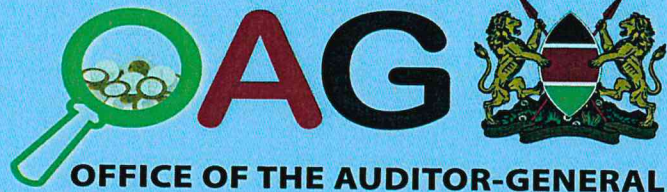



REPUBLIC OF KENYA



*Enhancing Accountability*

 THE NATIONAL ASSEMBLY	
DATE: 15 FEB 2022	<b>REPORT</b> <i>Tuesday</i>
TABLED BY: LDM	<b>OF</b>
CLERK-AT THE TABLE: Chebet G.	

**THE AUDITOR-GENERAL**

**ON**

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

**FOR THE YEAR ENDED  
30 JUNE, 2020**





---

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

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2020**

---

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

Table of Content	Page
KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	2
FORWARD BY THE CHAIRMAN NGCDF COMMITTEE .....	5
STATEMENT OF PERFORMANCE AGAINST CONSTITUENCY'S PREDETRMINED OBJECTIVES	6
CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING.....	7
STATEMENT OF MOLO MANAGEMENT RESPONSIBILITIES .....	9
REPORT OF THE INDEPENDENT AUDITORS ON THE NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- MOLO CONSTITUENCY.....	10
STATEMENT OF RECEIPTS AND PAYMENTS.....	11
STATEMENT OF ASSETS AND LIABILITIES.....	12
STATEMENT OF CASHFLOW.....	13
SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED- figures are in KSHS. ....	14
SIGNIFICANT ACCOUNTING POLICIES .....	23
SIGNIFICANT ACCOUNTING POLICIES .....	24
SIGNIFICANT ACCOUNTING POLICIES .....	25
NOTES TO THE FINANCIAL STATEMENTS.....	27
1. TRANSFERS FROM CDF BOARD-AIEs RECEIVED .....	27
PROCEEDS FROM SALE OF ASSETS .....	27
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE .....	37
ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES .....	38
ANNEX 3 – UNUTILIZED FUND .....	39
ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER .....	40
ANNEX 5 –PMC BANK BALANCES AS AT 30 JUNE 2020 .....	41

**KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

The National Government Constituencies Development Fund (hereafter referred to as the Fund) formerly Constituencies Development Fund, is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the Constituency Development Fund (Amendment) Act 2007, and repealed through Constituency Development Fund Act, 2013. The latter was subsequently succeeded by the current National Government Constituency Development Fund Act, 2015. At cabinet level, National Government Constituency Development Fund is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

**Mandate**

The mandate of the Fund as derived from section (3) of National Government Constituency Development Act, 2015 is to:

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

**Vision**

Equitable Socio-economic development countrywide

**Mission**

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**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.

**(b) Key Management**

The National Government Constituency Development Fund Molo Constituency day-to-day management is under the following key organs:

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

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2020 and who had direct fiduciary responsibility were:

N	Designation	Name
o		
1.	A.I.E holder	MOHAMED HASSAN ABDI
2.	Sub-County Accountant	NICHOLAS MUTISYA
3.	Chairman NGCDFC	JANE GACHATHI
4.	Member NGCDFC	MILKA OMBATI

**(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee of National Government Constituencies Development Fund Board provide overall fiduciary oversight on the activities of National Government Constituencies Development Fund -Molo Constituency. The reports and recommendation of Audit and Risk Management Committee when adopted by the National Government Constituencies Development Fund Board are forwarded to the Constituency Committee for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

**(e) National Government Constituencies Development Fund -Molo Constituency  
Headquarters**

P.O. Box 24 Elburgon  
Turi Centre, Kanyiri Building  
Molo Road  
Elburgon, Kenya

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**(f) National Government Constituencies Development Fund- Molo Constituency Contacts**

Telephone:-No Any  
E-mail: molo@ngcdf.go.ke  
Website: www.ngcdf.go.ke

**(g) National Government Constituency Development Fund- Molo Constituency Bankers**

1. Equity bank- Molo Branch

Account Number 0230262025900

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

---

**FORWARD BY THE CHAIRMAN NGCDF COMMITTEE**

The national government constituency development fund is a statutory fund that has for the years of its existence, helped the public and communities in and around Molo Constituency. The education sector in Molo Constituency got a big boost because of the impact of the fund in helping schools to come up with structures such as classrooms, laboratories among other essential learning infrastructure, that has for the years helped teachers and students get an improved environment for learning.

This statement would form part of my summary observation (both achievements and challenges), as the chair of the committee that is implementing the fund, at the constituency level.

The budget utilization difference for the year is slightly higher because the constituency received the funds from the board late. There were other challenges including those afflicted by covid19. Movement was restricted hence slowing projects progress. The committee has however, put in place measures to complete the projects in time so as to help the general public to get value for the fund.

However, the constituency has done a lot in this current financial year. The committee had great part of last year budget to implement, plus part of the current year budget. The committee implemented all last year budget arrears and fifty percent of the current year budget despite the challenges. This was possible because of the team work the committee and other stakeholders have shown.

The constituency faced some challenges, just like all other constituencies across the country. Some of the notable challenges were delay in realize of funds and the pandemic; covid19, that rocked the country and hampered service delivery in most sectors of the economy. The committee is planning to implement all the projects once all the funds for the current year has been received and it has plans to ensure the same. The committee is also in constant communication with the health ministry to make sure that all staffs and committee members are safe as they continue to service Molo constituency residents.

I whole heartily believe that this is a fund that would bring the required social-economic development across the country since it touches the lives of the general public directly.

As we submit the financial statement for the financial year that ended 30<sup>th</sup> June 2020, we greatly believe the statement represents the true reflection of the receipt and payment that happened in the course of the financial year under review.

Sign



**CHAIRMAN NGCDF COMMITTEE**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

**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 National Government Constituencies Development Fund -Molo Constituency's 2019-2020 plan are to:

- a) Become a national model for education by improving school's infrastructure, improving performance, and increasing primary, secondary and higher education transition rates
- b) Improve access to clean water and a more sustainable and conserved environment in Molo Constituency through natural resources conservation initiatives
- c) Equip, facilitate and enhance capacity of provincial administration and other security organs in order to improve service delivery and make the constituency secure
- d) To be leading example in job creation for youths.

**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	Improve performance, reduce dropout rates and increase primary, secondary and higher education transition rates	Developed all of infrastructure in secondary and primary schools across the constituency	- number of usable physical infrastructure build in primary, secondary, and tertiary institutions	In financial year 2019/2020 -we increased number of classrooms, dormitories, laboratories by 45%
Security	Equip, facilitate and enhance capacity of provincial administration and	Develop and enhance provincial administration and other security organs	Number of usable physical infrastructure built in locations, sub locations and police stations	Number chiefs' offices increased by 60%. Number of police lines

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

	other security organs in order to improve security and service delivery	infrastructure to enhance service delivery		increased from 20%
Environment	Improve access to clean water and a more sustainable and conserved environment through natural resources conservation initiatives	Supply tanks to schools for water storage	Number of water tanks supplied and installed in varies institutions	Supplied water tanks to at least 6 institutions which helped them store water in those institutions
Sports	Empower and develop youth and special groups.	Reduced dependence and spur economic growth through sports	Number of youth groups benefitting from the sports programme	Number of youth groups benefitting increased from 5 to 26 teams

**CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING**

National Government Constituencies Development Fund – Molo Constituency 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 -**

The Molo National Government Constituency Development Fund Committee endeavoured to work within the existing policy guidelines that helped us in focusing on the service delivery to the community within Molo and to drive better performance with the involvement of both internal and external stakeholders on matters development. The relevance of this was attributed to our vision, mission and core values as provided for in our strategic plan.

**2. Environmental performance**

The Molo National Government Constituency Development Fund has embarked to improve the environment through provision of clean water and planting enough trees in various institutions. Protection of the environment in which we live and operate is part of Molo National Government Constituency Development Fund initiatives Care for the environment is one of our key responsibilities and an important aspect in the way in which carry out our operations.

**3. Employee welfare**

Molo National Government Constituency Development Fund Committee is determined to create better working environment for its employees in order to improve on performance. The National Government Constituency Development Fund Committee ensures orientation and induction of new employees. This is carried out in order to familiarize the employees with the mandate, vision, mission and operations of the office and how their jobs contribute to this. Induction and orientation is done within the first three months of employment.

Employee are also given better remuneration to encourage them work better for the community.

**4. Market place practices-**

National Government Constituencies Development Fund was meant to support people at the constituency-level, grass-root development projects. It is aimed to achieve equitable distribution of

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

development resources across regions. It targets all constituency-level development projects, particularly those aiming to combat poverty at the grassroots and entrench equitable distribution of development.

During projects implementation the office transfers funds to the Project Management Committees who are thereafter guided during tendering process, to ensure that the locals benefit competitively in the provision of services and materials to the projects.

How the organisation ensures responsible competition practices with issues like anticorruption, responsible political involvement, fair competition and respect for competitors.

Payments to suppliers are done promptly upon presentation of requisite supporting documents

Outline efforts to maintain ethical marketing practices Advertisement for tenders is done publicly and no form of discrimination is applied to unfairly lock out interested bidders

In order to safeguard consumer rights and interests, the Molo National Government Constituency Development Fund came up with complaints handling policy.

**5. Community Engagements-**

The fund is managed by National Government Constituencies Development Fund Committee selected from the community. Therefore, National Government Constituency Development Fund is a fund that is locally managed by the constituents of each constituency. Molo National Government Constituency Development Fund engages the Molo Community in the following ways.

- a) **Public Participation in Project Identification and Implementation.** The National Government Constituency Development Fund Act requires projects to be identified by the community. Molo National Government Constituency Development Fund committee, in pursuit for the same, engages the community after every two years in projects identification. This is done through barazas and outreach sessions with the local community.
- b) **Public Awareness.** National Government Constituency Development Fund Molo also creates public awareness for the local community. 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
- c) **Trainings.** Through the provision of trainings to Project Management Committees, National Government Constituency Development Fund Molo also provides trainings to the local populations through seminars. This helps the community understand the operations of the fund.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**STATEMENT OF MOLO 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.

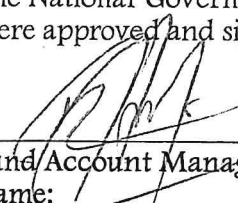
The Accounting Officer in charge of the National Government Constituency Development Fund-Molo Constituency is responsible for the preparation and presentation of Molo financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year ended on June 30, 2020. 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 National Government Constituency Development Fund-Molo 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 Molo constituency financial statements give a true and fair view of the state of Molo constituency transactions during the financial year ended June 30, 2020, and of the Molo financial position as at that date. The Accounting Officer charge of the National Government Constituency Development Fund-Molo Constituency further confirms the completeness of the accounting records maintained for Molo, which have been relied upon in the preparation of Molo financial statements as well as the adequacy of the systems of internal financial control.

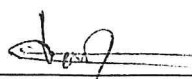
The Accounting Officer in charge of the National Government Constituency Development Fund-Molo Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that Molo funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that Molo 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 National Government Constituency Development Fund-Molo Constituency financial statements were approved and signed by the Accounting Officer on 9/9/20 2020.

  
Fund/Account Manager  
Name:

Mohamed  
HASSAN

  
Sub-County Accountant

Name: Nicholas Njirya  
ICPAK Member Number:

16276

# REPUBLIC OF KENYA

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



*Enhancing Accountability*

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

## **REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MOLO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2020**

---

### REPORT ON THE FINANCIAL STATEMENTS

#### **Qualified Opinion**

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Molo Constituency set out on pages 11 to 45, which comprise the statement of assets and liabilities as at 30 June, 2020, and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Molo Constituency as at 30 June, 2020, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

#### **Basis for Qualified Opinion**

##### **Bank Balances**

The statement of assets and liabilities and Note 10A to the financial statements reflect a bank balance of Kshs.8,121,841 as at 30 June, 2020. However, the bank reconciliation statement for the month of June, 2020 reflected unrepresented cheques amounting to Kshs.1,376,795 of which cheques amounting to Kshs.447,818 were already stale and had not been written back into the cashbook.

In the circumstances, the accuracy of the reported bank balance of Kshs.8,121,841 as at 30 June, 2020 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 - Molo 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 summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual receipts on comparable basis of Kshs.211,963,196 and Kshs.123,040,876 respectively, resulting to an under-funding of Kshs.88,922,320 or 42%. Further, the Fund incurred expenditure amounting to Kshs.134,473,631 against a total budgeted expenditure of Kshs.211,963,196 resulting into an under-expenditure of Kshs.77,489,565 or 37%.

The underfunding and under-expenditure affected the planned activities and projects which may have impacted negatively on service delivery to the constituents of Molo.

#### **2. Unresolved Prior Year Audit Matters**

As disclosed under the progress on follow up of auditor recommendations section of the financial statements, some of the prior year audit issues remained unresolved as at 30 June, 2020. Management has not provided satisfactory reasons for the delay in resolving the issues.

## **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. Bursary to Private Tertiary Institutions**

The statement of receipts and payments reflects other grants and transfers of Kshs.22,424,775 which as disclosed in Note 7 to the financial statements, included bursary of Kshs.5,668,000 to tertiary institutions. Kshs.5,000,000 was paid to a private

institution for two-hundred and sixteen (216) students enrolled for short courses ranging from six (6) to nine (9) months. The payment to a private institution denied deserving students in Government institutions the needed funds to pursue their education and therefore the funds may not have been used in an economical way.

## **2. Delayed Implementation of Projects**

According to the project implementation status report as at 30 June, 2020, implementation of nine (9) projects for which a total of Kshs.14,720,000 was disbursed had not commenced.

Delayed implementation of projects denied the residents of the Molo Constituency the intended benefits and is contrary to the values and principles of public service as provided for under Article 232 (1)(c) of the Constitution which requires responsive, prompt, effective, impartial and equitable provision of services.

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 else 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 a Risk Management Policy**

During the year under review, the Fund did not have a risk management policy in place and therefore had no approved processes and guidelines on how to mitigate operational, legal and financial risks.

In the circumstances, the Fund was not in compliance with Regulation 165 (1)(b) of Public Finance Management (National Government) Regulations, 2016 which provides for a system of risk management and internal control that builds robust business operations.

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 control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and overall governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or 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 Fund monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

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

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

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements



are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.

Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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

  
CPA Nancy Gathungu, CBS  
AUDITOR-GENERAL

Nairobi

14 January, 2022

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

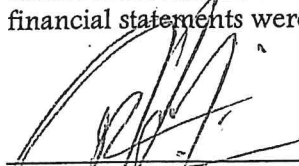
**Reports and Financial Statements**

**For the year ended June 30, 2020**

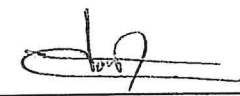
**STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	123,040,876	114,784,483
Proceeds from Sale of Assets	2	-	-
Other Receipts	3		-
<b>TOTAL RECEIPTS</b>		<b>123,040,876</b>	<b>114,784,483</b>
<b>PAYMENTS</b>			
Compensation of employees	4	1,403,556	1,542,148
Use of goods and services	5	6,563,500	6,732,182
Transfers to Other Government Units	6	99,281,800	52,050,000
Other grants and transfers	7	22,424,775	49,576,886
Acquisition of Assets	8	4,800,000	14,898,000
Other Payments	9	-	-
<b>TOTAL PAYMENTS</b>		<b>134,473,631</b>	<b>124,799,216</b>
<b>SURPLUS/DEFICIT</b>		<b>(11,432,756)</b>	<b>(10,014,733)</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The National Government Constituency Development Fund-Molo Constituency financial statements were approved on 9/9/20 2020 and signed by:

  
Fund Account Manager  
Name:

*Muhammad Hassan*

  
National Sub-County Accountant  
Name: *Richard M. Muthya*  
ICPAK Member Number:

16276



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2020**

**STATEMENT OF ASSETS AND LIABILITIES**

	Note	2019 - 2020 Kshs	2018 - 2019 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	8,121,841	19,554,596
Cash Balances (cash at hand)	10B	-	-
<b>Total Cash and Cash Equivalents</b>		<b>8,121,841</b>	<b>19,554,596</b>
Current Receivables-Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>8,121,841</b>	<b>19,554,596</b>
<b>FINANCIAL LIABILITIES</b>			
Accounts Payable-Retention	12A	-	-
Gratuity	12B	-	-
<b>NET FINANCIAL ASSETS</b>		<b>8,121,841</b>	<b>19,554,596</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	19,554,596	29,569,329
Surplus/Deficit for the year		(11,432,756)	(10,014,733)
Prior year adjustments	14	-	-
<b>NET FINANCIAL POSITION</b>		<b>8,121,841</b>	<b>19,554,596</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The National Government Constituency Development Fund-Molo Constituency financial statements were approved on 9/9/20 2020 and signed by:

Fund Account Manager  
Name:

*[Signature]*  
HASSAN

National Sub-County Accountant

Name: *Nicholas Mubeya*  
ICPAK Member Number:

*16 278*

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO CONSTITUENCY**

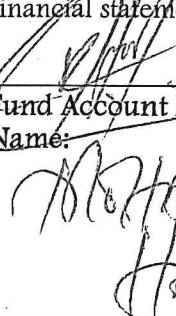
**Reports and Financial Statements**

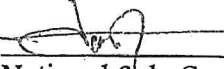
**For the year ended June 30, 2020**

**STATEMENT OF CASHFLOW**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
<b>Receipts for operating income</b>			
Transfers from NGCDF Board	1	123,040,876	114,784,483
Other Receipts	3	-	-
		<b>123,040,876</b>	<b>114,784,483</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	1,403,556	1,542,148
Use of goods and services	5	6,563,500	6,732,182
Transfers to Other Government Units	6	99,281,800	52,050,000
Other grants and transfers	7	22,424,775	49,576,886
		-	-
Other Payments	9	-	-
		<b>129,673,631</b>	<b>109,901,216</b>
<b>Adjusted for:</b>			
Decrease/(Increase) in Accounts receivable	15	-	-
Increase/(Decrease) in Accounts Payable	16	-	-
Prior year Adjustments	14	-	15,679
<b>Net Adjustments</b>		-	15,679
<b>Net cash flow from operating activities</b>		<b>(6,632,756)</b>	<b>4,898,946</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(4,800,000)	(14,898,000)
<b>Net cash flows from Investing Activities</b>		<b>(4,800,000)</b>	<b>(14,898,000)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(11,432,756)</b>	<b>(9,999,054)</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	13	<b>19,554,596</b>	<b>29,553,650.05</b>
<b>Cash and cash equivalent at END of the year</b>		<b>8,121,841</b>	<b>19,554,596</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The National Government Constituency Development Fund-Molo Constituency financial statements were approved on 9/9/20 2020 and signed by:

Fund Account Manager  
Name: 

  
National Sub-County Accountant  
Name: Nicholas Mutyiga  
ICPAK Member Number: 16276

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

**SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED- figures are in KSHS.**

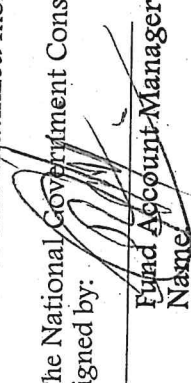
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Transfers from NG-CDF Board	137,367,724	74,595,472	211,963,196	123,040,876	88,922,320	58.0%
Proceeds from Sale of Assets						
Other Receipts			0			0.0%
<b>TOTAL RECEIPTS</b>	<b>137,367,724</b>	<b>74,595,472</b>	<b>211,963,196</b>	<b>123,040,876</b>	<b>88,922,320</b>	<b>58.0%</b>
<b>PAYMENTS</b>						
Compensation of Employees	1,175,434	1,622,868	2,798,302	1,403,556	1,394,746	50.2%
Use of goods and services	10,346,694	4,620,455	14,967,149	6,563,500	8,403,649	43.9%
Transfers to Other Government Units	73,650,000	56,087,027	129,737,027	99,281,800	30,455,227	76.5%
Other grants and transfers	47,395,596	12,265,122	59,660,718	22,424,775	37,235,943	37.6%
Acquisition of Assets	4,800,000	0	4,800,000	4,800,000	-	100.0%
Other Payments	0	0	0	-	-	
<b>TOTAL</b>	<b>137,367,724</b>	<b>74,595,472</b>	<b>211,963,196</b>	<b>134,473,631</b>	<b>77,489,565</b>	<b>63.4%</b>
Deficit/surplus	(0)	(0)	(0)	(11,432,755)	(11,432,755)	(0)


The budget of 137,367,724 is funds received from the board and no Appropriation in Aid (AIA) included.

The budget utilization difference of 63.4% is moneys not received from the board and moneys not fully used as at the closure of the financial year 2019/2020.

The difference between the original budget and the final budget are monies that were for 2018/2019 received from the board on the year 2019/2020 and unutilized monies at the bank at the start of the financial year 2019/2020.

The National Government Constituency Development Fund-Molo Constituency financial statements were approved on 21/06/20 2020 and signed by:

  
 Fund Account Manager  
 Name: Nicholas Mwangi

  
 Sub-County Accountant  
 Name: Nicholas Mwangi  
 ICPAK Member Number: 162776

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

**BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES**

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on comparable basis	Budget utilization difference
	2019/2020 Kshs	Kshs	2019/2020 Kshs	30/06/2020 Kshs	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	1,175,434	1,622,868	2,798,302	1,403,556	1,394,746
1.2 Committee allowances	2,725,663	850,859	3,576,522	1,570,450	2,006,072
1.3 Use of goods and services	3,500,000	2,299,620	5,799,620	2,903,300	2,896,320
<b>TOTAL</b>	<b>7,401,097</b>	<b>4,773,346</b>	<b>12,174,444</b>	<b>5,877,306</b>	<b>6,297,138</b>
2.0 Monitoring and evaluation					
2.1 Capacity building	2,500,000	1,048,226	3,548,226	1,048,000	2,500,226
2.2 Committee allowances	621,031	327,750	948,781	947,750	1,031
2.3 Use of goods and services	1,000,000	94,000	1,094,000	94,000	1,000,000
<b>TOTAL</b>	<b>4,121,031</b>	<b>1,469,977</b>	<b>5,591,008</b>	<b>2,089,750</b>	<b>3,501,258</b>
3.0 Emergency					
3.1 primary schools	7,198,241	5,986,924	13,185,166	7,647,200	5,537,966
	500,000	3,300,000			



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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

3.2 Secondary schools				1,300,000			
3.3 Tertiary institutions							
3.4 Security projects	1,247,200			1,300,000			
<b>TOTAL</b>	<b>7,198,241</b>			<b>5,986,924</b>		<b>7,647,200</b>	<b>5,537,966</b>
4.0 Bursary and Social Security			13,185,166				
4.1 Primary Schools							
4.2 Secondary Schools	11,340,409		11,785,409	445,000		1,472,000	10,313,409
4.3 Tertiary Institutions	18,659,591		18,965,214	305,622		5,668,000	13,297,214
4.4 Universities							
4.5 Social Security							
<b>TOTAL</b>	<b>30,000,000</b>		<b>30,750,622</b>	<b>750,622</b>		<b>7,140,000</b>	<b>23,610,622</b>
5.0 Sports							
5.1	2,047,354		4,124,930	2,077,576		2,077,575	2,047,355
<b>TOTAL</b>	<b>2,047,354</b>		<b>4,124,930</b>	<b>2,077,576</b>		<b>2,077,575</b>	<b>2,047,355</b>
Others (k.m.t.c)	1,800,000		6,800,000	5,000,000		5,000,000	1,800,000
<b>TOTAL</b>	<b>1,800,000</b>		<b>6,800,000</b>	<b>5,000,000</b>		<b>5,000,000</b>	<b>1,800,000</b>
6.0 Environment							
6.1	750,000		1,350,000	600,000		600,000	750,000
<b>TOTAL</b>	<b>750,000</b>		<b>1,350,000</b>	<b>600,000</b>		<b>600,000</b>	<b>750,000</b>
7.0 Primary Schools Projects							
(List all the Projects)							
Orthodox primary school							

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

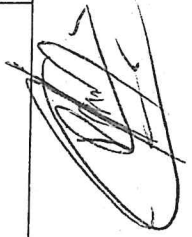
**Reports and Financial Statements**

**For the year ended June 30, 2020**

	4,500,000	-	4,500,000	4,500,000
Mukinyai primary school	1,000,000	-	1,000,000	1,000,000
Sokoro primary school	800,000	-	800,000	800,000
St. bredans primary school	1,200,000	-	1,200,000	1,200,000
Turi sulgwita primary school	500,000	-	500,000	-
Mona primary school	1,500,000	-	1,500,000	-
Mwangaza primary school	1,100,000	-	1,100,000	-
Rosewood Primary School	2,200,000	-	2,200,000	-
Sachangwan primary school	3,000,000	-	3,000,000	-
Kirantich primary school	1,100,000	-	1,100,000	-
Kimonio primary school	2,200,000	-	2,200,000	-
Oinoptich primary school	3,300,000	-	3,300,000	-
Michinda primary school	1,000,000	-	1,000,000	1,000,000
St. james primary school	1,200,000	-	1,200,000	1,200,000
New creation primary school	2,300,000	-	2,300,000	-
Kivulini primary school	1,100,000	-	1,100,000	-
Green park primary school	2,200,000	-	2,200,000	2,200,000
St. peters girls day primary school	1,000,000	-	1,000,000	-
PCEA Elburgon primary school	1,100,000	-	1,100,000	-
New creation primary				

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

school	-	1,000,000	1,000,000	1,000,000	-
Chesingele primary school	-	1,500,000	1,500,000	1,500,000	-
Orthodox primary school	-	500,000	500,000	500,000	-
Gathigi primary school	-	2,000,000	2,000,000	2,000,000	-
Mwangi Michuki primary school	-	500,000	500,000	500,000	-
St Marys mixed primary school	-	1,800,000	1,800,000	1,800,000	-
Gathigi primary school	-	300,000	300,000	300,000	-
Greenpark primary school	-	950,000	950,000	950,000	-
St James primary school	-	350,000	350,000	350,000	-
Ndoswa primary school	-	1,100,000	1,100,000	1,100,000	-
Arimi primary school	-	800,000	800,000	800,000	-
Kiplelmoi primary school	-	2,200,000	2,200,000	2,200,000	-
Sakaitim primary school	-	1,100,000	1,100,000	1,100,000	-
Kapsorok primary school	-	300,000	300,000	300,000	-
Rosewood primary school	-	1,000,000	1,000,000	1,000,000	-
Mutamaiyu primary school	-	2,260,000	2,260,000	2,260,000	-
Kimonio primary school	-	200,000	200,000	200,000	-
Tayari primary school	-	2,000,000	2,000,000	2,000,000	-
Tayari primary school E.C.D	-	300,000	300,000	300,000	-




**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

Soin primary school	-	4,000,000	4,000,000	4,000,000	-
Gathigi primary school	-	500,000	500,000	500,000	-
Kirandich primary school	-	200,000	200,000	200,000	-
New creation primary school	-	100,000	100,000	100,000	-
Turi idp primary school	-	2,750,000	2,750,000	2,750,000	-
<b>TOTAL</b>	<b>32,300,000</b>	<b>27,710,000</b>	<b>60,010,000</b>	<b>53,610,000</b>	<b>6,400,000</b>
<b>8.0 Secondary Schools Projects (List all the Projects)</b>					
Chandera secondary school	4,400,000	-	4,400,000	4,400,000	-
Michinda secondary school	3,000,000	-	3,000,000	-	3,000,000
Molo highway secondary	2,000,000	-	2,000,000	2,000,000	-
Rombeii secondary school	2,000,000	-	2,000,000	2,000,000	-
Mianzini secondary school	1,500,000	-	1,500,000	-	1,500,000
Molo secondary school 220	2,300,000	-	2,300,000	2,300,000	-
Moto secondary school	1,150,000	-	1,150,000	-	1,150,000
kambala secondary school	800,000	-	800,000	-	800,000
Mary Mount secondary school	1,150,000	-	1,150,000	-	1,150,000
Mona secondary school	2,000,000	-	2,000,000	-	2,000,000
Njenga karume secondary school	7,200,000	-	7,200,000	6,971,800	228,200
Turi secondary school	-	-	-	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

	2,000,000		2,000,000	2,000,000	2,000,000	
Kapsita secondary school	2,000,000	-	2,000,000	2,000,000	2,000,000	
Kimonio secondary school	2,300,000	-	2,300,000	2,300,000		
St. Josephs Elb secondary school	2,000,000	-	2,000,000		2,000,000	
Elburgon secondary school	3,750,000	-	3,750,000		3,750,000	
rombei secondary school	-	2,000,000	2,000,000	2,000,000		
Oinoptich secondary school	-	1,650,000	1,650,000	1,650,000		
Tayari secondary school	-	300,000	300,000	300,000		
Kiambiriria secondary school	-	1,000,000	1,000,000	1,000,000		
Arimi secondary school	-	1,700,000	1,700,000	1,700,000		
St brendans secondary school	-	1,150,000	1,150,000	1,150,000		
Turi secondary school	-	150,000	150,000	150,000		
Ndimu secondary school	-	3,000,000	3,000,000	3,000,000		
Michatha secondary school	-	150,000	150,000	150,000		
Nyakiambi secondary school	-	300,000	300,000	300,000		
Mariashoni secondary school	-	4,000,000	4,000,000	4,000,000		
Molo highway secondary school	-	1,400,000	1,400,000	1,400,000		
Nyakiambi Secondary school	-	1,900,000	1,900,000	1,900,000		
Mwangi Michuki Sec. school	-	4,677,027	4,677,027	4,677,027		4,677,027



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

<b>TOTAL</b>	39,550,000	23,377,027	62,927,027	40,671,800	22,255,227
10.0 Security Projects					
Lawina chief's office	200,000		200,000	200,000	-
kapsita police post	1,000,000		1,000,000	1,000,000	-
chandera police post	1,200,000		1,200,000	-	1,200,000
Sakaitim police post	1,000,000		1,000,000	-	1,000,000
Sakaitim chief's office	910,000		910,000	-	910,000
Michatha chief's office	910,000		910,000	-	910,000
Mukinyai chief's office	910,000		910,000	-	910,000
Arimi chief's office	910,000		910,000	910,000	-
Elburgon chief's office	360,000		360,000	-	360,000
Elburgon police station					
Ndoswa chiefs office		800,000	800,000	800,000	-
lawina chiefs office		200,000	200,000	200,000	-
Acc1's residence molo		250,000	250,000	250,000	-
Satewa police camp		400,000	400,000	400,000	-
Sachangwan D.o's office		1,000,000	1,000,000	1,000,000	-
<b>TOTAL</b>	<b>7,400,000</b>	<b>2,850,000</b>	<b>10,250,000</b>	<b>4,960,000</b>	<b>5,290,000</b>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

11.1 Motor Vehicles (including motorbikes)							
11.2 Construction of CDF office	4,800,000	-	4,800,000	4,800,000	4,800,000	-	-
<b>TOTAL</b>	4,800,000	-	4,800,000	4,800,000	4,800,000	-	-
<b>GRAND TOTAL</b>	137,367,724	74,595,473	211,963,197	134,473,631	77,489,566		



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

---

**SIGNIFICANT ACCOUNTING POLICIES**

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

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

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

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

**2. Reporting entity**

The financial statements are for the National Government Constituency Development Fund-Molo Constituency. The financial statements encompass the reporting entity as specified under section 81 of the Public Finance Management Act, 2012

**3. Reporting Currency**

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

**4. Significant Accounting Policies**

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

**a) Recognition of receipts**

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

**Tax Receipts**

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received.

**Transfers from the Exchequer**

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.



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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**SIGNIFICANT ACCOUNTING POLICIES**

**External Assistance**

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30<sup>th</sup> June 2020, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

**Other receipts**

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is 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 public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.



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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**SIGNIFICANT ACCOUNTING POLICIES**

**5. In-kind contributions**

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

**6. Cash and cash equivalents**

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

**7. Accounts Receivable**

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

**8. Accounts Payable**

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

**9. Pending Bills**

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

**10. Unutilized Fund**

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

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

---

**SIGNIFICANT ACCOUNTING POLICIES**

**11. Budget**

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2019 for the period 1<sup>st</sup> July 2019 to 30<sup>th</sup> June 2020 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

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

**12. Comparative Figures**

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

**13. Subsequent Events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30<sup>th</sup> June 2020.

**14. Errors**

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

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

**15. Related Party Transactions**

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.



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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

**NOTES TO THE FINANCIAL STATEMENTS**

**1. TRANSFERS FROM CDF BOARD-AIEs RECEIVED**

Description		2019 - 2020	2018 - 2019
		Kshs	Kshs
	AIE NO. B 005204		54,784,483
Normal Allocation	AIE NO. B005317		6,000,000
	AIE NO. B030201		10,000,000
	AIE NO. B005414		10,000,000
	AIE NO. B006461		6,000,000
	AIE NO. B042806		12,000,000
	AIE NO. B047034		16,000,000
	AIE NO. B 047183	54,040,876	
	AIE NO. B 047334	1,000,000	
	AIE NO. B 041144	4,000,000	
	AIE NO. B 047617	20,000,000	
	AIE NO. B 104414	15,000,000	
	AIE NO. B 049389	15,000,000	
	AIE NO. B 096620	14,000,000	
Conditional Grants	AIE NO...		
Receipt from other Constituency			
<b>TOTAL</b>		<b>123,040,876</b>	<b>114,784,483</b>

**PROCEEDS FROM SALE OF ASSETS**

<b>2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS</b>			
Description		2019 - 2020	2018 - 2019
		Kshs	Kshs
Receipts from the Sale of Buildings			-
Receipts from the Sale of Vehicles and Transport Equipment			-
Receipts from the Sale Plant Machinery and Equipment			-
Receipts from the Sale of Office and General Equipment			-
<b>TOTAL</b>		<b>-</b>	<b>-</b>

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

<b>3 OTHER RECEIPTS</b>			
<b>Description</b>		<b>2019 - 2020</b>	<b>2018 - 2019</b>
		<b>Kshs</b>	<b>Kshs</b>
Interest Received			-
Rents			-
Sale of Tender Documents			-
Other Receipts Not Classified Elsewhere (specify)			
<b>TOTAL</b>			-

**4. COMPENSATION OF EMPLOYEES**

<b>Description</b>		<b>2019 - 2020</b>	<b>2018 - 2019</b>
		<b>Kshs</b>	<b>Kshs</b>
Basic wages of temporary employees		1,331,484	1,384,996
Basic wages of casual labour			
<b>Personal allowances paid as part of salary</b>			
House allowance			
Transport allowance			
Leave allowance			
Other personnel payments			
Employer contribution to NSSF		72,072	157,152
Gratuity-contractual employees			
<b>TOTAL</b>		<b>1,403,556</b>	<b>1,542,148</b>

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Utilities, supplies and services	0	
Electricity	0	
Water & sewerage charges	-	
Office rent	560,000	280,000
Communication, supplies and services		-
Domestic travel and subsistence	12,200	-
Printing, advertising and information supplies & services	100,000	
Rentals of produced assets		
Training expenses	730,000	1,468,000
Hospitality supplies and services		-
Other committee expenses	2,456,000	1,227,350
Committee allowance	312,000	842,000
Insurance costs		
Specialised materials and services		
Office and general supplies and services	1,550,000	2,634,832
Fuel, oil & lubricants	500,000	250,000
Other operating expenses		10,000
Bank service commission and charges	30,000	
Other Operating Expenses	153,300	
Security operations		
Routine maintenance - vehicles and other transport equipment	160,000	20,000
Routine maintenance- other assets		
<b>TOTAL</b>	<b>6,563,500</b>	<b>6,732,182</b>

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**6. TRANSFER TO OTHER GOVERNMENT UNITS**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Transfers to Primary Schools	53,610,000	24,050,000
Transfers to Secondary Schools	40,671,800	23,950,000
Transfers to Tertiary Institutions	5,000,000	4,050,000
Transfers to Health Institutions		-
<b>TOTAL</b>	<b>99,281,800</b>	<b>52,050,000</b>

**7. OTHER GRANTS AND TRANSFERS**

Description	2019 - 2020	2018 - 2019
	Kshs	Kshs
Bursary - Secondary	1,472,000	18,851,900
Bursary - Tertiary	5,668,000	14,357,400
Bursary- Special Schools	-	
Mocks & CAT	-	
Water	-	
Food Security	-	
Electricity	-	
Security	4,960,000	9,450,000
Roads and Bridges/Strategic plan	-	1,500,000
Sports	2,077,575	227,586
Environment	600,000	300,000
Cultural Projects	-	-
Agriculture	-	-
<b>Emergency Projects</b>	<b>7,647,200</b>	<b>4,890,000</b>
<b>TOTAL</b>	<b>22,424,775</b>	<b>49,576,886</b>

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**8. ACQUISITION OF ASSETS**

<u>Non Financial Assets</u>		2019 - 2020	2018 - 2019
		Kshs	Kshs
Purchase of Buildings		-	-
Construction of Buildings		4,800,000	14,500,000
Refurbishment of Buildings		-	-
Purchase of Vehicles		-	-
Purchase of Bicycles & Motorcycles		-	-
Overhaul of Vehicles		-	-
Purchase of office furniture and fittings		-	-
Purchase of computers ,printers and other IT equipments		-	-
Purchase of photocopier		-	-
Purchase of other office equipments		-	398,000
Purchase of soft ware		-	-
Acquisition of Land		-	-
<b>TOTAL</b>		<b>4,800,000</b>	<b>14,898,000</b>

**9. OTHER PAYMENTS**

		2019-2020	2018-2019
		Kshs	Kshs
Strategic Plan			-
ICT Hubs		-	-
			-
<b>TOTAL</b>		<b>-</b>	<b>-</b>



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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**10A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)**

Name of Bank, Account No. & currency	Account Number	2019 - 2020	2018 - 2019
		Kshs (30/6/2020)	Kshs (30/6/2019)
EQUITY BANK KENYA LTD, MOLO BRANCH	A/C no.0230262025900	8,121,841	19,554,596
<b>TOTAL</b>		<b>8,121,841</b>	<b>19,554,596</b>

<b>10B: CASH IN HAND)</b>			
		2019 - 2020	2018 - 2019
		Kshs	Kshs
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other receipts (specify)		-	-
<b>TOTAL</b>		<b>-</b>	<b>-</b>

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**11: OUTSTANDING IMPRESTS**

11: OUTSTANDING IMPRESTS				
Name of Officer		Amount Taken	Amount Surrendered	Balance (30/6/2019)
	Date imprest taken	Kshs	Kshs	Kshs
			-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-

**12A. RETENTION**

12 Retention			
Supplier/Contractor	PV No.	2019 - 2020	2018 - 2019
		Kshs	Kshs
		-	-
		-	-
<b>TOTAL</b>		-	-

**12B. GRATUITY DEPOSITS**

Supplier/Contractor	PV No.	2019 - 2020	2018 - 2019
		Kshs	Kshs
		-	-
		-	-
<b>TOTAL</b>		-	-

**13. BALANCES BROUGHT FORWARD**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Bank accounts		19,554,596	29,569,329
Cash in hand			
Imprest			
<b>TOTAL</b>		<b>19,554,596</b>	<b>29,569,329</b>

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

**Reports and Financial Statements  
For the year ended June 30, 2020**

**14. PRIOR YEAR ADJUSTMENTS**

Description of the error	Balance b/f	Adjustments	Adjusted
	Financial Year 2019 - 2020 per Financial statements Kshs		balance b/f 2018 - 2019 Kshs
Bank accounts balances	-	-	15,679
Cash in hand	-	-	-
Accounts Payable	-	-	-
Receivables	-	-	-
Others (specify)	-	-	-
<b>TOTAL</b>			<b>15,679</b>

**15. CHANGES IN ACCOUNTS RECEIVABLE – OUTSTANDING IMPREST**

	2019-2020	2018-2019
	Kshs	Kshs
Outstanding Imprest as at 1st July 2019	-	-
Imprest issued during the year	-	-
Imprest surrendered during the Year	-	-
Net changes in accounts receivables	-	-
<b>TOTAL</b>		

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

	2019-2020	2018-2019
	Kshs	Kshs
Deposits and Retention as at 1st July 2019	-	-
Deposits and Retention held during the year	-	-
Deposits and Retention paid during the year	-	-
Net changes in accounts payable	-	-
<b>TOTAL</b>		

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**17. OTHER IMPORTANT DISCLOSURES**

**17.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Construction of buildings		-	-
Construction of civil works		-	-
Supply of goods		-	-
Supply of services		-	-
<b>TOTAL</b>		-	-

**17.2: PENDING STAFF PAYABLES (See Annex 2)**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Staff salaries		-	-
Staff Gratuity		-	-
Others (specify)		-	-
<b>TOTAL</b>		-	-

**17.3: UNUTILIZED FUND (See Annex 3)**

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Unutilized funds		77,489,565	74,579,793
<b>TOTAL</b>		77,489,565	74,579,793

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

17.4: PMC account balances (See Annex 5)

		2019 - 2020	2018 - 2019
		Kshs	Kshs
Account balances		44,223,336	24,209,019
<b>TOTAL</b>		<b>44,223,336</b>	<b>24,209,019</b>



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
	Kshs	Kshs	Kshs	Kshs	
	a	b	c	d=a-c	
<b>Construction of buildings</b>					
1.	0		0		
2.	0		0		
3.	0		0		
<b>Sub-Total</b>	<b>0</b>		<b>0</b>		
<b>Construction of civil works</b>					
4.	0		0		
5.	0		0		
6.	0		0		
<b>Sub-Total</b>	<b>0</b>		<b>0</b>		
<b>Supply of goods</b>					
7.	0		0		
8.	0		0		
9.	0		0		
<b>Sub-Total</b>	<b>0</b>		<b>0</b>		
<b>Supply of services</b>					
10.	0		0		
11.	0		0		
12.	0		0		
<b>Sub-Total</b>	<b>0</b>		<b>0</b>		
<b>Grand Total</b>	<b>0</b>		<b>0</b>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Comments
		Kshs	Kshs	Ksh	Kshs	
<b>Senior Management</b>		a	b	c	d=a-c	
1.						
2.						
3.						
<b>Middle Management</b>						
4.						
5.						
6.						
<b>Unionisable Employees</b>						
7.						
8.						
9.						
<b>Others (specify)</b>						
10.						
11.						
12.						
<b>Sub-Total</b>						
<b>Sub-Total</b>						
<b>Grand Total</b>						



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

**ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2020	Outstanding Balance 2019
		a	b	c	d=a-c	
		K.shs	K.shs	K.shs	K.shs	K.shs
<b>Amounts due to other Government entities</b>						
1. Primary Schools		60,010,000	-	53,610,000	6,400,000	0
2. Secondary Schools		62,927,027	-	40,671,800	22,255,227	69,385,639
<b>Sub-Total</b>		<b>122,937,027</b>		<b>94,281,800</b>	<b>28,655,227</b>	<b>69,385,639</b>
<b>Amounts due to other grants and other transfers</b>						
3. sports						
4. Others		4,124,930		2,077,575	2,047,355	2,746,905
5. Security Projects		6,800,000		5,000,000	1,800,000	
6. Emergency project		10,250,000		4,960,000	5,290,000	1,000,000
7. Environmental Projects		13,185,166		7,647,200	5,537,966	1,447,249
8. Bursary		1,350,000		600,000	750,000	-
9. Monitoring and Evaluation		30,750,622		7,140,000	23,610,622	-
10. Administration		5,591,008		2,089,750	3,501,258	-
<b>Sub-Total</b>		<b>12,174,444</b>		<b>5,877,306</b>	<b>6,297,138</b>	
<b>Grand Total</b>		<b>84,226,169</b>		<b>35,391,831</b>	<b>48,834,338</b>	
		<b>207,163,197</b>		<b>129,673,631</b>	<b>77,489,566</b>	<b>74,579,793</b>



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

Asset class	Historical Cost Kshs	Additions during the year	Disposals during the year	Historical Cost	
	2019/2020			2018/2019	
	Kshs	Kshs	Kshs	Kshs	Kshs
Land	0				0
Buildings and structures	19,300,000	4,800,000		14,500,000	
Transport equipment	4,500,000			4,500,000	
Office equipment, furniture and fittings	470,408			470,408	
ICT Equipment, Software and Other ICT Assets	123,530			123,530	
Other Machinery and Equipment					
Heritage and cultural assets	0				0
Intangible assets	0				0
<b>TOTAL</b>	<b>24,393,938</b>	<b>4,800,000</b>	<b>0</b>	<b>19,593,938</b>	<b>0</b>



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

**Reports and Financial Statements  
For the year ended June 30, 2020**

**ANNEX 5 –PMC BANK BALANCES AS AT 30 JUNE 2020**

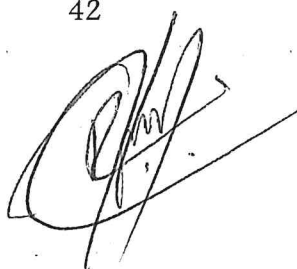
NO	NAME OF THE SCHOOL	BANK NAME	ACCOUNT NUMBER	BANK BALANCE AS AT 30TH JUNE 2020	BANK BALANCE AS AT 30TH JUNE 2019
				Kshs	Kshs
1	Kirantich primary school	Equity Bank	0230178692408	698,988	1,098,950
2	Mukinyai primary school	Equity Bank	0230162356053	399,719	229
3	Sachangwan primary school	Equity Bank	0230162537494	2,999,667	49,457
4	Sachangwan D.o's Office	Equity Bank	0230172199159	-	40
5	Kapsorok primary school	National Bank	01248053610600	-	
6	Molo highway secondary school	Equity Bank	0230170605532	2,001,188	-
7	Tayari primary school	Equity Bank	0230161960765	299,570	720
8	Tayari secondary school	Equity Bank	0230162316825	499,502	100,162
9	AccI's residence molo	Equity Bank	0230179303161	60	-
10	Ng-cdf Office	Equity Bank	0230178643177	990	14,239,430
11	Molo secondary school	Equity Bank	0230178259144	2,299,690	149,760
12	St marys mixed primary school	Equity Bank	0230264343857	1,800,090	90
13	Chesingele primary school	Equity Bank	0230264163374	1,000	-
14	Gathigi primary school	Equity Bank	0230264079562	198,445	65

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

15	Mona primary school	Equity Bank	0230162007014	(315)	140
16	Kiambiriria secondary school	Equity Bank	0230161966075	548,032	248,632
17	Mwangaza primary school	Equity Bank	0230262917859	1,099,531	44
18	Kivulini primary school	Equity Bank	0230162280623	249,641	38,501
19	Michatha secondary school	Equity Bank	0230170614105	-	599,075
20	Turi sulgwita Primary School	Equity Bank	0230161970903	462	79,692
21	Turi secondary school	Equity Bank	0230264527360	2,031,565	185
22	Greenpark primary school	Equity Bank	0230264225943	473	-
23	Chandera primary school	Equity Bank	0230162108763	80	80
24	Chandera secondary school	Equity Bank	0230162239461	4,399,653	699,584
25	Turi i.d.p primary school	Equity Bank	0230179303479	40	-
26	St brendans secondary school	Equity Bank	0230262818291	3,919	3,535
27	Sakaitim primary school	Equity Bank	0230162044420	197,468	48
28	Rosewood primary school	Equity Bank	0230162279345	1,298,005	300,255
29	Kapsita police post	Equity Bank	0230179813538	999,550	-
30	Rombeii secondary school	Equity Bank	0230177147659	2,020,200	199,340
31	New creation primary school	Equity Bank	0230162429305	1,293,475	5
32	St. Peters girls' day primary school	Equity Bank	0230177833085	258,610	80
33	Orthodox primary school	Equity Bank	0230263931131	2,499,750	3,401,239
34	Mwangi michuki primary pchool	Equity Bank	0230191181919	200,643	883



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

**Reports and Financial Statements  
For the year ended June 30, 2020**

35	Mutamaiyu primary school	Equity Bank	0230166896070	98,210	10
36	Ndimu secondary school	Equity Bank	0230179289650	597,000	-
37	Elburgon police station	Equity Bank	0230264152100	440	440
38	P.c.e.a Elburgon Primary School	Equity Bank	0230264025234	1,101,529	1,101,529
39	Satewa police camp	Equity Bank	0230179676510	499,880	-
40	St james Primary School	Equity Bank	0230161961419	99	39
41	Arimi primary school	Equity Bank	0230162479786	6,511	5,811
42	Arimi Secondary school	Equity Bank	0230264085292	99,500	100
43	Arimi chiefs office	Equity Bank	0230179808605	909,550	-
44	Nyakiambi secondary school	Equity Bank	0230162008830	1,464	504
45	Oinoptich secondary school	Equity Bank	0230177982486	249,660	199,400
46	Oinoptich primary school	Equity Bank	0230264029710	449,717	199,650
47	Lawina primary school	Equity Bank	0230172109209	500,300	300
48	Lawina chiefs office	Equity Bank	0230177325692	690,020	440,470
49	Ndoswa primary school	Equity Bank	0230264534121	100,790	271
50	Ndoswa chiefs office	Equity Bank	02301774784816	299,760	99,760
51	Kiplelmoi primary school	Equity Bank	0230170658380	2,200,875	875
52	Mariashoni secondary school	Equity Bank	0230177169777	1,499,780	899,640
53	Kimonio primary school	Equity Bank	0230264035926	2,400,000	-
54	Kimonio secondary school	Equity Bank	0230179674494	198,680	Opened 24-02- 2020

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

**Reports and Financial Statements**

**For the year ended June 30, 2020**

55	Soin primary school	Equity Bank	0230179304148	3,969,880	Opened 09-10- 2019
56	Moto Secondary School	Equity Bank	0230179876582	-	Opened 16-06- 2020
57	St Brendans Primary School	Equity Bank	0230162301705	50,000	50,000
58	Mary Mount Secondary School	Equity Bank	0230179883928	-	Opened 19-06- 2020
	<b>TOTAL</b>			<b>44,223,336</b>	<b>24,209,019</b>



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2020**

**PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.	Financial statement presentation and Disclosure	Noted the issues raised	Mohamed Hassan – Fund Account Manager	Not resolved	01/04/2021
2.	Prior year adjustment	Noted the issues raised	Mohamed Hassan – Fund Account Manager	Not resolved	01/04/2021
3.	Bank balances	Noted the issues raised	Mohamed Hassan – Fund Account Manager	Not resolved	01/04/2021
4.	Budget and budget analysis	Noted the issues raised	Mohamed Hassan – Fund Account Manager	Not resolved	01/04/2021
5.	Project verifications	Noted the issues raised	Mohamed Hassan – Fund Account Manager	resolved	