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CLERK-AT THE-TABLE:	KESTHER NGWTO

# REPORT

**THE AUDITOR-GENERAL**

ON

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

**FOR THE YEAR ENDED  
30 JUNE, 2023**





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**MVITA CONSTITUENCY**

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**  
**30<sup>th</sup> JUNE 2023**

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

<b>Table of Content</b>	<b>Page</b>
I. Acronyms and Abbreviations.....	ii
II. Key Constituency Information and Management.....	iii
III. NG-CDFC Chairman’s Report .....	vii
IV. Statement Of Performance Against Predetermined Objectives for FY2022/23 .....	x
V. Statement of Governance .....	xii
VI. Environmental and Sustainability Reporting.....	xiv
VII. Statement Of Management Responsibilities .....	xviii
VIII. Report Of the Independent Auditors On The NGCDF- Mvita Constituency.....	xx
IX. Statement Of Receipts and Payments for the Year Ended 30th June 2023 .....	1
X. Statement Of Assets and Liabilities As At 30 <sup>th</sup> June, 2023.....	2
XI. Statement Of Cash Flows for The Year Ended 30th June 2023.....	3
XII. Summary Statement of Appropriation for The Year Ended 30 <sup>th</sup> June 2023 .....	5
XIII. Budget Execution By Sectors And Projects For The Year Ended 30 <sup>th</sup> June 2023 .....	7
XIV. Significant Accounting Policies .....	12
XV. Notes To the Financial Statements .....	18
XVI. Annexes .....	29

**I. Acronyms and Abbreviations**

NGCDF-National Government Constituency Development Fund

PFM-Public Finance Management

IPSAS-International Public Sector Accounting Standards.

PMC- Project Management Committee

FY-Financial Year



## II. 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;

- 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 MVITA 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 30<sup>th</sup> June 2023 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	FATMA M ABUBAKAR
2.	National Sub-County Accountant	JULIUS G MUCHOHI
3.	Chairman NGCDFC	ALI BAFUNDI ALI
4.	Member NGCDFC	RAWEH SHAMSAN

#### **(c) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of MVITA 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) MVITA Constituency NGCDF Headquarters**

Ronald Ngala Primary School NG-CDF office  
P.O Box 43258-80100  
Mombasa, Kenya

#### **(e) MVITA Constituency NGCDF Contacts**

Telephone: (254) 706605954  
E-mail: [cdfmvita@ngcdf.go.ke](mailto:cdfmvita@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)



**(f) MVITA Constituency NGCDF Bankers**

Equity Bank (a/c no. 0460297599144 )

Branch Digo

P.O.Box 90016

Mombasa, Kenya

**(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

### III NG-CDFC Chairman's Report



#### BUDGET PERFORMANCE

NG CDF Mvita has utilized its allocated funds by undertaking its budgeted projects and allocations more than 35% of the funds has been utilized. In summary the budget performance against the actual amounts over the financial year was fairly good based on the economic classification and programmes. NG CDF Mvita has had major achievements in implementation of education over the year.

#### KEY ACHIEVEMENTS

During the period under review, NG CDF Mvita has been able to achieve the following;

- Empowering youth in the constituency by issuing bursary to the bright and needy students in secondary and tertiary institution.

#### EMERGING ISSUES

- Increased School enrolment.
- Population Increase.
- Corona Virus Outbreak.
- Existence of County Governments considers CDF as a competitor instead of complementary.
- NG CDF Board to reduce the rate of staff turnovers in constituencies. i.e FAM Transfers.

#### IMPLEMENTING CHALLENGES.

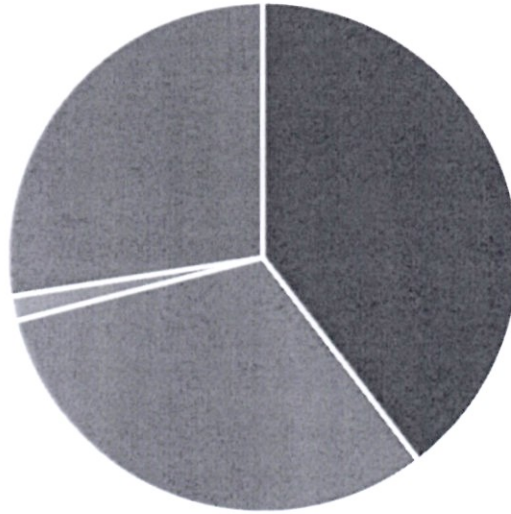
- Lack of PMCs information hence hindering the efficient and effective implementation of projects.
- Disbursement of funds from the board is not timely thus affecting the completion rate.

**RECOMMENDATIONS AND WAY FORWARD.**

- Frequent and adequate training of PMCs.
- Timely disbursement of the constituency allocations from board.

<b>NAME OF PROJECTS</b>	<b>Budget Proposal</b>	<b>APPROVED PROJECTS</b>	<b>DISBURSMENTS</b>	<b>PERCENTAGE</b>
	<b>FY 2022/2023</b>		<b>FY 2022/2023</b>	<b>%</b>
	<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>	
Administration and Recurrent	8,705,256	YES	7,996,017	91.8%
Monitoring and evaluation	4,352,628	YES	3,136,302	72.05%
Emergency	7,636,190	YES	0	0%
Strategic plan	3000,000	YES	0	0%
Bursary and Social Security	50,780,661	YES	32,463,869	63.9%
Primary Schools Projects	27,500,000	YES	0	0%
Acquisition of assets	3000,000	yes	0	0%
Secondary Schools Projects	15,400,000	YES	557,166	3.6%
Security project	8,000,000	YES	0	0%
<b>TOTAL</b>	<b>128,374,735</b>		<b>44,153,354</b>	<b>35%</b>





- administration
- monitoring and evaluation
- secondary school
- emergency
- bursary and social security

Handwritten signature of Ali Bafundi Ali in blue ink, positioned above a horizontal dotted line.

**Name ALI BAFUNDI ALI**  
**CHAIRMAN NGCDF COMMITTEE**

#### IV. 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 *MVITA Constituency 2021-2025* plan are to:

- To improve access to education
- To improve infrastructure in learning institutions
- To enhance and to sustain security in the constituency
- To promote sustainable environment management
- To nurture and promote youth sporting talent practices

##### 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:

<b>CONSTITUENCY PROGRAMME</b>	<b>OBJECTIVES</b>	<b>OUTCOME</b>	<b>INDICATOR</b>	<b>PERFORMANCE</b>
EDUCATION	1. To improve access to education.	1. Increased transition from primary to secondary schools.	1. Number of bursary beneficiaries at Secondary levels	1. Increased bursary amount for secondary school beneficiaries.
	2. To improve infrastructure in learning institutions.	2. Improved education standards.	2. Number of new classrooms constructed.	2. we are building new schools , laboratory to increase education standards
SECURITY	1. To enhance and to sustain security in the constituency.	1. Conducive working environment for security personnel.	1. Improved working environment.	1. We constructed and furnished chiefs office

ENVIRONMENT	1. To promote sustainable environment management.	1. improved soil erosion.	1. improved soil erosion.	Construction of drainage, Cabro paving 1500 square metres
SPORTS	1. To nurture and promote youth sporting talent practices.	1. Purchased sporting uniforms and equipments.	1. Number of teens supported in terms of sports and equipment.	Purchased sports kit



## V. Statement of Governance

The NGCDFC members as per the resolution are appointed by selection panel consisting of the deputy county commissioner, fund account manager, two persons of either gender appointed by the constituency office manager. The fund manager also writes to registered groups representing persons with disabilities requesting for nomination of one person with disability to sit in the NGCDFC. The selection panel considers the applications and select four suitable persons taking into account the age, gender, special interest groups and regional balance. The constituency office manager via a formal written communication names two nominees to the NGCDFC one being of either gender and who shall not include the persons who sat in the selection panel during the selection process.

A member of the NGCDFC may be removed from the office on the following grounds:

1. Gross misconduct
2. Lack of integrity
3. Bringing the committee into disrepute through unbecoming personal public conduct
4. Causing disharmony within the committee
5. Embezzlement of public funds
6. Promoting unethical practises

A decision to remove a member shall be made through a resolution of at least five members of the NGCDFC and the members shall be given a fair hearing before the resolution.

### Roles of NGCDFC

1. Build the capacity of project management committee and sensitize the community on the operations of the funds
2. Consider all the projects proposals from all wards in the constituency and any other projects which a constituency committee considers beneficial to the constituency.
3. Ensure that project proposals submitted to the Board include detailed budget proposal, procurement plans and work plans, in approving a project and before submitting the project to the Board for consideration, satisfy itself and make a declaration to the effect that such project (works and service) fall within the functions of the National Government under the constitution
4. Consult with the 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 provision of the Act and the Regulations.
5. Ensure that all proposed projects that are approved for funding meet the requirement of sec 24 of the Act.
6. Enter into performance contract with the board on an annual basis.
7. Receive returns from projects management committee in accordance with regulation 15.
8. Maintain a data base of project management committee and reports from the respective committees
9. Ensure that the reports referred to in paragraph are received before funding in released for each phase of the project being implemented
10. Ensure that re-ports referred to in paragraph are received before funding in released for each phase of the project being implemented.
11. Receive and address all complaints concerning the implementation of project and collectively respond to audit queries concerning the fund at the constituency level
12. In exercising its discretion under section 32 of the Act, be guided by the principles of governance enshrined in article 10 of the constitution.

13. 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



## VI. Environmental and Sustainability Reporting

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

- a. **Education and Training:** MVITA 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**

- Sensitization of youth on the impact of drugs after by supporting less fortunate students in developing their talents through payment of bursary to institutions different TVET
- NG-CDFC is planning to purchase football jerseys, balls and swimming gadgets to promote sports activities in the constituency.

## **3. Employee welfare**

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

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

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

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

NGCDF has put in efforts to ensure:

- a) Responsible competition practice by encouraging fair competition and zero tolerance to corruption
- b) Good business practice including cordial Supply chain and supplier relations by honouring contracts and respecting payment practices.
- c) Responsible marketing and advertisement
- d) Product stewardship by safeguarding consumer rights and interest

#### **5. Community Engagements-**

MVITA 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.

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

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Name: FATMA M ABUBAKAR

Fund Account Manager.



## VII. 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-MVITA 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-MVITA 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- MVITA 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 MVITA 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

*Mvita Constituency*

*National Government Constituencies Development Fund (NGCDF)*

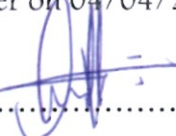
*Annual Report and Financial Statements for The Year Ended June 30, 2023*

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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- MVITA Constituency financial statements were approved and signed by the Accounting Officer on 04/04/2024.

  
.....

Name: ALI BAFUNDI ALI  
Chairman – NGCDF Committee

  
.....

Name: FATMA M ABUBAKAR  
Fund Account Manager



# REPUBLIC OF KENYA

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NAIROBI

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

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### **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 - Mvita Constituency set out on pages 1 to 28, which 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 National Government Constituencies Development Fund - Mvita 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 Public Finance Management Act, 2012 and the National Government Constituencies Development Fund Act, 2015 (Amended 2022).

### **Basis for Qualified Opinion**

#### **1. Inaccuracies in Other Receipts**

The Statement of receipts and payments reflected opening balances of Kshs.277,267 other receipts as disclosed in Note 3 to the financial statements. However, the balances reflected in the statement of receipts and payments for the year 2021/2022 had a closing balance of Kshs.10,177,268 resulting to an unexplained balance of Kshs.9,900,001.

In the circumstances, the accuracy and completeness of other receipts could not be confirmed.

#### **2. Stale and Unpresented Cheques**

The statement of assets and liabilities and Note 12A to the financial statements reflect bank balances (as per the cashbook) of Kshs.83,249,136. Review of the bank reconciliation statement provided for audit revealed that cheques amounting to Kshs.4,217,452 had not been cleared as at 30 December, 2023. The cheques clearance evidence provided indicated that cheques amounting to Kshs.3,687,474 had been replaced as at April, 2024 leaving uncleared balance of Kshs.529,978 which had not been reversed or replaced.

In the circumstances, the accuracy and completeness of the bank balances of Kshs.83,249,136 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 - Mvita 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 amounts on comparable basis of Kshs.181,561,476 and Kshs.133,902,491 respectively, resulting in an under-funding of Kshs.47,087,603, or 26% of the budget. However, the Fund spent Kshs.50,653,354 against actual receipts of Kshs.133,902,491 resulting to an under-utilization of Kshs.83,249,137 or 62% of the actual receipts.

The under-funding and the 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**

The audit report for the previous year highlighted several issues in respect of the financial statements, lawfulness and effectiveness of public resources, and effectiveness of internal control and governance. Management's report on the progress made in resolving the issues, indicates that some issues relating to the financial statements had not been resolved as at 30 June, 2023.

## **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**

#### **Unutilized Funds Balance**

The financial statements under Note 19.3 on other important disclosures and Annex 3, reflects unutilized fund balances amounting to Kshs.83,249,136 which had been budgeted and allocated to respective expenditure items but had not been applied to the use as at 30 June, 2023.

In the circumstances, the effectiveness in use of public resources in provision of services as intended could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The Standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements 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 overall governance were not effective.

### **Basis for Conclusion**

The audit was conducted in accordance with the ISSAIs) 2315 and 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 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 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**

**27 May, 2024**

**IX. Statement of Receipts and Payments for the Year Ended 30th June 2023**

	Note	2022/2023	2021/2022
		Kshs	Kshs
Receipts			
Transfers from NGCDF Board	1	97,000,000	228,545,483
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	428,617	277,267
<b>TOTAL RECEIPTS</b>		<b>97,428,617</b>	<b>228,822,750</b>
PAYMENTS			
Compensation of employees	4	5,004,306	4,720,051
Committee expenses	5	3,323,920	6,803,600
Use of goods and services	6	2,642,093	8,238,539
Transfers to Other Government Units	7	7,057,166	131,019,924
Other grants and transfers	8	32,463,869	93,674,778
Acquisition of Assets	9	-	
Oversight Committee Expenses	10	162,000	-
Other Payments	11	-	-
<b>TOTAL PAYMENTS</b>		<b>50,653,354</b>	<b>244,456,892</b>
<b>SURPLUS/ DEFICIT</b>		<b>46,775,263</b>	<b>(15,634,143)</b>

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

The Constituency financial statements were approved by the NGCDFC on 04/04/ 2024 and signed by:

 Fund Account Manager	 National Sub-County Accountant	 Chairman NG-CDF Committee
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Name: FATMA M ABUBAKAR

Name: JULIUS G MUCHOHI  
ICPAK M/No: 7897

Name: ALI BAFUNDI ALI



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

X. Statement Of Assets and Liabilities As At 30th June, 2023


	Note	2022/2023	2021/2022
		Kshs	Kshs
<b>Financial Assets</b>			
<b>Cash And Cash Equivalents</b>			
Bank Balances (As Per the Cash Book)	12A	83,249,136	36,473,873
Cash Balances (Cash at Hand)	12B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>83,249,136</b>	<b>36,473,873</b>
<b>Accounts Receivable</b>			
Outstanding Imprests	13	-	-
<b>Total Financial Assets</b>		<b>83,249,136</b>	<b>36,473,873</b>
<b>Financial Liabilities</b>			
<b>Accounts Payable (Deposits)</b>			
Retention	14A	-	-
Gratuity	14B	-	-
<b>Total Financial Liabilities</b>			
<b>Net Financial Assets</b>		<b>83,249,136</b>	<b>36,473,873</b>
<b>Represented By</b>			
Fund Balance B/Fwd	15	36,473,873	42,208,016
Prior Year Adjustments	16	-	9,900,000
Surplus/Deficit for The Year		46,775,263	(15,634,143)
<b>Net Financial Position</b>		<b>83,249,136</b>	<b>36,473,873</b>

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


The Constituency financial statements were approved by NG CDFC on 04/04/2024 and signed by:

  
 Fund Account Manager

Name: FATMA M ABUBAKAR

  
 National Sub-County  
 Accountant

Name: JULIUS G MUCHOHI  
 ICPAK M/No:7897

  
 Chairman NG-CDF  
 Committee

Name: ALI BAFUNDI ALI

## XI. Statement Of Cash Flows for The Year Ended 30th June 2023

	Notes	2022/2023	2021/2022
		Kshs	Kshs
<b>Receipts From Operating Activities</b>			
Transfers From NGCDF Board	1	97,000,000	228,545,483
Other Receipts	3	428,617	277,267
<b>Total Receipts</b>		<b>97,428,617</b>	<b>228,822,750</b>
<b>Payments</b>			
Compensation Of Employees	4	5,004,306	4,720,051
Committee Expenses	5	3,323,920	6,803,600
Use Of Goods and Services	6	2,642,093	8,238,539
Transfers To Other Government Units	7	7,057,166	131,019,924
Other Grants and Transfers	8	32,463,869	93,674,778
Oversight Committee Expenses	10	162,000	-
Other Payments	11	-	-
<b>Total Payments</b>		<b>50,653,354</b>	<b>244,456,892</b>
<b>Total Receipts Less Total Payments</b>			
Adjusted For:		-	-
Prior Year Adjustments	16	-	-
Decrease/(Increase) In Accounts Receivable	17	-	9,900,000
Increase/(Decrease) In Accounts Payable	18	-	9,900,000
<b>Net Cash Flow from Operating Activities</b>		<b>46,775,263</b>	<b>(5,734,143)</b>
<b>Cashflow From Investing Activities</b>			
Proceeds From Sale of Assets	2	-	-
Acquisition Of Assets	9	-	-
<b>Net Cash Flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>Net Increase In Cash And Cash Equivalent</b>		<b>46,775,263</b>	<b>(5,734,143)</b>
<b>Cash &amp; Cash Equivalent At Start Of The Year</b>	<b>12</b>	<b>36,473,873</b>	<b>42,208,016</b>
<b>Cash &amp; Cash Equivalent At End Of The Year</b>	<b>12</b>	<b>83,249,136</b>	<b>36,473,873</b>



***Mvita Constituency***

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

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

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

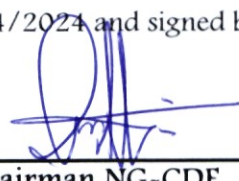
The Constituency financial statements were approved by NG CDFC on 04/04/2024 and signed by:

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

Name: FATMA M ABUBAKAR

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

Name: JULIUS G MUCHOHI  
ICPAK M/No: 7897

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

Name: ALI BAFUNDI ALI

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

XII. Summary Statement of Appropriation for The Year Ended 30<sup>th</sup> June 2023

Receipts/Payments	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference	% of Utilization
	A	B		c=a+b	D	e=c-d	f=d/c %
	2022/2023	Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements	2022/2023	2022/2023		
Receipts	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs	
Transfers From NGCDF Board	145,087,603	36,473,873	0	181,561,476	133,473,873	48,087,603	0.0%
Proceeds From Sale of Assets				0	-	-	
Other Receipts		428,617		428,617	428,617	-	
<b>Totals</b>	<b>145,087,603</b>	<b>36,902,490</b>	<b>0</b>	<b>181,561,476</b>	<b>133,902,491</b>	<b>47,087,603</b>	<b>73.8%</b>
Payments							
Compensation Of Employees	4,680,043	3,135,206		7,815,249.00	5,004,306	2,810,943	64.0%
Committee Expenses	3,094,000	1,127,124		6,113,624.00	3,323,920	897,204	72%
Use Of Goods and Services	5,283,841	341,068		3,732,409.00	2,642,093	2,982,816	51%
Transfers To Other Government Units	50,780,661	22,275,558		73,056,219.	7,057,166	65,999,053	10%
Other Grants and Transfers	61,437,942	7,749,373		81,547,555.	32,463,869	36,723,446	47%
Acquisition of Assets	3,000,000			3,000,000.00	-	3,000,000	0.0%
Oversight Committee Expenses	1,450,876	1,288,876		2,739,752.00	162,000	2,577,752	6%
Other Payments	3000000			3,556,668.00	-	3,000,000	0.0%
Funds pending approval	12,360,240	985,285				13,345,525	
<b>TOTALS</b>	<b>145,087,603</b>	<b>36,902,490</b>	<b>0</b>	<b>181,561,476</b>	<b>50,653,354</b>	<b>131,336,739</b>	<b>27.9%</b>

*\*\*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.*



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

*Explanatory Notes.*

<i>ITEM</i>	<i>% OF UTILIZATION</i>	<i>COMMENT</i>
Transfers from NGCDF Board	74%	Late submission of proposal caused by transition (election)
Compensation of Employees	64.0%	Staff turnover caused by transition and gratuity funds to be paid once contract ends
Use of goods and services	51%	Transition issues
Transfers to Other Government Units	10%	Transition issues
Other grants and transfers	47%	Delayed on disbursement of funds
Acquisition of Assets	0%	Delayed on disbursement of funds

<b>Reconciliation of Summary Statement of Appropriation to Statement of Assets and Liabilities</b>	
<b>Description</b>	<b>Amount</b>
Budget utilisation difference totals	131,336,739
Less undisbursed funds receivable from the Board as at 30 <sup>th</sup> June 2023	48,087,603
	83,249,136
Increase/(decrease) Accounts payable	0
(Decrease)/Increase Accounts Receivable	0
Add/Less Prior Year Adjustments	0
Cash and Cash Equivalents at the end of the 30 <sup>th</sup> June 2023	83,249,136


The Constituency financial statements were approved by NG CDFC on 04/04/2024 and signed by:

  
Fund Account Manager

Name: FATMA M ABUBAKAR

  
National Sub-County Accountant

Name: JULIUS G MUCHOHI  
ICPAK M/No: 7897

  
Chairman NG-CDF Committee

Name: ALI BAFUNDI ALI

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

XIII. Budget Execution by sectors and projects for the Year Ended 30<sup>th</sup> June 2023

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
<b>1.0 Administration and Recurrent</b>						
1.1 Compensation of employees	4,680,043	3,135,206.00		7,815,249	5,004,306	2,810,943
1.2 Committee allowances	1,378,000	566,000.00		1,944,000	908,400	1,035,600
1.3 Use of goods and services	2,647,213			2,647,213	2083311.25	563,902
<b>Sub-total</b>	<b>8,705,256</b>	<b>3,701,206</b>		<b>12,406,462</b>	<b>7,996,017</b>	<b>4,410,445</b>
<b>2.0 Monitoring and evaluation</b>						-
2.1 Capacity building	1,302,500			1,302,500	189,000	1,538,500
2.2 Committee allowances	2,141,000	561,124		2,702,196	2,577,520	124,604
2.3 Use of goods and services	909,128	341,068		1,250,196	369782	880,414
<b>Sub-total</b>	<b>4,352,628</b>	<b>902,192</b>		<b>5,254,820</b>	<b>3,136,302</b>	<b>2,118,518</b>
<b>3.0 Emergency</b>						
3.1 Primary Schools						
3.2 Secondary schools						
3.3 Tertiary institutions						
3.4 Security projects						
UNUTILIZED	7,636,190	7,192,207.00		14,828,397	6,500,000	8,328,397
<b>Sub-total</b>	<b>7,636,190</b>	<b>7,192,207.00</b>		<b>14,828,397</b>	<b>6,500,000</b>	<b>8,328,397</b>
<b>4.0 Bursary and Social Security</b>						



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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
4.1 Primary Schools						
4.2 Secondary Schools	20,000,000	14,775,558		34,775,558	32,353,869	2,421,689
4.3 Tertiary Institutions	23,780,661	7,500,000.00		31,280,661		31,280,661
4.4 Universities	6,000,000			6,000,000		6,000,000
4.5 Social Security	1,000,000			1,000,000	110,000	890,000
<b>Sub-total</b>	<b>50,780,661</b>	<b>22,275,558</b>	<b>-</b>	<b>73,056,219</b>	<b>32,463,869</b>	<b>40,592,350</b>
5.0 Sports						
5.1						
5.2						
5.3						
<b>Sub-total</b>						
6.0 Environment						
6.1 Fahari primary school	1,450,876			1,450,876		1,450,876
6.2 Tom mboya primary school	1,450,876			1,450,876		1,450,876
6.3						
<b>Sub-total</b>	<b>2,901,752</b>			<b>2,901,752</b>		<b>2,901,752</b>
7.0 Primary Schools Projects (List all the Projects)						
7.1 Tudor primary school	1,500,000.00			1,500,000		1,500,000
7.2 Ronald Ngala primary school	4,000,000.00			4,000,000		4,000,000
7.3 Star of the sea high school	3,000,000			3,000,000		3,000,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
7.4 Mbaraki primary school	1,500,000			1,500,000		1,500,000
7.5 Serani special primary school	4,500,000			4,500,000		4,500,000
7.6 Central Girls primary school	1,500,000			1,500,000		1,500,000
7.7 Bondeni primary school	2,000,000			2,000,000		2,000,000
7.8 St. Augustine primary school	6,000,000			6,000,000		6,000,000
7.9 Makande primary school	1,500,000			1,500,000		1,500,000
7.10 Mvita Primary school	2,000,000			2,000,000		2,000,000
<b>Sub-total</b>	<b>27,500,000</b>		-	<b>27,500,000</b>		<b>27,500,000</b>
8.0 Secondary Schools Projects (List all the Projects)						
8.1 Mvita boys high school	7,700,000.00			7,700,000		7,700,000
8.2 Makupa Boys high school	7,700,000.00			7,700,000		7,700,000
8.3 Mekatilili wa Menza		557,166.00		557,166	557166	-
<b>Sub-total</b>	<b>15,400,000</b>	<b>577,166.00</b>	-	<b>15,957,166</b>	<b>577,166</b>	<b>15,400,000</b>
9.0 Tertiary institutions Projects (List all the Projects)						
9.1						
<b>Sub-total</b>						
10.0 Security Projects						
10.1 Mbaraki police station	8,000,000.00			8,000,000		8,000,000
<b>Sub-total</b>	<b>8,000,000</b>			<b>8,000,000</b>		<b>8,000,000</b>



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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
<b>11.0 Acquisition of assets</b>						
11.1 Motor Vehicles (including motorbikes)						
11.2 Construction of CDF office						
11.3 Purchase of furniture and equipment	3,000,000		-	3,000,000		3,000,000
11.4 Purchase of computers						
11.5 Purchase of land						
<b>Sub-total</b>						
<b>12.0 Oversight Committee Expenses (itemize )</b>						
USE OF GOODS	125,000			125,000		125,000
CAPACITY BUILDING	425,000		-	425,000	-	425,000
COMMITTEE ALLOWANCES	900,876		-	900,876	-	900,876
<b>Sub-total</b>	<b>1,450,876</b>			<b>1,450,876</b>		<b>1,450,876</b>
<b>13.0 Others</b>						
13.1 Strategic Plan	3,000,000			3,000,000		3,000,000
13.2 Innovation Hub						
13.2						
<b>Sub-total</b>	<b>3,000,000</b>			<b>3,000,000</b>		<b>3,000,000</b>
Funds pending approval**						
Sheikh Abdallah Al-Farsy high	2,500,000			2,500,000		2,500,000
Khamis High school	3,000,000.00			3,000,000		3,000,000

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

Programme/Sub-programme	Original Budget	Adjustments		Final Budget	Actual on comparable basis	Budget utilization difference
		Opening Balance (C/Bk) and AIA	Previous Years' Outstanding Disbursements			
Tom mboya primary school	4,000,000			4,000,000		4,000,000
SPORTS	2,860,240			2,860,240		2,860,240
AIA		279,400.00		279,400		279,400
PMC savings		705,885.00		705,885		705,885
	12,360,240	985,285	-	13,345,525	-	13,345,525
<b>Total</b>	<b>145,087,603</b>	<b>36,902,490</b>	<b>-</b>	<b>181,990,093</b>	<b>50,653,354</b>	<b>131,336,739</b>

(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



#### **XIV. 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-MVITA 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 08 June 2022 for the period 1<sup>st</sup> July 2022 to 30<sup>th</sup> 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 30<sup>th</sup> 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.



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

XV. Notes to the Financial Statements

1. Transfers from NGCDF Board

Description	2022/2023	2021/2022
NGCDF Board	Kshs	Kshs
AIE NO. B 005108	7,000,000.00	0
AIE NO. B 030184	5,000,000.00	0
AIE NO. B 030428	6,000,000.00	0
AIE NO. B 006370	15,000,000.00	0
AIE NO. B 042761	12,000,000.00	0
AIE NO. B 047007	12,000,000.00	0
AIE NO. B 041083	20,000,000.00	0
AIE NO. B 047450	20,000,000.00	0
AIE NO. B 105227	-	32,000,000
AIE NO. B 105523	-	44,000,000
AIE NO. B 105883	-	22,000,000
AIE NO. B 128638	-	10,000,000
AIE NO. B 128952	-	26,000,000
AIE NO. B154148		35,088,879
AIE NO. B089059		10,088,879
AIE NO. A895073		49,367,724
<b>TOTAL</b>	<b>97,000,000</b>	<b>228,545,483</b>

2. Proceeds From Sale of Assets

	2022/2023	2021/2022
	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)		
<b>Total</b>		

*Mvita Constituency*

*National Government Constituencies Development Fund (NGCDF)*

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

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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		
Unutilised funds from FMC	428,617.25	277,268
Other Receipts Not Classified Elsewhere		
<b>Total</b>	<b>428,617.25</b>	<b>277,268</b>



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

*Notes to the Financial Statements (Continued)*

**4. Compensation of Employees**

	<i>2022/2023</i>	<i>2021/2022</i>
	<b>Kshs</b>	<b>Kshs</b>
NG-CDFC Basic staff salaries	3,095,165.00	2,605,360
Personal allowances paid as part of salary		
House Allowance	515,410.00	672,000
Transport Allowance	-	390,000
Leave allowance	-	60,000
Gratuity to contractual employees	1,337,651.00	404,486
Employer Contributions Compulsory national social security schemes	56,080.00	14,400
Staff insurance		573,805
<b>Total</b>	<b>5,004,306</b>	<b>4,720,051</b>

**5. Committee Expenses**

	<i>2022/2023</i>	<i>2021/2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Sitting allowance	908,400.00	5,101,600
Other committee expenses	2,415,520.00	1,702,000
<b>Total</b>	<b>3,323,920.00</b>	<b>6,803,600.00</b>

## 6. Use of Goods and services

	<i>2022/2023</i>	<i>2021/2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services and electricity	254,088.00	3,086,243
Communication, supplies and services	68,750.00	0
Domestic travel and subsistence	65,450.00	0
Water & sewerage	21,100.00	
Printing, advertising and information supplies & services	192,000.00	0
internet services	25,000.00	-
Training expenses	189,000.00	2,324,800
Hospitality supplies and services	96,180.00	105,000
Insurance costs	73,170.00	-
Specialised materials and services	22,645.00	-
Office and general supplies and services	80,053.00	1,679,112
Fuel , oil & lubricants	6,750.00	0
Other operating expenses	398,172.00	533,384
Bank service commission and charges	73,655.25	
Security operations	125,280.00	-
Routine maintenance - vehicles and other transport equipment	20,800.00	0
Routine maintenance- other assets	930,000.00	0
office rent		510,000
<b>TOTAL</b>	<b>2,642,093.25</b>	<b>8,238,539</b>



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

**Notes To The Financial Statements (Continued)**

**7. Transfer To Other Government Units**

Description	2022/2023	2021/2022
	Kshs	Kshs
Transfers To Primary Schools (See Attached List)	6,500,000.00	50,462,584
Transfers To Secondary Schools (See Attached List)	557,166.00	80,557,341
Transfers To Tertiary Institutions (See Attached List)	-	
<b>Total</b>	<b>7,057,166.00</b>	<b>131,019,924</b>

**8. Other Grants and Other transfers**

	2022/2023	2021/2022
	Kshs	Kshs
Bursary – secondary schools (see attached list)	32,353,869.00	58,689,000
Bursary – tertiary institutions (see attached list)	-	20,500,000
Bursary – special schools (see attached list)	110,000.00	1,250,000
Mock & CAT (see attached list)	-	-
Social Security programmes (NHIF)	-	9,000,000
Security projects (see attached list)	-	-
Sports projects (see attached list)	-	4,235,778
Environment projects (see attached list)	-	-
Emergency projects (see attached list)	-	-
Roads projects (see attached list)	-	-
<b>Total</b>	<b>32,463,869.00</b>	<b>93,674,778</b>

*Notes To the Financial Statements (Continued)*

**9. Acquisition Of Assets**

	<i>2022/2023</i>	<i>2021/2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and renovation of plant, machinery and equipment	-	-
Acquisition of Land	-	-
Acquisition Intangible Assets		
<b>Total</b>	-	-

**10. Oversight Committee Expenses**

	<i>2022-2023</i>	<i>2021/2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Oversight committee allowances	162,000.00	-

**11. Other Payments**

	<i>2022-2023</i>	<i>2021/2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Strategic plan		
ICT Hub		



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

12. Cash Book Bank Balance

Name Of Bank, Account No. & Currency	2022/2023	2021/2022
	Kshs	Kshs
<b>12A: Bank Accounts (Cash Book Bank Balance)</b>		
<i>Equity Account No. (0460297599144)</i>	83,249,136.28	36,473,873
<i>Name of Bank, account No. (Deposits account)</i>	-	-
<b>Total</b>	-	-
	83,249,136.28	36,473,873
<b>12 B: Cash on Hand</b>		
Location 1		
Location 2		
Location 3		
Other Locations ( <i>Specify</i> )		
<b>Total</b>		
<i>[Provide Cash Count Certificates for Each]</i>		

13. Outstanding Imprests

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
<i>Name of Officer</i>				
<i>Name of officer</i>				
<b>Total</b>				

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

*Notes to the Financial Statement Continued*

**14. Retention and Gratuity**

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

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

**15. Fund Balance B/F**

	<i>(1<sup>st</sup> July 2022)</i>	<i>(1<sup>st</sup> July 2021)</i>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts	36,473,873	42,208,016
Cash in hand		
Imprest		
<b>Total</b>	<b>36,473,873</b>	<b>42,208,016</b>
Less		
Payables: - Retention		
Payables – Gratuity		
Fund Balance Brought Forward	36,473,873	42,208,016

*[Provide short appropriate explanations as necessary]*



**16. Prior Year Adjustments**

	Balance b/f as per Audited Financial statements 2021/2022	note	Adjustments	Adjusted Balance** BF2022/2021
Description of the error	Kshs		Kshs	Kshs
Bank account Balances	9,900,000	1		9,900,000
Cash in hand		2		
Accounts Payables		3		
Receivables		4		
Others ( <i>specify</i> )		5		
<b>Total</b>	<b>9,900,000</b>			<b>9,900,000</b>

**\*\*** 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**

	2022/2023	2021/2022
	KShs	KShs
Outstanding Imprest as at 1 <sup>st</sup> July (A)		
Imprest issued during the year (B)		
Imprest surrendered during the Year (C)		
closing accounts in account receivables D= A+B-C		
Net changes in accounts Receivables D – A		

**18. Changes In Accounts Payable – Deposits and Retentions**

	2022/2023	2021/2022
	KShs	KShs
Deposit and Retentions as at 1 <sup>st</sup> July (A)		
Deposit and Retentions held during the year (B)		
Deposit and Retentions paid during the Year (C)		
closing account payables D= A+B-C		
Net changes in accounts payables D-A		

**Mvita Constituency**

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

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

**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>
	<b>Kshs</b>	<b>Kshs</b>
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		
<b>Total</b>	-	-

**19.2: Pending Staff Payables (See Annex 2)**

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

**19.3: Unutilized Fund (See Annex 3)**

	<i>2022/2023</i>	<i>2021/2022</i>
	<b>Kshs</b>	<b>Kshs</b>
Compensation of employees	2,729,954.00	2,413,177
Committee expense	6,462,395.00	3,540,039
Use of goods and services		
Amounts due to other Government entities (see attached list)	32,525,346.00	780966
Amounts due to other grants and other transfers (see attached list)	36,546,156.00	29462422.88
Acquisition of assets		
Oversight Committee Expenses		
Other Payments ( <i>specify</i> )	4,000,000.00	-
Funds pending approval	985,285.28	277,268
<b>Total</b>	<b>83,249,136.28</b>	<b>36,473,873.00</b>



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

18.4: PMC account balances (See Annex 5)

	<i>2022/2023</i>	<i>2021/2022</i>
	Kshs	Kshs
PMC account balances (see attached list)	7,576,953.00	57,438,794
Total	7,576,953	57,438,794

XVI. 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					



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

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Annex 2 - Analysis of Pending Staff Payables

Name of Staff	Designation	Date employed	Outstanding Balance 30 <sup>th</sup> June 2023	Comments
NG-CDFC Staff				
1.				
2.				
3.				
Sub-Total				
Grand Total				

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

**Annex 3 – Unutilized Fund**

Name	Brief Transaction Description	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
Compensation of employees		2,729,954	2,413,177	
Use of goods & services		5,173,519	3,540,039	
Amounts due to other Government entities				
Bursary secondary		1,854,685		
Bursary tertiary		23,780,661		
Bursary special		890,000		
Social security		6,000,000		
Sub-Total		<b>32,525,346</b>	<b>780,966</b>	
Amounts due to other grants and other transfers				
Tudor primary		1,500,000		
Bondeni primary		2,000,000		
Makande primary		1,500,000		
Ronald ngala primary		4,000,000		
Star of the sea primary		3,000,000		
Serani special primary		4,500,000		
Mvita primary		2,000,000		
Central primary		1,500,000		
Environment		2,901,752		
Emergency		13,644,403.83		
Sub-Total		<b>36,546,156</b>	<b>29,462,422.88</b>	
Acquisition of assets				
		1,000,000		
Oversight Committee Expenses (itemize )				



*Myita Constituency*

*National Government Constituencies Development Fund (NGCDF)*

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

Name	Brief Transaction Description	Outstanding Balance 2022/2023	Outstanding Balance 2021/2022	Comments
		1,288,876		
Others ( <i>specify</i> )				
STRATEGIC PLAN		3,000,000		
Sub-Total				
Funds pending approval		985,285.28	277,268	
Grand Total		83,249,136.28	36,273,873	

*Mvita Constituency*

*National Government Constituencies Development Fund (NGCDF)*

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

Annex 4 – Summary of Fixed Asset Register

Asset class	Historical Cost b/f (Kshs)	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) At Year End
Land				
Buildings and structures				
Transport equipment	176,320			176,320
Office equipment, furniture and fittings	556,148			556,148
ICT Equipment, Software and Other ICT Assets	2,312,910			2,312,910
Other Machinery and Equipment	135,000			135,000
Heritage and cultural assets				
Intangible assets				
<b>Total</b>	<b>3,180,378</b>			<b>3,180,378</b>



*Mvita 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 30<sup>th</sup> June 2023**

PMC	Bank	Account number	Bank Balance 2022-2023	Bank Balance 2021-2022
BURHANIYA PRIMARY SCHOOL	EQUITY BANK	0460282131040	0	513,500
GANJONI PRIMARY SCHOOL	EQUITY BANK	0460262705776	1,223,282.95	10,532,554.95
GURU NANAK PRIMARY SCHOOL	EQUITY BANK	0460282078110	0	513,500
KALOLENI KIKOWANI RENOVATION PRIMARY SCHOOL	EQUITY BANK	0460280824224	119,790	631,790
MAKUPA BOYS CLASSROOM	EQUITY BANK	0460282094451	142,231	3,192,206
MBHENI BONDENI PRIMARY COMPLEX	EQUITY BANK	0460269745194	0	18,136
MEKATILILI WA MENZA GIRLS SECONDARY SCHOOL	EQUITY BANK	0460280508700	3,582,717.55	46,041,448.55
MVITA PRIMARY YOUTH CENTRE	EQUITY BANK	0460277388194	1,932,844	15,985,686
RONALD NGALA FOOTBALL PITCH	EQUITY BANK	0460276219089	668.40	1,130,668.40
SACRED HEART PRIMARY SCHOOL	EQUITY BANK	0460282517393	254,415	5,921,288
SPARKI PRIMARY KITCHEN	EQUITY BANK	0460278673191	0	100,878
TOM MBOYA PRIMARY SCHOOL	EQUITY BANK	0460282362350	0	513,500
SHEIKH ABDALLAH ALFARSY GIRLS SEC SCHOOL	EQUITY BANK	0460279966209	9,400	9,400
KHAMIS HIGH SCHOOL	EQUITY BANK	0460278841673	0	66,624
TUDOR DAY WATER PURIFIER SCHOOL	EQUITY BANK	0460279999425	0	0
ALLIDINA VISRAM HIGH SCHOOL	EQUITY BANK	0460280824248	135,985	135,985
MVITA PRIMARY SCHOOL DESK	EQUITY BANK	0460282270930	0	513,501
SHEIKH ABDALLAH ALFARSY GIRLS SECONDARY SCHOOL CLASSROOM	EQUITY BANK	0460280874624	175,619	693,807
<b>TOTAL</b>			<b>7,576,953</b>	<b>86,514,473</b>

**Mvita Constituency**

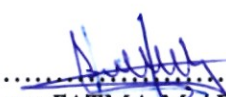
**National Government Constituencies Development Fund (NGCDF)**

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

**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)
1.0	Payments in the Bank Statement not in Cash Book	The payments have been posted in the cash book	Resolved	
1.0	Unutilized Emergency Funds	The funds have been reallocated and approval have been received	Resolved	
2.0	Bank Balances for Closed Projects	Some of the funds were meant for retention after payment they were closed.	Resolved	
3.0	Uninsured Assets	The management to allocate funds.	Un-resolved	30 <sup>th</sup> June 2024
4.0	Unutilized Assets	The School needs funds for the piping. Management is sourcing for funds to do it.	Un-resolved	30 <sup>th</sup> September 2024
5.0	Non – Conformity to with ninth schedule in Professional Opinion	The Management has comply	Resolved	
6.0	Lack of Risk Management Policy & Data Recovery Strategy	The management has provided with monthly attestation on KRI and Compliance	resolved	

  
Name: FATMA M ABUBAKAR  
Fund Account Manager.





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