCREASE IN CASH AND CASH EQUIVALENT			
		7,096,259	(744,142)
Cash and cash equivalent at BEGINNING of the year	10	5,618,280	6,362,422
Cash and cash equivalent at END of the year		12,714,539	5,618,280

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-Masinga Constituency financial statements were approved on 28/6/2022 and signed by:

 _____	 _____	 _____
Fund Account Manager Name: DANIEL MWARUKO	National Sub-County Accountant Name: MICHAEL M. KARIMTU ICPAK M/No: 11631	Chairman NG-CDF Committee Name: STEPHEN NDETO

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**

X. SUMMARY STATEMENT OF APPROPRIATION

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		Previous years Outstanding Disbursements				
Transfers from NG-CDF Board	137,088,879	69,543,173	212,374,883	163,186,004	49,188,879	76.8%
Proceeds from Sale of Assets			-	-	-	0.0%
Other Receipts			-	-	-	0.0%
TOTAL RECEIPTS	137,088,879	69,543,173	212,374,883	163,186,004	49,188,879	76.8%
PAYMENTS						
Compensation of Employees	2,730,960	1,497,335	5,228,295	2,201,970	3,026,325	42.1%
Use of goods and services	9,007,459	1,600,922	10,608,381	9,983,575	624,806	94.1%
Transfers to Other Government Units	60,632,189	40,513,240	105,850,260	67,482,635	38,367,625	63.8%
Other grants and transfers	62,453,271	23,857,885	86,311,156	67,288,658	19,022,497	78.0%
Acquisition of Assets	2,265,000	2,073,791	4,338,791	3,514,627	824,164	81.0%
Other Payments	-		38,000	-	38,000	0.0%
TOTAL	137,088,879	69,543,173	212,374,883	150,471,465	61,903,418	70.9%

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**


- **Commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)**

ITEM	PERCENTAGE	REMARKS
COMPENSATION OF EMPLOYEES	42.1%	The underutilized funds forms part of 31% of employee's gratuity and leave allowance where applicable.
Transfers to Other Government Units	63.8%	The funds were to be utilized in the next financial year 2021-22. The under utilization was majorly because of challenges of implementation during this pandemic times.
Other grants and transfers	78.0%	The funds were to be utilized in the next financial year 2021-22. The underutilization was majorly because of challenges of implementation during this pandemic times.
OTHERS PAYMENTS	0%	The funds were to be utilized in the next financial year 2021-22. The underutilization was majorly because of challenges of implementation during this pandemic times.
ACQUISITION OF ASSETS	81.0%	The process of acquiring these assets remains an ongoing process and funds will be absorbed upon the completion of the tendering process.


- **The changes between the original and final budget are as a result of reallocations and previous outstanding projects balances that were implemented during this financial year.**

Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities	
Description	Amount
Budget utilisation difference totals	61,903,418
Less undisbursed funds receivable from the Board as at 30th June 2021	49,188,879
	12,714,539
Add Accounts payable	0
Less Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the FY 202021	12,714,539

The NG-CDF Masinga Constituency financial statements were approved on 28/6/2021 and signed by:


Fund Account Manager

Name: DANIEL MWALUKO


National Sub-County
Accountant

Name: MICHAEL M. KARURU
ICPAK M/No: 11631


Chairman NG-CDF Committee

Name: STEPHEN NDETI

MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

X. BUDGET EXECUTION BY SECTORS AND PROJECTS

Programme/Sub-programme	Original Budget	Opening Balance (C/Bk) and AIA	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2020/2021	2019/2020	2019/2020	2020/2021	30/06/2021	30/06/2021
	Kshs		Kshs	Kshs	Kshs	Kshs
1.0 Administration and Recurrent						
1.1 Compensation of employees	2,730,960	1,000,000	1,497,335	5,228,295	2,201,970	3,026,325
1.2 Committee allowances	2,200,000		430,000	2,630,000	2,423,000	207,000
1.3 Use of goods and services	2,693,653		267,293	2,960,946	2,932,489	28,457
1.4 Purchase of Projector, Electric Screen/Pointer and white board	455,000			455,000		455,000
1.5. Purchase of fridge	110,000			110,000		110,000
Sub Totals	8,189,613	1,000,000	2,194,628	11,384,241	7,557,459	3,826,782
2.0 Monitoring and evaluation				0		
2.1 Capacity building	500,000		148,000	648,000	485,400	162,600
2.2 Committee allowances	2,900,000		90,000	2,990,000	2,807,000	183,000
2.3 Use of goods and services	713,806		665,629	1,379,435	1,335,686	43,749
Sub Totals	4,113,806	0	903,629	5,017,435	4,628,086	389,349
3.0 Emergency				0		
3.1. Emergency	7,192,207	0	0	7,192,207	7,150,000	42,207
4.0 Bursary and Social Security				0		
4.1 Secondary Schools	22,000,000		3,185,051	25,185,051	27,393,000	-2,207,949
4.2 Tertiary Institutions and Universities	15,776,063		14,028,000	29,804,063	19,995,791	9,808,272
4.3 Social Security	3,360,000		0	3,360,000	0	3,360,000
Sub Totals	41,136,063	0	17,213,051	58,349,114	47,388,791	10,960,323
5.0 Sports				0	0	0
Constituency sports Tournament	2,608,201		2,603,390	5,211,591	1,603,390	3,608,201
6.0 Environment				0		
6.1. Environment primary schools			454,182	454,182	0	454,182
6.2. Environment Secondary schools	991,800		65,000	1,056,800	999,216	57,584

MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

Sub Totals	991,800	0	519,182	1,510,982	999,216	511,766
7.0 Primary Schools Projects				0		
7.1 Eendei Primary School	478,346		250,000	728,346	728,346	0
7.2 Iuuma Primary School			750,000	750,000	750,000	0
7.3 Kangonde Primary School	1,100,000		400,000	1,500,000	1,500,000	0
7.4 Kaonyweni Primary School	500,000			500,000		500,000
7.5 Kaseve Primary School	383,449		600,000	983,449	983,449	0
7.6 Kathukini Primary School			700,000	700,000	700,000	0
7.7 Katothya Primary School	975,000			975,000		975,000
7.8 Katulye Primary School		750,000		750,000	750,000	0
7.9 Kavilila Primary School		750,000		750,000	750,000	0
7.10 Kavwea Primary School	500,000			500,000		
7.11 Kiangeni Primary School	1,300,000			1,300,000	0	1,300,000
7.12 Kikumini Primary school	1,018,114		400,000	1,418,114	1,418,114	0
7.13 Kitangani Primary school	1,000,000		400,000	1,400,000	1,400,000	0
7.14 Kithyoko Primary School	513,925		250,000	763,925	763,925	0
7.15 Kituneni Kivaa Primary School	2,100,000	500,000		2,600,000	1,950,000	650,000
7.16 Kituneni Kivaa Primary School	300,000	0	0	300,000	300,000	0
7.17 Kivaa Primay School	1,500,000		1,621,520	3,121,520	3,121,520	0
7.18 Kwakalunde Primary school	1,500,000		300,000	1,800,000	300,000	1,500,000
7.19 Kwakalunde Primary school	900,000			900,000	900,000	0
7.20 Kwakatuta Primary School	1,000,000		400,000	1,400,000	1,400,000	0
7.21 Kwamboo Primary School	500,000			500,000		500,000
7.22 Kyaani Primary School	650,000			650,000		650,000
7.23 Makila Primary School	500,000			500,000		500,000
7.24 Makongeni Primary School	500,000			500,000		500,000

**MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021**

7.25 Manguli Primary School	1,050,000			1,050,000		1,050,000
7.26 Masaku Primary School	500,000			500,000		500,000
7.27 Masinga Priamry School	750,000			750,000	400,000	350,000
7.28 Matema Primary School			1,050,000	1,050,000	1,050,000	0
7.29 Mathengeta Primary Schoool	1,050,000		3,150,000	4,200,000	4,200,000	0
7.30 Matithini Primary School			2,100,000	2,100,000	2,100,000	0
7.31 Mavia Maiyu Primary School	500,000			500,000		500,000
7.32 Mikameni Primary School	500,000			500,000		500,000
7.33 Mikuyuni Primary School	1,500,000			1,500,000	1,500,000	0
7.34 Milaani Primary School	500,000		80,000	580,000	80,000	500,000
7.35 Milaani Primary School	120,000			120,000	120,000	0
7.36 Misewani Primary School	600,000			600,000		600,000
7.37 Mukusu Primary School	500,000			500,000		500,000
7.38 Musingini Primary School	1,000,000		400,000	1,400,000	1,000,000	400,000
7.39 Muthesya Primary School	635,000		600,000	1,235,000	600,000	635,000
7.40 Mutwamwaki Primary School	840,730		400,000	1,240,730	1,240,730	0
7.41 Ndithini Primary School	60,000		40,000	100,000	100,000	0
7.42 Ndovoini Primary School	500,000			500,000		500,000
7.43 Ngomola Primary School	500,000			500,000		500,000
7.44 Nunguni Primary School	1,525,000			1,525,000		1,525,000
7.45 Tana Ranch Primary School	500,000			500,000		500,000
7.46 Thatha Primary School	1,100,000		500,000	1,600,000	1,600,000	0
7.47 Tulimyumbu Primary School	980,625			980,625		980,625
7.48 Twamakaa Primary School	500,000		0	500,000	0	500,000
7.49 Ulutya Primary School	500,000			500,000		500,000
7.50 Kiseuni Primary School			1,086,551	1,086,551	1,086,551	0
7.51 Kitangani			1,000,000	1,000,000	1,000,000	0

MASINGA CONSTITUENCY
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
REPORTS AND FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2021

Primary School						
Sub Totals	33,430,189	2,000,000	16,478,071	51,908,260	33,792,635	18,115,625
8.0 Secondary Schools Projects				0		
8.1 Iuuma Secondary School	562,000		0	562,000		562,000
8.2 Iuuma Secondary School			440,000	440,000	440,000	0
8.3 Kamunyu Secondary School	2,000,000		1,000,000	3,000,000	1,000,000	2,000,000
8.4 Kangonde Secondary School			1,600,000	1,600,000	1,600,000	0
8.5 Kaonyweni Secondary School	2,000,000		2,500,000	4,500,000	2,000,000	2,500,000
8.6 Kaseve Secondary School	3,700,000		2,500,000	6,200,000	2,500,000	3,700,000
8.7 Kiatineni Secondary School	1,500,000		1,000,000	2,500,000	1,000,000	1,500,000
8.8 Kikule Secondary School			400,000	400,000	400,000	0
8.9 Kiseuni Secondary School	2,400,000	0	0	2,400,000		2,400,000
8.10 Kitangani Secondary School	1,500,000	0	0	1,500,000	1,500,000	0
8.11 Kituneni Secondary School	1,500,000		2,000,000	3,500,000	2,000,000	1,500,000
8.12 Kivaa Secondary School	3,450,000		2,000,000	5,450,000	5,450,000	0
8.13 Kwawanzilu Secondary School	800,000	2,704,831	3,695,169	7,200,000	6,400,000	800,000
8.14 Kwawanzilu Secondary School	4,990,000			4,990,000	2,500,000	2,490,000
8.15 Kyeeteni Secondary School	1,400,000		0	1,400,000		1,400,000
8.16 Kyeeteni Secondary School			1,600,000	1,600,000	1,600,000	0
8.17 Kyondoni Secondary School			1,500,000	1,500,000	1,500,000	0
8.18 Masinga Boys Secondary School			2,200,000	2,200,000	2,200,000	0
8.19 Wamboo Secondary school	1,400,000		1,600,000	3,000,000	1,600,000	1,400,000
Sub Totals	27,202,000	2,704,831	24,035,169	53,942,000	33,690,000	20,252,000
9.0 Tertiary institutions Projects						
Sub Totals			0	0	0	0
10.0 Security Projects						
10.1 Kikule Police Post			1,500,000	1,500,000	1,500,000	0
10.2 Ekalakala ACC Office			500,000	500,000	500,000	0

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10.3 Assistant chiefs Office Kangonde			1,400,000	1,400,000	1,400,000	0
10.4 Assistant chiefs Office Kikumini	825,000			825,000		825,000
10.5 Assistant County Commissioner - Ekalala Ward	725,000			725,000	725,000	0
10.6 Assistant County Commissioner - Kiatineni	325,000			325,000		325,000
10.7 Kaewa Assistant Chiefs Office & Police Post	1,000,000			1,000,000		1,000,000
10.8 Kikumini Police Post	4,500,000			4,500,000	4,500,000	0
10.9 Kivuthi Assistant Chiefs Office	300,000			300,000		300,000
10.10 Masinga Administration Police	650,000			650,000		650,000
10.11 Mikuyuni Assistant Chiefs Office	800,000			800,000		800,000
10.12 Musingini Assistant Chiefs Office	1,400,000			1,400,000	1,400,000	0
10.13 KATULYE ASSISTANT CHIEFS OFFICE			122,262	122,262	122,262	
Sub Totals	10,525,000	0	3,522,262	14,047,262	10,147,262	3,900,000
11.0 Acquisition of assets				0		
11.1 Motor Vehicles (including motorbikes)			1,200,000	1,200,000	1,200,000	0
11.2 Construction of CDF office	1,700,000		871,273	2,571,273	2,314,627	256,646
11.3 Purchase of furniture and equipment			2,518	2,518	0	2,518
Sub Totals	1,700,000	0	2,073,791	3,773,791	3,514,627	259,164
12.0 Others						
	0	0	0	0	0	0
AIA Unutilized		38,000		38,000	0	38,000
Sub Totals		38,000	0	38,000	0	38,000
GRAND TOTAL	137,088,879	5,742,831	69,543,173	212,374,883	150,471,465	61,903,418

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XI. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

a) Recognition of Receipts

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

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

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

Proceeds from Sale of Assets

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

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Other receipts

These include Appropriation-in-Aid and relate 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.

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.

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6. Cash and Cash Equivalents.

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the MASINGA CONSTITUENCY 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 23rd June 2020 for the period 1st July 2020 to 30th June 2021 as required by law. Included in the adjustments are Cash book opening balance, AIA generated during the year and constituency allocations not yet disbursed at the beginning of the financial year.

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2021.

14. Errors

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

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

15. Related Party Transactions

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

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XII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	AIE NO	2020-2021	2019-2020
		Kshs	Kshs
NGCDF Board	AIE NO. B041319		20,000,000
NGCDF Board	AIE NO. B041319		4,000,000
NGCDF Board	AIE NO. B047738		7,000,000
NGCDF Board	AIE NO. B047973		9,000,000
NGCDF Board	AIE NO. B049377		19,000,000
NGCDF Board	AIE NO. B104400		9,000,000
NGCDF Board	AIE NO. B090808		6,700,000
NGCDF Board	AIE NO. B096978	18,000,000.00	
NGCDF Board	AIE NO. B104642	28,000,000.00	
NGCDF Board	AIE NO. B104642	23,367,724.10	
NGCDF Board	AIE NO. B124610	9,000,000.00	
NGCDF Board	AIE NO. B119565	12,000,000.00	
NGCDF Board	AIE NO. B128334	300,000.00	
NGCDF Board	AIE NO. B119956	15,000,000.00	
NGCDF Board	AIE NO. B128197	6,900,000.00	
NGCDF Board	AIE NO. B129159	8,000,000.00	
NGCDF Board	AIE NO. B132252	6,000,000.00	
NGCDF Board	AIE NO. B138920	15,000,000.00	
NGCDF Board	AIE NO. B126214	6,000,000.00	
NGCDF Board	AIE NO. B105009	10,000,000.00	
NGCDF Board			
TOTAL		157,567,724	74,700,000

2. PROCEEDS FROM SALE OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Receipts from sale of Buildings	0.00	0.00
Receipts from the Sale of Vehicles and Transport Equipment	0.00	0.00
Receipts from sale of office and general equipment	0.00	0.00
Receipts from the Sale Plant Machinery and Equipment	0.00	0.00
TOTAL	0.00	0.00

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3. OTHER RECEPTS

	2020-2021	2019-2020
	Kshs	Kshs
Interest Received	0.00	0.00
Rents	0.00	0.00
Receipts from sale of tender documents	0.00	38,000
Hire of plant/equipment/facilities	0.00	0.00
Unutilized funds from PMCs	0.00	0.00
Other Receipts Not Classified Elsewhere	0.00	0.00
Total	0.00	38,000

4. COMPENSATION OF EMPLOYEES

	2020-2021	2019-2020
	Kshs	Kshs
NG-CDFC Basic staff salaries	2,111,250	1,889,200
Personal allowances paid as part of salary		
House Allowance	0.00	0.00
Transport Allowance	0.00	0.00
Leave allowance		
Gratuity to contractual employees		380,680
Employer Contributions Compulsory national social security schemes	90,720	79,920
Total	2,201,970	2,573,040

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5. USE OF GOODS AND SERVICES

	2020-2021	2019-2020
	Kshs	Kshs
Committee Expenses	2,807,000	2,270,000
Committee Allowances	2,423,000	1,758,000
Electricity		
Utilities, supplies and services	523,455	1,756,690
Communication, supplies and services	539,543	747,200
Domestic travel and subsistence	270,215	296,000
Printing, advertising and information supplies & services	812,231	
Rentals of produced assets		
Training expenses	485,400	1,352,000
Hospitality supplies and services	171,450	
Insurance costs	437,901	
Specialized materials and services		
Office and general supplies and services	1,383,200	
Fuel , oil & lubricants	130,180	
Other operating expenses (Bank Charges)		
Routine maintenance – vehicles and other transport equipment	0.00	0.00
Routine maintenance – other assets	0.00	0.00
Total	9,983,575	8,179,890

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2020-2021	2019-2020
	Kshs	Kshs
Transfers to primary schools (see attached list)	33,792,635	8,775,000
Transfers to secondary schools (see attached list)	33,690,000	7,000,000
Transfers to tertiary institutions (see attached list)		1,500,000
TOTAL	67,482,635	17,275,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Bursary – Secondary schools (see attached list)	27,388,791	28,134,811
Bursary – Tertiary institutions (see attached list)	20,000,000	3,732,000
Bursary – Vocational (see attached list)	-	-
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)		
Social Security programmes (NHIF)		
Security projects (see attached list)	10,147,262	325,000
Sports projects (see attached list)	1,603,390	
Environment projects (see attached list)	999,216	480,818
Emergency projects (see attached list)	7,150,000	7,198,241
Others		
Total	67,288,658	39,870,870

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	2020-2021	2019-2020
	Kshs	Kshs
Purchase of Buildings	0.00	3,328,727
Construction of Buildings (Office)	2,314,627	0.00
Refurbishment of Buildings	0.00	0.00
Purchase of Vehicles and Other Transport Equipment	1,200,000	6,200,000
Overhaul of Vehicles and Other Transport Equipment	0.00	0.00
Purchase of Household Furniture and Institutional Equipment	0.00	0.00
Purchase of Office Furniture and General Equipment	0.00	200,000
Purchase of ICT Equipment, Software and Other ICT Assets	0.00	630,000
Purchase of Specialized Plant, Equipment and Machinery	0.00	0.00
Rehabilitation and Renovation of Plant, Machinery and Equip.	0.00	0.00
Acquisition of Land	0.00	0.00
Acquisition of Intangible Assets	0.00	0.00
Purchase of other office equipment's	0.00	0.00
Total	3,514,627	10,358,727

9. OTHER PAYMENTS

	2020-2021	2019-2020
	Kshs	Kshs
Strategic plan	0.00	0.00
ICT Hub	0.00	0.00
	0.00	0.00

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10: CASH BOOK BANK BALANCE

10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2020-2021	2019-2020
	Kshs	Kshs
<i>KCB Bank Ltd, Account No. 1105310906 (KSH.)</i>	12,714,539	5,618,280
Total	12,714,539	5,618,280
10B: CASH IN HAND		
Location 1	0.00	0.00
Location 2	0.00	0.00
Location 3	0.00	0.00
Other Locations (<i>specify</i>)	0.00	0.00
Total	0.00	0.00

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11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
n/a	n/a	0.00	0.00	0.00
n/a	n/a	0.00	0.00	0.00
n/a	n/a	0.00	0.00	0.00
n/a	n/a	0.00	0.00	0.00
n/a	n/a	0.00	0.00	0.00
n/a	n/a	0.00	0.00	0.00
Total		0.00	0.00	0.00

12A. RETENTION

	2020-2021	2019-2020
	KShs	KShs
Retention as at 1 st July (A)	0.00	1,530,015.80
Retention held during the year (B)	0.00	0.00
Retention paid during the Year (C)	0.00	0.00
Closing Retention as at 30 th June D= A+B-C	0.00	1,530,015.80

12B. GRATUITY

	2020-2021	2019-2020
	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	0.00	0.00

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13. BALANCES BROUGHT FORWARD

	2020-2021 (1 st July 2020)	2019-2020 (1 st July 2019)
	Kshs	Kshs
Bank accounts	5,618,280.10	6,362,422
Cash in hand	0.00	0.00
Imprest	0.00	0.00
Total	5,618,280.10	6,362,422

➤ The closing balance is an indication high fund absorption compared to previous financial year.

14. PRIOR YEAR ADJUSTMENTS

	Balance b/f FY 2019/2020 as per Audited Financial statements	Adjustments	Adjusted Balance** b/f FY 2020/2021
Description of the error	Kshs	Kshs	Kshs
Bank account Balances	0.00	0.00	0.00
Cash in hand	0.00	0.00	0.00
Accounts Payables	(0.00)	0.00	(0.00)
Receivables	0.00	0.00	0.00
Others (specify)	0.00	0.00	0.00
TOTAL	0.00	0.00	0.00

15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTADING IMPREST

	2020-2021	2019-2020
	KShs	KShs
Outstanding Imprest as at 1 st July (A)	0.00	0.00
Imprest issued during the year (B)	0.00	0.00
Imprest surrendered during the Year (C)	0.00	0.00
closing accounts in account receivables D= A+B-C	0.00	0.00

16. CHANGES IN ACCOUNTS PAYABLE – DEPOSITS AND RETENTIONS

	2020 – 2021	2019 - 2020
	KShs	KShs
Deposit and Retentions as at 1 st July (A)	0.00	0.00
Deposit and Retentions held during the year (B)	0.00	0.00
Deposit and Retentions paid during the Year (C)	0.00	0.00
closing account receivables D= A+B-C	0.00	0.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17. OTHER IMPORTANT DISCLOSURES

17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2020-2021	2019-2020
	Kshs	Kshs
Construction of buildings	0.00	0.00
Construction of civil works	0.00	0.00
Supply of goods	0.00	0.00
Supply of services	0.00	0.00
	0.00	0.00

17.2: PENDING STAFF PAYABLES (See Annex 2)

	2020-2021	2019-2020
	Kshs	Kshs
NGCDFC Staff	761,360	380,680
Others (<i>specify</i>)	0.00	0.00
	761,360	380,680

17.3: UNUTILIZED FUND (See Annex 3)

	2020-2021	2019-2020
	Kshs	Kshs
Compensation of employees	3,026,325	2,497,335
Use of goods and services	624,806	1,000,922
Amounts due to other Government entities (see attached list)	38,367,625	43,131,520
Amounts due to other grants and other transfers (see attached list)	19,022,497	23,692,291
Acquisition of assets	824,164	2,073,791
Others (<i>specify</i>)	38,000	
Funds pending approval		
	61,903,418	72,395,859

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

17.4: PMC account balances (See Annex 5)

	2020-2021	2019-2020
	Kshs	Kshs
PMC account balances (see attached list)	10,211,185.78	33,588,241
	10,211,185.78	33,588,241

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Designation	Date employed	Outstanding Balance 30 th June 2021	Comments
NG-CDFC Staff				
1. Virginia Nduku Kioko			125,570	Gratuity
2. Ruth Munini Nzomo			245,400	Gratuity
3. Jonathan Ngui Kivuva			211,920	Gratuity
4. MichealKombo Kimeu			178,470	Gratuity
5.				
6.				
Sub-Total			761,360	
Grand Total			761,360	

**MASINGA CONSTITUENCY
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ANNEX 3 – UNUTILIZED FUND

Name	Brief Transaction Description	Outstanding Balance 2020/21	Outstanding Balance 2019/20	Comments
Compensation of employees	Salaries and gratuity.	3,026,325	2,497,335	
Use of goods & services	Office Admin	624,806	1,000,922	
Sub-Total		3,651,131		
Amounts due to other Government entities				
Primary schools		18,115,625	16,391,520	
Secondary schools		20,252,000	26,740,000	
Sub-Total		38,367,625	43,131,520	
Amounts due to other grants and other transfers				
Emergency		42,207		
Bursaries		10,960,323	17,169,719	
Sports		3,608,201	2,603,390	
Environment		511,766	519,182	
Security		3,900,000	3,400,000	
Others				
Sub-Total		19,022,497	23,692,291	
Acquisition of assets		824,164	2,073,791.00	
Sub-Total		824,164	2,073,791.00	
Others (specify)				
(AIA)		38,000		
Strategic Plan				
Innovation Hub				
Civil Suit				
Roads				
Sub-Total		38,000	29,103,504.20	
Grand Total		61,903,418	72,395,859.00	

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2019/20	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2020/21
Land	200,000			200,000.00
Buildings and structures	18,208,209	1,700,000		19,908,209.00
Transport equipment	10,700,000			10,700,000.00
Office equipment, furniture and fittings	4,495,000	565,000		5,060,000.00
ICT Equipment, Software and Other ICT Assets	1,323,465			1,323,465.00
Other Machinery and Equipment	450,000			450,000.00
Heritage and cultural assets				-
Intangible assets				-
Total	35,376,674.00	2,265,000.00	-	37,641,674.00

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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2021

PMC	Bank	Account number	Bank Balance 2020/21	Bank Balance 2019/20
MUAMBANI PRIMARY SCHOOL	KCB	1268697656		1,500,000.00
MAKUTANO YA NDEI SCHOOL	KCB	1268675946		750,000.00
MATHENGE PRIMARY SCHOOL	KCB	1268695769		750,000.00
CO. KILUTA PRIMARY SCHOOL	KCB	1268692271		750,000.00
KIKUMINI PRIMARY SCHOOL	KCB	1268625949		750,000.00
IKAATINI PRIMARY SCHOOL	KCB	1268700649		750,000.00
KYEETENI PRIMARY SCHOOL	KCB	1269213385		750,000.00
ITOOMA PRIMARY SCHOOL	KCB	1268715573		750,000.00
MANANJA PRIMARY SCHOOL	KCB	1270085212		325,000.00
KISEUNI SECONDARY SCHOOL	KCB	1252341296		123,241.38
KWAWANZILU SECONDARY SCHOOL	KCB	1268694274		9,800,000.00
MURI FARM PRIMARY SCHOOL	KCB	1273472411		2,100,000.00
KANYONGA PRIMARY SCHOOL	KCB	1273583426		1,500,000.00
MUTHEMBWA PRIMARY SCHOOL	KCB	1273465598		750,000.00
MWATUNGO PRIMARY SCHOOL	KCB	1273448952		1,825,000.00
TWAMAKAA PRIMARY SCHOOL	KCB	1273538307		750,000.00
KWAMULINGA PRIMARY SCHOOL	KCB	1257837117		900,000.00
IUMA SECONDARY SCHOOL	KCB	1257960911		2,390,000.00
MASINGA TECHNICAL VOCATIONAL COLLEGE	KCB	1275386806		1,500,000.00
KYEETENI SECONDARY SCHOOL	KCB	1257827944		3,100,000.00
IKAATINI CHIEFS OFFICE	KCB	1275236863		325,000.00
IKAATINI PRIMARY SCHOOL	KCB	1268700649		700,000.00
INYZANZAA PRIMARY SCHOOL	KCB	1275235735		750,000.00
NUNGUNI KIVAA PRIMARY SCHOOL	KCB	1283297035	47,890.50	
KYAANI KANGONDE PRIMARY SCHOOL	KCB	1239414277	35,867.00	

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NDELA PRIMARY SCHOOL	KCB	1283212633	97,793.00	
MUTHESYA PRIMARY SCHOOL	KCB	1279720123	66,692.00	
MUTHESYA SECONDARY SCHOOL	KCB	1284237222	168,822.00	
VONDENI PRIMARY SCHOOL	KCB	1283809982	102,900.75	
MASAKU SECONDARY SCHOOL	KCB	1284237761	324,395.00	
KATULYE PRIMARY SCHOOL	KCB	1277771499	35,407.79	
KITHUIA PRIMARY SCHOOL	KCB	1284272249	127,623.30	
MIANGENI ASST CHIEF OFFICE	KCB	1285531094	325,000.00	
MUTHESYA PRIMARY SCHOOL	KCB	1279720123	66,692.00	
EENDEI PRIMARY SCHOOL	KCB	1280195673	70,584.00	
KANGONDE PRIMARY SCHOOL	KCB	1280118482	230,064.00	
KASEVE PRIMARY SCHOOL	KCB	1279593350	55,210.50	
KIANGENI PRIMARY SCHOOL	KCB	1233730932	61,850.00	
KIKUMINI PRIMARY SCHOOL	KCB	1279406607	102,552.80	
KITANGANI PRIMARY SCHOOL	KCB	1280117737	138,688.00	
KITHYOKO PRIMARY SCHOOL	KCB	1234216868	100,635.80	
KITUNENI KIVAA PRIMARY SCHOOL	KCB	1277092214	169,280.00	
KIVAA PRIMARY SCHOOL	KCB	1279406879	182,942.80	
KITUNENI KIVAA PRIMARY SCHOOL(LAND)	KCB	1277092109	348,975.00	
KWAKALUNDE PRIMARY SCHOOL	KCB	1279204435	1,198,975.00	
KWAKALUNDE PRIMARY SCHOOL(LAND)	KCB	1253398313	11,712.00	
KWAKATUTA PRIMARY SCHOOL	KCB	1138028371	50,869.00	
KYAANI KANGONDE PRIMARY SCHOOL	KCB	1239414277	35,867.00	
MATHENGETA PRIMARY SCHOOL	KCB	1276980876	234,906.00	
MILAANI PRIMARY SCHOOL	KCB	1280784695	12,380.00	
MUSINGINI PRIMARY SCHOOL	KCB	1279339071	91,472.25	
MUTWAMWAKI PRIMARY SCHOOL		1279338709	122,743.00	

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NUNGUNI PRIMARY SCHOOL		1283297035	47,890.50	
THATHA PRIMARY SCHOOL		1279490152	211,868.00	
TULIMYUMBU PRIMARY SCHOOL		1252536054	175.00	
MIKUYUNI PRIMARY SCHOOL		1285352696	177,033.00	
KASEVE SECONDARY SCHOOL		1279012056	320,174.00	
KAMUNYU SECONDARY SCHOOL		1257676792	103,429.04	
KAONYWENI SECONDARY SCHOOL		1257848747	151,053.00	
KIATINENI SECONDARY SCHOOL		1279211660	100,268.00	
KISEUNI SECONDARY SCHOOL		1252341296	109,674.40	
KITANGANI SECONDARY SCHOOL		1234178923	151,469.50	
KIVAA SECONDARY SCHOOL		1257832581	1,047,667.05	
KWAWANZILU SECONDARY SCHOOL		1268694274	175,379.85	
KYEETENI SECONDARY SCHOOL		1257827944	5,002.00	
WAMBOO SECONDARY SCHOOL		1278134328	354,006.00	
IUUMA SECONDARY SCHOOL		1257960911	7,092.45	
KITUNENI SECONDARY SCHOOL		1258174987	332,158.00	
ASST COUNTY COMMISSIONER EKALAKALA		1257706284	306,077.75	
ASST COUNTY COMMISSIONER KIATINENI		1258914778	4,773.00	
KAWEA ASST.CHIEFS' OFFICE		1240348703	1,515.00	
KIKUMINI POLICE STATION		1285229940	664,439.00	
ACCS' OFFICE EKALAKALA		1257706284	306,077.75	
MIKUNYUNI ASST CHIEF'S OFFICE		1285457498	1,500,000.00	
Total			10,696,012.78	33,588,241.38

**MASINGA CONSTITUENCY
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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor 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)



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