

REPUBLIC OF KENYA



KENYA NATIONAL AUDIT OFFICE

PARLIAMENT  
OF KENYA  
LIBRARY



*Paper Laid*  
*By Hon. A. Duale MP*  
*(Com) on Wednesday*  
*10-06-2015 (PM)*  
*MW*

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

**ON**

**THE FINANCIAL STATEMENTS OF  
CONSTITUENCIES DEVELOPMENT FUND  
STAREHE CONSTITUENCY**

**FOR THE YEAR ENDED  
30 JUNE 2014**

# REPUBLIC OF KENYA

Telephone: +254-20-342330  
Fax: +254-20-311482  
E-Mail: [oag@oagkenya.go.ke](mailto:oag@oagkenya.go.ke)  
Website: [www.kenao.go.ke](http://www.kenao.go.ke)



P.O. Box 30084-00100  
NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON CONSTITUENCIES DEVELOPMENT FUND - STAREHE CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2014

---

#### REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund – Starehe Constituency set out on pages 5 to 20, which comprise the statement of financial assets and liabilities as at 30 June, 2014, the statement of receipts and payments, summary statement of appropriation and statement of cash flows 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 8 of the Public Audit Act, 2003. 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.

#### **Management's Responsibility for the Financial Statements**

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 such 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.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 7 of the Public Audit Act, 2003.

#### **Auditor-General's Responsibility**

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 9 (1) of the Public Audit Act, 2003. The audit was conducted in accordance with International Standards on Auditing. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating appropriateness of accounting policies used and the reasonableness of accounting

estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

### **Basis for Qualified Opinion**

#### **1. Accuracy of the Financial Statements**

The statement of receipts and payments reflects totals of Kshs.62,559,841 and Kshs.33,549,946 under receipt and payments respectively. However, review of available records revealed that an amount of Kshs.34,267,203 received through AIE number 2012/2013/442 and an amount of Kshs.99,120 inherited from the larger former Starehe Constituency was not included. Consequently, the total receipt figure of Kshs.62,559,841 had been understated with an amount of Kshs.34,366,323.

In addition, expenditures totalling to Kshs.15,240,167 out of the total expenditure of Kshs.33,549,946 was not analysed or supported with documentary evidence as shown below:

<b>Expenditure</b>	<b>Amount (Kshs.)</b>
Compensation of employees	912,437
Use of Goods and Services	500,000
Committee Meeting Allowances	2,123,567
Other Grants and Transfers	11,192,163
Social Security Benefits	12,000
Other Payments	<u>500,000</u>
	<u>15,240,167</u>

Consequently, the accuracy and validity of the expenditure could not be confirmed.

#### **2. Transfers to Other Government Units**

The statement of receipts and payments also reflects an amount of Kshs.11,235,675 disclosed as transfers to other government units. This amount relates to funds that had been intended for transfer to health facilities. However, as at year end, the amount had not been transferred. Consequently, the description of the amount as transfers to other government units is misleading.

#### **3. Stalled Projects**

The statement of receipts and payments further reflects an amount of Kshs.14,952,163 under other grants and transfers. Included in the amount are two transfers to two secondary schools, Our Lady of Mercy and Pumwani amounting to Kshs.2,000,000 and Kshs.1,682,230 for the construction of a dormitory, and a gate and security office in the two institutions respectively.

Inspections of the two projects revealed that the expenditure for Our Lady of Mercy was for the construction of walls only while roofing and slab works had not been budgeted for. The project has therefore stalled.

In Pumwani, the project was carried out under a Kenya Power transformer. Consequently, the project may not be completed and if completed it may not be used.

#### **4. Unutilised Facilities**

The statement of receipts and payments also includes an amount of Kshs.9,500,000 in other grants and transfers figure of Kshs.14,932,163, relating to several public toilets that had been constructed in the constituency in Maasai, Kenya Wines, Land Mawe and Muthurwa. Although the facilities have been completed to the required standards, these have not been handed over to the relevant authorities. No reason has been given for the failure by the CDF Board to hand over the projects.

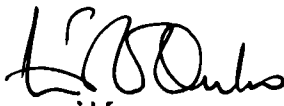
#### **5. Cash and Cash Equivalents**

The statement of financial assets and liabilities reflects an amount of Kshs.29,009,895 under total financial assets, which agrees to the surplus for the year. However, the cash and cash equivalents figure does not include the opening cash balance of Kshs.99,102 and AIE received of Kshs.34,267,203. In addition, an amount of Kshs.11,235,675, indicated to have been transferred to other government units has not been included in the cash and cash equivalents balance.

Consequently, the cash and cash equivalents balance disclosed in the financial statements is misstated to the extent of the omissions.

#### **Qualified Opinion**

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Fund as at 30 June 2014, and of its financial performance for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Constituency Development Fund Act, 2013.

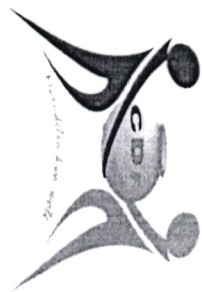


**Edward R.O. Ouko, CBS**  
**AUDITOR-GENERAL**

**Nairobi**

**14 May 2015**

[10<sup>TH</sup> SEPTEMBER 2014]



---

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED**

**JUNE 30, 2014**

---

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

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**

**Reports and Financial Statements**

For the year ended June 30, 2014 (Kshs62,559,840.96

**Table of Content**

**Page**

**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT ..... 2**

**II. STATEMENT OF CONSTITUENCY MANAGEMENT RESPONSIBILITIES ..... 5**

**III. STATEMENT OF RECEIPTS AND PAYMENTS ..... Error! Bookmark not defined.**

**IV. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES ..... 7**

**V: SUMMARY STATEMENT OF APPROPRIATION ..... 7**

**VI. SIGNIFICANT ACCOUNTING POLICIES ..... 9**

**VII. NOTES TO THE FINANCIAL STATEMENTS ..... 12**

**CONSTITUENCIES DEVELOPMENT FUND - STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014 (Kshs62,559,840.96)**

**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

The Constituencies Development Fund (CDF) was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013. The CDF Act 2013 aligns the Fund with the Constitution of Kenya 2010 and the Public Finance Management Act 2012 that lay emphasis on citizen participation in public finance management and decision making, transparency and accountability together with equity in public resource utilization. The overall management of the Fund is the responsibility of the Constituencies Development Fund Board.

**(b) Key Management**

The *Constituency's* day-to-day management is under the following key organs:

- i. Constituencies Development Fund Board (CDFB)
- ii. Constituency Development Fund Committee (CDFC)

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2014 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Chief Executive Officer	Yusuf Mbuno
2.	Fund Account Manager	Johnson njinju maina
3.	District Accountant	V.O Obunga

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2014 (Kshs62,559,840.96**

**(d) Fiduciary Oversight Arrangements**

1. Edward Mukundi	-	Chairman
2. Johnson Maina	-	Fund Manager
3. Angelina Oduor	-	Asst. County Commissioner
4. Alice Wambui Nyuguna	-	Member
5. John Maina Muhoro	-	Member
6. Simon Boera Nyakundi	-	Member
7. Fatma Ali Adan	-	Member
8. Serah Wambui Muhia	-	Member
9. Alice Waiherero	-	Member
10. Rose Wambui Mungai	-	Member

**(e) Entity Headquarters**

Provide box and physical address of the constituency CDF office

P.O. Box 10445-100  
Nairobi, KENYA

**(f) Entity Contacts**

Provide telephone number and email of the constituency CDF office

Telephone: 0202392530  
E-mail: [info@starehe.cdf.go.ke](mailto:info@starehe.cdf.go.ke)  
Website: [www.starehe.cdf.go.ke](http://www.starehe.cdf.go.ke)



**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014 (Kshs62,559,840.96)**

**(g) Entity Bankers**

Constituency CDF main banker (stima plaza ngara)

1. cooperative Bank of Kenya

...

...

...

**(h) Independent Auditors**

Auditor General

Kenya National Audit Office

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

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014 (Kshs62,559,840.96**

**II. STATEMENT OF CONSTITUENCY 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 by the Public Sector Accounting Standards Board of Kenya from time to time.

The Fund Account Manager in charge of the Starehe *CDF* is responsible for the preparation and presentation of the Constituency's financial statements, which give a true and fair view of the state of affairs of the Constituency as at the end of the financial year ended on June 30, 2014. 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 constituency; (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 constituency; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Fund Account Manager in charge of the Starehe *CDF* accepts responsibility for the Constituency'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) and relevant legal framework of the Government of Kenya. The Fund Account Manager is of the opinion that the Starehe *CDF* financial statements give a true and fair view of the state of Constituency's transactions during the financial year ended June 30, 2014, and of the Constituency's financial position as at that date. The Fund Account Manager in charge of the Starehe *CDF* further confirms the completeness of the accounting records maintained for the Constituency, which have been relied upon in the preparation of the Constituency financial statements as well as the adequacy of the systems of internal financial control.

The Fund Account Manager in charge of the Starehe *CDF* confirms that the entity has complied fully with applicable Government Regulations and that the Constituency's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Fund Account Manager 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 Starehe *CDF* financial statements were approved and signed on 10/09 2014.

**EDWARD MUKUNDI**  
Chairman - CDFC

**JOHNSON MAINA**  
Fund Account Manager

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30,2014 (Kshs62,559,840.96**

**III. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2013-2014	2012-2013
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	62,559,840.96	-
Proceeds from Sale of Assets	2	0	0
Other Receipts	3	0	xxx
<b>TOTAL RECEIPTS</b>		<b>62,559,840.96</b>	<b>xxx</b>
<b>PAYMENTS</b>			
Compensation of Employees	4	1726541	xxx
Use of goods and services	5	2500000	xxx
Committee meeting allowances	6	2123567	xxx
Transfers to Other Government Units	7	11235675	xxx
Other grants and transfers	8	14952163	xxx
Social Security Benefits	9	12000	xxx
Acquisition of Assets	10	500000	xxx
Other Payments	11	500000	xxx
<b>TOTAL PAYMENTS</b>		<b>33,549,946</b>	<b>xxx</b>
<b>SURPLUS/DEFICIT</b>		<b>29,009,894.96</b>	<b>xxx</b>

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
For the year ended June 30,2014 (Kshs62,559,840.96

**IV. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES**

	Note	2013-2014	2012-2013
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	12	29,009,894.96	xxx
Cash Balances (sale of tenders, hire of grader)	13	0	xxx
Outstanding Imprests	14		xxx
Cash Equivalents ( eg sale of tender doc held in bankers cheque )	15	0	xxx
<b>TOTAL FINANCIAL ASSETS</b>		<b>29,009,894.96</b>	<b>xxx</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	16	0	xxx
Surplus/Deficit for the year ( from stm of receipt & expenditure		29,009,894.96	xxx
Prior year adjustments	17	0	xxx
<b>NET LIABILITIES</b>		<b>29,009,894.96</b>	<b>xxx</b>

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
 For the year ended June 30, 2014 (Kshs62,559,840.96)

**V: SUMMARY STATEMENT OF APPROPRIATION**

Revenue/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation Difference to Final Budget f=d/c %
Compensation of Employees	1832312		1832312	1726541	105771	94.20%
Use of goods and services	2989624		2989624	2500000	489624	83.60%
Committee Members Expenses	2242312		2242312	2123567	118745	94.70%
Transfers to Other Government Units	12164989		12164989	11235675	929314	92.36%
Other grants and transfers	16506371		16506371	14952163	1554208	90.58%
Social Security Benefits	12000		12000	12000	0	100%
Acquisition of Assets	500000		500000	500000	0	100%
Other Payments	500000		500000	500000	0	100%
<b>TOTALS</b>	<b>36747608</b>		<b>36747608</b>	<b>33549946</b>	<b>3197662</b>	<b>91.29%</b>

The entity financial statements were approved on \_\_\_/10/9\_\_\_ 2014 and signed by:

**EDWARD MUKUNDI**  
 Chairman - CDFC

**JOHNSON NJINJU**  
 Fund Account Manager

## **VI. SIGNIFICANT ACCOUNTING POLICIES**

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

### **a) Statement of compliance and basis of preparation**

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting and relevant legal framework of the Government of Kenya. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the Constituency and all values are rounded to the nearest thousand (Kshs'000). The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the Constituency.

### **b) Recognition of revenue and expenses**

The Constituency recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the Constituency. In addition, the Constituency recognises all expenses when the event occurs and the related cash has actually been paid out by the Constituency.

### **c) 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 revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**

For the year ended June 30, 2014 (Kshs62,559,840.96)

**d) Cash and cash equivalents**

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

**e) Receivables and payables**

Receivables are funds due to the Constituency at the end of the financial year from the CDF Board and other sources but not yet received while payables are funds due to other parties at the end of the financial year but not yet paid. As receivables and payables do not involve the receipt or 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 Constituency at the end of the year. When the receivables or payables are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

**f) Budget**

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The Constituency's budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the Constituency's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

**g) Comparative figures**

This is the first year the Constituency is preparing financial statements and hence we do not have comparative figures.

**h) 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 June 30, 2014.





**CONSTITUENCIES DEVELOPMENT FUND – STARHE CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014 (Kshs62,559,840.96)**

	2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS	
	2013 - 2014 Kshs	2012 - 2013 Kshs
3510202	0	
	Receipts from the Sale of Buildings	
3510601	0	
	Receipts from the Sale of Vehicles and Transport Equipment	
3510801	0	
	Receipts from the Sale Plant Machinery and Equipment	
3510803	0	
	Receipts from the Sale of office and general equipment	
<b>Total</b>	<u>0</u>	
	<u>0</u>	



**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
 For the year ended June 30, 2014 (Kshs62,559,840.96)

2110000

**4 COMPENSATION OF EMPLOYEES**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
2110201 Basic wages of contractual employees	1,726,541	0
2110202 Basic wages of casual labour	0	
Personal allowances paid as part of salary		
2110301 House allowance	0	0
2110314 Transport allowance	0	0
2110320 Leave allowance	0	0
2110326 Other personnel payments	0	0
<b>Total</b>	<b>1,726,541</b>	<b>0</b>

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
For the year ended June 30, 2014 (Kshs62,559,840.96)

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

2200000	5 USE OF GOODS AND SERVICES		2013 - 2014	2012 - 2013
			Kshs	Kshs
	2210100	Utilities, supplies and services	500000	
	2210104	Office rent	0	
	2210200	Communication, supplies and services	500000	
	2210300	Domestic travel and subsistence	500000	
	2210500	Printing, advertising and information supplies & services	300000	
	2210600	Rentals of produced assets	0	
	2210700	Training expenses	255000	
	2210800	Hospitality supplies and services	0	
	2210900	Insurance costs	0	
	2211000	Specialised materials and services	0	
	2211100	Office and general supplies and services	150000	
	2211200	Fuel ,oil & lubricants	10376	
	2211300	Other operating expenses	0	
	2220100	Routine maintenance – vehicles and other transport equipment	284624	
	2220200	Routine maintenance – other assets	0	
		<b>Total</b>	<b>2500000</b>	<b>xxx</b>



**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
For the year ended June 30, 2014 (Kshs62,559,840.96)

2640000	8	OTHER GRANTS AND OTHER PAYMENTS	2013 - 2014	2012 - 2013
			2013 - 2014	2012 - 2013
			Kshs	Kshs
	2640101	Bursary -Secondary	5390182	xx
	2640102	Bursary -Tertiary	3835974	
	2640104	Bursary-Special schools	0	
	2640105	Mocks & CAT	0	
	2640504	water	0	xx
	2640505	food security	0	xx
	2640506	Electricity	0	
	2640507	Security	0	
	2640508	Roads	0	
	2640509	Sports	1161541	
	2640510	Environment	1000000	
	2640200	Emergency Projects	3564466	
		Total	14952163	xx
2120000	9	SOCIAL SECURITY BENEFITS		
			2013 - 2014	2012 - 2013
			Kshs	Kshs
	2120101	Employer contribution to NSSF	12000	xx
		Total	12000	xx

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**

For the year ended June 30, 2014 (Kshs62,559,840.96)

**3100000      10 ACQUISITION OF ASSETS**

	10 ACQUISITION OF ASSETS	
	2013 - 2014	2012 - 2013
<u>Non Financial Assets</u>	Kshs	Kshs
3110102 Purchase of Buildings		XX
3110202 Construction of Buildings		XX
3110302 Refurbishment of Buildings		XX
3110701 Purchase of Vehicles		XX
3110704 Purchase of Bicycles & Motorcycles		
3110801 Overhaul of Vehicles		XX
3111001 Purchase of Office furniture and fittings		XX
3111002 Purchase of computers ,printers and other IT equipments	500,000	XX
3111005 Purchase of photocopier		XX
3111009 Purchase of other office equipments		XX
3111112 Purchase of soft ware		XX
3130101 Acquisition of Land		XX
<b>Total</b>	<b>500000</b>	<b>XX</b>

<b>11 Other Payments</b>	<b>0</b>
construction of market sheds	100000000
construction of chief offices	2000000
construction of public toilets	160000000
<b>total</b>	<b>280000000</b>

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
For the year ended June 30, 2014 (Kshs62,559,840.96)

**12 Bank Balances (cash book bank balance)**

Name of Bank, Account No. & currency	2013 - 2014 Kshs	2012 - 2013 Kshs
<i>Cooperative Bank, Stima plaza A/C no.01120070407600</i>	8586664.19	xxx
	0	xxx
		xxx
<b>Total</b>	<b>8586664.19</b>	<b>xxx</b>

**13 CASH BALANCES ( cash in hand)**

	2013 - 2014 Kshs	2012 - 2013 Kshs
Sale of tender	0	xxx
Hire of graders	0	xxx
Hire of hall	0	xxx
Other receipts (specify)	0	xxx
<b>Total</b>	<b>0</b>	<b>xxx</b>



**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
 For the year ended June 30, 2014 (Kshs62,559,840.96)

*[Provide cash count certificates for each]*

**14 OUTSTANDING IMPRESTS**

<i>Name of Officer or Institution</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>robertkioko</i>	153,000	xxx	153,000
<i>Name of Officer</i>	xxx	xxx	xxx
<i>Name of Officer</i>	xxx	xxx	xxx
<i>Name of Officer</i>	xxx	xxx	xxx
<i>Name of Officer</i>	xxx	xxx	xxx
<i>Name of Officer</i>	xxx	xxx	xxx
<b>Total</b>	<b>xxx</b>		<b>xxx</b>

**15 Cash equivalents (short-term deposits)**

<i>Name of Bank, Account No. &amp; currency</i>	<i>Amount in foreign currency</i>	<i>Exchange rate</i>	<i>2013 - 2014</i>	<i>2012 - 2013</i>
			<i>Kshs</i>	<i>Kshs</i>
<i>Sale of tender docs held in banker chq</i>			0	xxx
<i>Describe the nature of deposit</i>			0	xxx
<i>Describe the nature of deposit</i>			0	xxx

**Total**

**0**      **xxx**

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014 (Kshs62,559,840.96)**

**16 BALANCES BROUGHT FORWARD**

	2013 - 2014	2012 -
	Kshs	2013
		Kshs
Bank accounts		-
Cash in hand	8,586,664.19	-
Cash equivalents (short-term deposits)		-
Imprest		-
Receivables		-
Payables		-
<b>Total</b>		-

8,586,664.19

*[Provide short appropriate explanations as necessary]*

**CONSTITUENCIES DEVELOPMENT FUND – STARHEH CONSTITUENCY**  
**Reports and Financial Statements**  
 For the year ended June 30, 2014 (Kshs62,559,840.96)

17

**PRIOR YEAR ADJUSTMENTS**

	2013 - 2014 Kshs	2012 - 2013 Kshs
Bank accounts	0	
Cash in hand	0	
Cash equivalents (short-term deposits)	0	
Imprest	0	
Receivables	0	
Payables	0	

Total

0
---

18

**OTHER DISCLOSURES**

**18.1 FIXED ASSET SCHEDULE**

Description	2013 - 2014 Kshs	2012 - 2013 Kshs
	AIE NO... 750203	25,023,936.00
AIE NO... 750204	37,535,904.96	0
AIE NO...	0	0
AIE NO...	0	0
<b>TOTAL</b>	<b>62,559,840.96</b>	<b>0</b>

**CONSTITUENCIES DEVELOPMENT FUND – STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
For the year ended June 30, 2014 (Kshs62,559,840.96)

**18.3 PAYABLES**

Description	2013 - 2014		2012 - 2013	
	Kshs		Kshs	
AIE NO... 750203	25,023,936.00	0	0	0
AIE NO.... 750204	37,535,904.96	0	0	0
AIE NO...	0	0	0	0
AIE NO...	0	0	0	0
<b>TOTAL</b>	<b>62,559,840.96</b>	<b>0</b>	<b>0</b>	<b>0</b>

**18.4 FUNDS DUE TO PROJECTS**

Description	2013 - 2014		2012 - 2013	
	Kshs		Kshs	
AIE NO... 750203	25,023,936.00	0	0	0
AIE NO.... 750204	37,535,904.96	0	0	0
AIE NO...	0	0	0	0
AIE NO...	0	0	0	0
<b>TOTAL</b>	<b>62,559,840.96</b>	<b>0</b>	<b>0</b>	<b>0</b>

**CONSTITUENCIES DEVELOPMENT FUND - STAREHE CONSTITUENCY**  
**Reports and Financial Statements**  
 For the year ended June 30, 2014 (Kshs62,559,840.96)

**18.5 DISBURSEMENTS FROM THE BOARD**

Description	2013 - 2014 Kshs	2012 - 2013 Kshs
AIE NO... 750203	25,023,936.00	0
AIE NO..... 750204	37,535,904.96	0
AIE NO...	0	0
AIE NO...	0	0
<b>TOTAL</b>	<b>62,559,840.96</b>	<b>0</b>

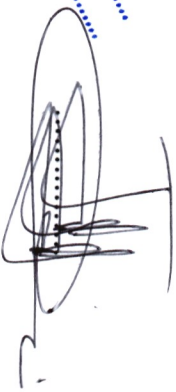
The StareheCDF financial statements were approved and signed on 10/09 2014.

**EDWARD MUKUNDI**



Chairman - CDFC

**JOHNSON MAINA**



Fund Account Manager

**STAREHE (C.D.F.)  
 FUNDS ACCOUNTS MANAGER**  
 DATE:.....  
 SIGN:.....