

REPUBLIC OF KENYA



KENYA NATIONAL AUDIT OFFICE

REPORT

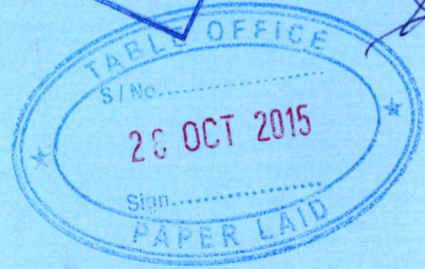
OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
CONSTITUENCIES DEVELOPMENT FUND-
RONGO CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE 2014



Paper laid
for the sparsity
Chief Whip
Hon. Kator ole
mehta
on Wednesday
28/10/2015
LEG

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund – Rongo Constituency set out on pages 4 to 15, which comprise statement of financial assets as at 30 June 2014, and the statement of receipts and payments, and summary statement of appropriation: recurrent and development 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 of the Public Audit Act, 2003 and submit the audit report in compliance with Article 229 (7) of the Constitution of Kenya. 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 the 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 the 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 adverse audit opinion.

Basis for Adverse Opinion

1.0 Inaccuracies in the Financial Statements

1.1 Cash and Bank

The bank balance of Kshs.44,273,277 disclosed under Note 8 to the financial statements differs with the reconciled cash book balance of Kshs.44,143,237 leading to a difference of Kshs.130,040. Further, records show that a KCB Rongo bank account with a balance of Kshs.23,975 as at 30 June 2014 has not been incorporated in the cash and bank balance at the same date.

In the circumstances, the accuracy of cash and bank balance of Kshs.45,787,976.70 as at 30 June 2014 could not be confirmed.

1.2 Outstanding Imprests

Included in the cash and cash equivalent balance of Kshs.45,787,977 as at 30 June 2014 are outstanding imprests totalling to Kshs.1,514,700 which had not been surrendered or accounted for by the same date. Further, as disclosed in Note 9, one officer was granted several imprests before accounting for previous ones contrary to the existing regulations on issue and accountability of imprests.

1.3 Comparatives of balances

The comparative figures for the year ended 30 June 2013 have not been incorporated in the financial statements for the year against the requirements of IPSAS 1 – Presentation of Financial Statements. The accuracy of the opening balances and completeness of the financial statements could therefore not be confirmed

1.4 The Statement of Financial Assets

The statement of financial assets reflects total financial assets of Kshs.45,787,976 represented by a fund balance brought forward and surplus for the year of Kshs.2,162,714 and Kshs.43,471,848 respectively all totalling Kshs.45,634,562. The unexplained difference of Kshs.153,414, named Net Liabilities in the statement of asset was not explained nor supported by any document.

2.0 Procurement and Monitoring of Projects

2.1 Construction of Kangeso Dispensary

A contractor whose price quotation was the fourth lowest at a sum of Kshs.13,535,640 was awarded a contract for the construction of Kangeso Dispensary while the lowest

bidder quoted Kshs.11,346,033. Tender evaluation reports were not availed to show how the contractor was selected.

Further, payments were made without inspection and acceptance committee reports and retention to take care of the defects within the liability period were also not deducted upon payment made.

2.2 Nyitienge Primary School Projects

A contractor was awarded the contract for completion of two classrooms and construction of three classrooms at Nyitienge Primary School at a contract sum of Kshs.3,196,900. However, tender documents were not provided (including the tender evaluation reports) for audit verification. Further, payments were made without inspection and acceptance committee reports.

2.3 Payments for unexecuted contract works

A contractor was awarded the contract for the completion of Cham-Gi-Wadu divisional headquarters in Rongo Constituency at a contract sum of Kshs.1,015,667. Although full project sum had been paid at the time of the audit, works costing Kshs.561,000 in respect of roofing and walling had not been done. Further, the board erected on site indicated that the works had been done in the year 2011/12.

In the circumstances, the propriety of the above payments and whether the money was used for the project in the year under review could not be confirmed.

Adverse Opinion

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, in all material respects, the financial position of Constituencies Development Fund-Rongo Constituency as at 30 June 2014, and of its receipts and payments for the year then ended in accordance with International Public Sector Accounting Standards (Cash Basis) and does not comply with the Public Finance Management Act, 2012 and Constituencies Development Fund Act, 2003.

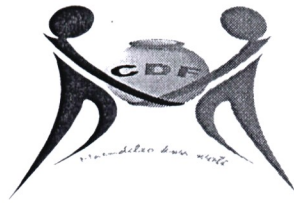


Edward R. O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

28 September 2015

[30TH SEPTEMBER 2014]



CONSTITUENCIES DEVELOPMENT FUND – RONGO

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 – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

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CONSTITUENCIES DEVELOPMENT FUND - RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014

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 30th June 2014 and who had direct fiduciary responsibility were:

| No. | Designation | Name |
|-----|-------------------------|------------------------|
| 1. | Chief Executive Officer | Yusuf Mbuno |
| 2. | Fund Account Manager | Enock Nyasende |
| 3. | District Accountant | Antony Ngunjiri |

(d) Fiduciary Oversight Arrangements

| NO. | NAME | ID NO. | MEMBERSHIP CATEGORY | NOMINATING WARD | POSITION IN THE COMMITTEE |
|-----|------------------------|----------|------------------------|-------------------|---------------------------|
| 1. | Joseph Onyango Ngare | 1506595 | Man Nominee | East Kamagambo | Chairman |
| 2 | Jared Aol Otieno | 4829044 | Person with Disability | Central Kamagambo | Secretary |
| 3 | Okoth Benard | 28681949 | Man Nominee (Youth) | North Kamagambo | Member |
| 4 | Peter Okoth Okumu | 20271679 | Man Nominee | South Kamagambo | Member |
| 5 | Philice Adoyo Ngere | 23352368 | Woman Nominee (Youth) | East Kamagambo | Member |
| 6 | Roselyne Atieno Kisuge | 7309417 | Woman Nominee | Central Kamagambo | Member |
| 7 | Benedicta | 7985084 | Woman Nominee | North | Member |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
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| | | | | | |
|----|--------------------------|----------|------------------------------|-----------------|------------|
| | Akinyi Chiaga | | | Kamagambo | |
| 8 | Joshiah Ochieng Odhiambo | 24241157 | Nominee from NGO | South Kamagambo | Member |
| 9 | John Korir | | National Government Official | | Ex-Officio |
| 10 | Enock Ombui Nyasende | 22504683 | Officer of the Board | | Ex-Officio |
| 11 | Hon.Dalmas Otieno | 6794837 | Area Member of Parliament | | Ex-Officio |

(e) Entity Headquarters

P.O. Box 542-40404
Rongo.

(f) Entity Contacts

Telephone: (254)
E-mail: rongocdf@cdf.go.ke
Website: www.go.ke

(g) Entity Bankers

1. National Bank of Kenya-Awendo-
2. Kenya Commercial Bank-Rongo-

(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 – RONGO CONSTITUENCY
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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 Rongo *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 Rongo *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 Rongo *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 Rongo *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 Rongo *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 Rongo *CDF* financial statements were approved and signed on 15th Sep 2014.

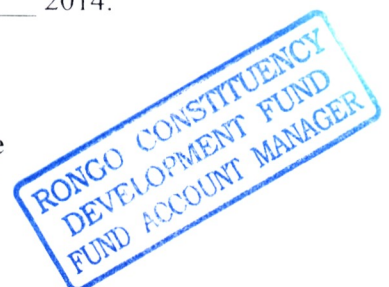


Joseph Onyango Ngare
Chairman - CDFC



Enock Ombui Nyasende
Fund Account Manager

RONGO CDF
CHAIRMAN



CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

III. STATEMENT OF RECEIPTS AND PAYMENTS

| | Note | 2013-2014 | 2012-2013 |
|---|------|-----------------------|-----------------------|
| | | Kshs | Kshs |
| RECEIPTS | | | |
| Transfers from CDF board-AIEs' Received | 1 | 142,201,680.30 | 100,212,314.00 |
| Proceeds from Sale of Assets | 2 | | |
| Other Receipts | 3 | | |
| | | | |
| TOTAL RECEIPTS | | 142,201,680.30 | 100,212,314.00 |
| PAYMENTS | | | |
| Compensation to employees | 4 | 1,390,650.00 | 1,152,750.00 |
| Use of goods and services | 5 | 1,013,133.15 | 954,700.00 |
| Committee Expenses | 6 | 2,587,649.00 | 2,180,500.00 |
| Transfers to Other Government Units | 7 | 76,403,198.00 | 67,450,000.00 |
| Other grants and transfers | 8 | 17,317,001.45 | 15,000,000.00 |
| Social Security Benefits | 9 | 18,200.00 | 16,800.00 |
| | | | |
| TOTAL PAYMENTS | | 98,729,831.60 | 86,754,750.00 |
| | | | |
| SURPLUS/DEFICIT | | 43,471,848.70 | 13,457,564.00 |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Rongo CDF financial statements were approved on 15th Sep 2014 and signed by:



Joseph .O. Ngare
Chairman - CDFC



Enock .O. Nyasende
Fund Account Manager



CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

IV. STATEMENT OF FINANCIAL ASSETS

| | Note | 2013-2014 Kshs | 2012-2013 Kshs |
|--|------|----------------------|----------------------|
| FINANCIAL ASSETS | | | |
| Cash and Cash Equivalents | | | |
| Bank Balances (as per the cash book) | 12 | 44,273,277.00 | 15,540,655.00 |
| Cash Balances (sale of tenders,hire of grader) | 13 | | 0 |
| Outstanding Imprests | 14 | 1,514,700.00 | |
| Cash Equivalents (eg sale of tender doc held in bankers cheque) | 15 | 0 | 0 |
| TOTAL FINANCIAL ASSETS | | 45,787,797.00 | 15,540,655.00 |

REPRESENTED BY

| | | | |
|--------------------------------|----|----------------------|----------------------|
| Fund balance b/fwd 1st July... | 16 | 2,162,714.00 | 2,083,091.00 |
| Surplus/Defict for the year | | 43,471,849.00 | 13,457,564.00 |
| Prior year adjustments | 17 | 153,414.00 | 0 |
| NET LIABILITIES | | 45,787,797.00 | 15,540,655.00 |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Rongo CDF financial statements were approved on 15th Sep 2014 and signed by:



Joseph.O.Ngare
Chairman - CDFC

RONGO CDF
CHAIRMAN



Enock.O.Nyasende
Fund Account Manager



CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

V. STATEMENT OF CASH FLOW

CASH FLOW FROM OPERATING ACTIVITIES

Receipts for operating Activities (a)

| | | 2013/2014 | 2012/2013 |
|---|-----------|----------------------|----------------------|
| | | Kshs | Kshs |
| Transfers from the CDF Board | 1 | 142,201,680.00 | |
| Other Receipts | 3 | <u>0</u> | 100,212,314.00 |
| | | | 0 |
| Payments for operating expenses (b) | | | |
| Compensation of Employees | 4 | 1,390,650.00 | 1,152,750.00 |
| Use of goods and services | 5 | 1,013,133.00 | 954,700.00 |
| Committee Expenses | 6 | 2,587,649.00 | 2,180,500.00 |
| Transfers to Other Government Units | 7 | 76403198.00 | 67,450,000.00 |
| Other grants and transfers | 8 | 17317001.00 | 15,000,000.00 |
| Social Security Benefits | 9 | 18,200.00 | 16,800.00 |
| Other Expenses | 11 | <u>0</u> | 0 |
| Adjusted for: | | | |
| Adjustments during the year | | | 0 |
| Net cashflow from operating activities (c = a - b) | | 43,471,849.00 | 13,457,564.00 |

CASHFLOW FROM INVESTING ACTIVITIES

| | | | |
|---|-----------|----------|----------|
| Proceeds from Sale of Assets | 2 | 0 | 0 |
| Acquisition of Assets | 10 | 0 | 0 |
| Net cash flows from Investing Activities (d) | | 0 | 0 |

CASHFLOW FROM FINANCING ACTIVITIES

| | | | |
|---|--|----------|----------|
| Net cash flow from financing activities (e') | | 0 | 0 |
|---|--|----------|----------|

NET INCREASE/(DECREASE)IN CASH AND CASH EQUIVALENT (f= c+d+e)

| | | | |
|--|-----------|----------|----------|
| Cash and cash equivalent at BEGINNING of the year (g) | 16 | 0 | 0 |
|--|-----------|----------|----------|

Cash and cash equivalent at END of the year (h=f+g)

| | | | |
|--|--|----------------------|----------------------|
| | | 43,471,848.70 | 13,457,564.00 |
|--|--|----------------------|----------------------|

CONSTITUENCIES DEVELOPMENT FUND - RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014

VI: SUMMARY STATEMENT OF APPROPRIATION : RECURRENT AND DEVELOPMENT

| Revenue/Expense Item | Original Budget a | Adjustments (includes reallocations and balances b/f from previous year) 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 | 1,390,650.00 | 0.00 | 1,408,850.00 | 1,408,850.00 | 0.00 | 100 |
| Use of goods and services | 1,013,133.15 | 0.00 | 1,013,133.15 | 1,013,133.15 | 0.00 | 100 |
| Committee Expenses | 2,587,649.00 | 0.00 | 2,371,600.00 | 2,371,600.00 | 0.00 | 100 |
| Subsidies | 76,403,198.00 | 0.00 | 76,403,198.00 | 76,403,198.00 | 0.00 | 100 |
| Transfers to Other Government Units | 17,337,001.45 | 0.00 | 17,337,001.45 | 17,337,001.45 | 0.00 | 100 |
| Other grants and transfers | 18,200.00 | 0.00 | 18,200.00 | 18,200.00 | 0.00 | 100 |
| Social Security Benefits | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| Acquisition of Assets | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| Other Payments | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0 |
| TOTALS | 98,729,831.60 | 0.00 | 98,729,831.60 | 98,729,831.60 | 0.00 | 0.00 |

The Rongo CDF financial statements were approved on 15th Sep 2014 and signed by:



Joseph O. Ngare
Chairman - CDFC



Enock O. Nyasende
Fund Account Manager



CONSTITUENCIES DEVELOPMENT FUND - RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014

VII. 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 (IPSAS) 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.

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 include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

VIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM CDF BOARD

| | Description | 2013 - 2014 | 2012 - 2013 |
|--------------------|-------------------|-----------------------|-----------------------|
| | | Kshs | Kshs |
| Normal Allocation | AIE NO...A711791 | 45,095,541.30 | 15,000,000.00 |
| | AIE NO.....709831 | 25,053,078.50 | 25,000,000.00 |
| | AIE NO.....735608 | 28,078,490.80 | 45,000,000.00 |
| | AIE NO.....735929 | 5,006,833.50 | 15,212,314.00 |
| | AIE NO.....750050 | 38,967,736.20 | |
| Conditional grants | AIE NO... | - | 0 |
| | AIE NO... | - | |
| | TOTAL | 142,201,680.30 | 100,212,314.00 |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. COMPENSATION OF EMPLOYEES

| | 2013 - 2014 | 2012 - 2013 |
|------------------------------------|---------------------|---------------------|
| | Kshs | Kshs |
| Basic wages of temporary employees | 1,390,650.00 | 1,250,000.00 |
| Total | 1,390,650.00 | 1,250,000.00 |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. USE OF GOODS AND SERVICES

| | | 2013 - 2014 | 2012 - 2013 |
|---------|--|---------------------|---------------|
| | | Kshs | Kshs |
| 2210100 | Utilities, supplies and services | | |
| | Electricity | | |
| | Water | | |
| 2210104 | Office rent | 132,000.00 | 132,000 |
| 2210200 | Communication, supplies and services | | |
| 2210300 | Domestic travel and subsistence | | |
| 2210500 | Printing, advertising and information supplies & services | 66,120.00 | |
| 2210600 | Rentals of produced assets | | |
| 2210700 | Training expenses | | |
| 2210800 | Hospitality supplies and services | | |
| 2210900 | Insurance costs | 56,000.00 | |
| 2211000 | Specialised materials and services | | |
| 2211100 | Office and general supplies and services | 264,188.00 | 250,000.00 |
| 2211200 | Fuel, oil & lubricants | 251,000.00 | 180,000.00 |
| 2211300 | Other operating expenses | 6,200.00 | |
| 2220100 | Routine maintenance – vehicles and other transport equipment | 237,625.15 | 392,700.00 |
| 2220200 | Routine maintenance – other assets | | |
| | Total | 1,013,133.15 | 954700 |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

4. COMMITTEE EXPENSES

| Description | 2013 - 2014 | 2012 - 2013 |
|--------------------------|---------------------|---------------------|
| | Kshs | Kshs |
| Other committee expenses | 938,600.00 | |
| Committee allowance | 1,649,049.00 | 2,180,500.00 |
| | 2,587,649.00 | 2,180,500.00 |

5. TRANSFER TO OTHER GOVERNMENT ENTITIES

| Description | 2013 - 2014 | 2012 - 2013 |
|------------------------------------|----------------------|----------------------|
| | Kshs | Kshs |
| Transfers to primary schools | 47,400,000.00 | 44,700,000.00 |
| Transfers to secondary schools | 13,550,000.00 | 13,550,000.00 |
| Transfers to Tertiary institutions | 10,253,198.00 | 6,000,000.00 |
| Transfers to Health institutions | 5,200,000.00 | 3,200,000.00 |
| TOTAL | 76,403,198.00 | 67,450,000.00 |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
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6. OTHER GRANTS AND OTHER PAYMENTS

| | | |
|------------------------------|----------------------|----------------------|
| Bursary -Secondary | 734,076.00 | |
| Bursary -Tertiary | 4,955,000.00 | 15,000,000.00 |
| Security | 5,400,000.00 | |
| Roads | 5,225,800.00 | |
| Sports | 1,002,125.00 | |
| Environment | | |
| Emergency Projects (specify) | | |
| Total | 17,317,001.00 | 15,000,000.00 |

7. SOCIAL SECURITY BENEFITS

| | 2013 - 2014 Kshs | 2012 - 2013 Kshs |
|-------------------------------|---------------------|---------------------|
| Employer contribution to NSSF | 18,200.00 | 16,800.00 |
| Total | 18,200.00 | 16,800.00 |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
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8. Bank Balances (cash book bank balance)

| Name of Bank, Account No. & currency | Amount in bank account currency | Exc rate | 2013 - 2014 | 2012 - 2013 |
|---------------------------------------|---------------------------------|----------|----------------------|---------------------|
| | | | Kshs | Kshs |
| NBK-Awendo Branch-01021045337800 KES. | 44,273,276.70 | | 44,273,276.70 | 2,083,091.00 |
| KCB-Rongo Branch-1121172210 | | | | |
| | | | | |
| Total | 44,273,276.70 | | 44,273,276.70 | 2,083,091.00 |

9. OUTSTANDING IMPRESTS

| Name of Officer or Institution | Amount Taken | Amount Surrendered | Balance |
|--------------------------------|--------------|--------------------|---------------------|
| | Kshs | Kshs | Kshs |
| Enock Nyasende | 400,000.00 | 0 | 400,000.00 |
| Enock Nyasende | 144,000.00 | 0 | 144,000.00 |
| Enock Nyasende | 618,600.00 | 0 | 618,600.00 |
| Enock Nyasende | 52,100.00 | 0 | 52,100.00 |
| Enock Nyasende | 300,000.00 | 0 | 300,000.00 |
| | | | |
| Total | | | 1,514,700.00 |

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10. BALANCES BROUGHT FORWARD

| | 2013 - 2014 | 2012 - 2013 |
|--|---------------------|---------------------|
| | Kshs | Kshs |
| Bank accounts | 2,083,091.00 | 2,033,091.00 |
| Cash in hand | 79,623.00 | 50,000.00 |
| Cash equivalents (short-term deposits) | - | - |
| Imprest | - | - |
| Total | 2,162,714.00 | 2,083,091.00 |

[Provide short appropriate explanations as necessary]

11. PRIOR YEAR ADJUSTMENTS

| | 2013 - 2014 | 2012 - 2013 |
|--|-------------------|-------------|
| | Kshs | Kshs |
| Bank accounts | | - |
| Cash in hand | | - |
| Cash equivalents (short-term deposits) | | - |
| Imprest | 153,414.00 | - |
| Receivables | | - |
| Payables | | - |
| Total | 153,414.00 | - |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

12. OTHER IMPORTANT DISCLOSURES

18.1 FIXED ASSETS REGISTER

| Number | Description | ASSET LISTING | | | | |
|--------------|--------------------------|---------------|-------------------|------|------------------|--------------|
| | | Quantity | Asset Number | Date | Cost(kshs) | Status |
| 1 | motor vehicle-land rover | 1 | GK A552R | 2009 | 4,200,000 | needs repair |
| 2 | office tables | 6 | t/rongocdf/01-06 | 2009 | 51,000 | In use |
| 3 | executive chairs | 8 | ec/rongocdf/01-08 | 2009 | 68,000 | In use |
| 4 | boardroom chairs | 15 | bc/rongocdf/1-15 | 2009 | 60,000 | In use |
| 5 | arm chairs | 4 | ac/rongocdf/1-4 | 2009 | 30,000 | In use |
| 6 | plastic chairs | 6 | pc/rongocdf/1-6 | 2009 | 12,000 | In use |
| 7 | laptop hp | 1 | ltp/rongocdf/01 | 2009 | 55,000 | In use |
| 8 | water dispenser | 1 | wp/rongocdf/o1 | 2009 | 24,000 | In use |
| 9 | metal cupboard&shelves | | mc/rongocdf/001 | 2009 | 32,000 | In use |
| 10 | printer | 1 | php/rongocdf/01 | 2010 | 36,000 | In use |
| 11 | office rubber stamps | 4 | | 2009 | 3,000 | In use |
| 12 | tender box | 1 | tb/rongocdf/o1 | 2009 | 4,000 | In use |
| 13 | motor cycle GKA 827 T | 1 | GK A 827T | 2009 | 350,000 | In use |
| 14 | photocopier | 1 | php/rongocdf/03 | 2009 | 45,000 | In use |
| 15 | 6Kg Cooking Gas | 1 | cg/rongocdf/01 | 2013 | 6,000 | In use |
| Total | | | | | 4,976,000 | |

CONSTITUENCIES DEVELOPMENT FUND – RONGO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Ksh)

18.2 RECEIVABLES FROM CDF BOARD AND OTHER RECEIVABLES

18.2 DISBURSEMENTS FROM THE BOARD

| <i>AIE NO.</i> | <i>AMOUNT</i> | <i>FINANCIAL YEAR</i> |
|----------------|---------------|-----------------------|
| A735608 | 28,078,490.80 | 2013/14 |
| A750050 | 38,967,736.20 | 2013/14 |
| | | |
| | | |

RONGO CONSTITUENCY DEVELOPMENT FUND

Expenditure Summary

| Name of Project | Institution | Purpose | Amount | Total |
|-----------------|-------------------------------|---------|--------------|-------|
| Bursary | Maseno University | Bursary | 120,000.00 | |
| Bursary | Egerton University | Bursary | 475,000.00 | |
| Bursary | University of Eldoret | Bursary | 300,000.00 | |
| Bursary | University of Nairobi | Bursary | 1,600,000.00 | |
| Bursary | Kenyatta University | Bursary | 500,000.00 | |
| Bursary | Ahiti Ndonga College | Bursary | 20,000.00 | |
| Bursary | Amani College&Training Centre | Bursary | 10,000.00 | |
| Bursary | Asumbi TTC | Bursary | 35,000.00 | |
| Bursary | Baraton TTC | Bursary | 10,000.00 | |
| Bursary | Bukura ATC | Bursary | 20,000.00 | |
| Bursary | Dedan Kimathi University | Bursary | 10,000.00 | |
| Bursary | Egerton University | Bursary | 89,000.00 | |
| Bursary | Elgon View College | Bursary | 37,500.00 | |
| Bursary | Great Lakes University | Bursary | 10,000.00 | |
| Bursary | Homabay DICECE | Bursary | 10,000.00 | |
| Bursary | JKUAT | Bursary | 20,000.00 | |
| Bursary | Kamagambo TTC | Bursary | 20,000.00 | |
| Bursary | KMTC | Bursary | 75,000.00 | |
| Bursary | Kampala International Univ. | Bursary | 10,000.00 | |
| Bursary | KCA University | Bursary | 17,500.00 | |
| Bursary | Kenya Airways | Bursary | 10,000.00 | |
| Bursary | KIM | Bursary | 10,000.00 | |
| Bursary | Kenya Institute of Mass Comm. | Bursary | 10,000.00 | |
| Bursary | Kenya School of Law | Bursary | 10,000.00 | |



11



| | | | |
|---------|-------------------------------------|---------|------------|
| Bursary | Kenya Water Institute | Bursary | 10,000.00 |
| Bursary | Kenyatta University | Bursary | 113,000.00 |
| Bursary | Kericho TTC | Bursary | 10,000.00 |
| Bursary | Kibabii University | Bursary | 7,500.00 |
| Bursary | Kisii College of Accountancy | Bursary | 10,000.00 |
| Bursary | Kisii University | Bursary | 182,500.00 |
| Bursary | Kisumu Polytechnic | Bursary | 27,500.00 |
| Bursary | Kitui TTC | Bursary | 10,000.00 |
| Bursary | Lakipia University | Bursary | 19,000.00 |
| Bursary | Machakos Institute of Technology | Bursary | 10,000.00 |
| Bursary | Maasai Mara University | Bursary | 10,000.00 |
| Bursary | Maseno University | Bursary | 46,500.00 |
| Bursary | Masinde Muliro University | Bursary | 10,000.00 |
| Bursary | Mawewo ECDC Training College | Bursary | 10,000.00 |
| Bursary | Mawewo Technical Training Institute | Bursary | 20,000.00 |
| Bursary | Meru University | Bursary | 7,500.00 |
| Bursary | Meru TTC | Bursary | 10,000.00 |
| Bursary | Migori TTC | Bursary | 40,000.00 |
| Bursary | Melbon College | Bursary | 10,000.00 |
| Bursary | Moi Teachers College | Bursary | 40,000.00 |
| Bursary | Moi University | Bursary | 70,000.00 |
| Bursary | Mosoriot TTC | Bursary | 20,000.00 |
| Bursary | Mount Kenya University | Bursary | 40,000.00 |
| Bursary | Musomi TTC | Bursary | 20,000.00 |
| Bursary | Pwani University | Bursary | 10,000.00 |
| Bursary | Rongo University College | Bursary | 372,500.00 |
| Bursary | South Eastern University College | Bursary | 17,500.00 |
| Bursary | St. Magdalene TTC | Bursary | |

| | | | | |
|--------------|--------------------------------------|---------|------------|---------------------|
| Bursary | St. John's TTC Kilimambogo | Bursary | 10,000.00 | |
| Bursary | Tambach TTC | Bursary | 10,000.00 | |
| Bursary | Technical University of Kenya | Bursary | 10,000.00 | |
| Bursary | Thika School of Medicine | Bursary | 10,000.00 | |
| Bursary | University of Nairobi | Bursary | 117,500.00 | |
| Bursary | University of Eastern Africa Baraton | Bursary | 20,000.00 | |
| Bursary | University of Eldoret | Bursary | 45,000.00 | |
| Bursary | Vision ECDE Teachers College | Bursary | 10,000.00 | |
| Bursary | University of Eldoret | Bursary | 7,500.00 | |
| Bursary | Kenyatta University | Bursary | 15,000.00 | |
| Bursary | Kuja Voc. Training Centre | Bursary | 10,000.00 | |
| Bursary | Moi University | Bursary | 26,000.00 | |
| Bursary | Rongo University College | Bursary | 36,500.00 | |
| Bursary | Kisii University | Bursary | 7,500.00 | |
| Bursary | Egerton University | Bursary | 7,500.00 | |
| Bursary | Sangalo Institute of Science&Tech | Bursary | 10,000.00 | |
| Bursary | Uganda Christian University | Bursary | 10,000.00 | |
| Total | Transfer to Awendo CDF | Bursary | 734,076.45 | 5,689,076.45 |

| | | | | |
|--------------|---------------------|---|---------------------|---------------------|
| Security | cham gi wadu div hq | Construction of Divisional Headquarters Chamgi Wadu | 1,400,000.00 | |
| Security | district hq awendo | Construction of District Headquarters Awendo | 4,000,000.00 | |
| Total | | | 5,400,000.00 | 5,400,000.00 |

| | | | | |
|--------------|------------------------------------|-----------------------|---------------------|---------------------|
| Roads | Ronggo&Opapo solar street lighting | Solar street lighting | 5,225,800.00 | |
| Total | | | 5,225,800.00 | 5,225,800.00 |

sports

Transfer to Awendo CDF

Sports

1,002,125.00

Total

1,002,125.00

1,002,125.00

Social security Benefits

NSSF

NSSF

18,200.00

Total

18,200.00

18,200.00

Transfers to Primary Schools

Transfer to Primary Schools

toku pri school

oreembe pri school

kanyimach pri school

kondoro pri school

dago kodero pri school

st dalmas pri school

pundo kawiti pri school

nyamaroka pri school

ndonyo pri school

kamondi pri school

mitwe pri school

rakwaro pri school

ngou pri school

nyamuga pri school

nyangau primary school

kangeso pri school

dago kogelo pri school

manyatta pri school

kwar pri school

kabuoro pri school

kodeny pri school

ringa kodongo pri school

1,450,000

1,000,000

1,500,000

1,200,000

800,000

600,000

1,600,000

1,250,000

600,000

1,000,000

800,000

600,000

1,200,000

600,000

800,000

1,000,000

500,000

500,000

500,000

600,000

400,000

500,000

500,000

500,000

| | |
|--------------------------|-----------------------------|
| agongo pri school | Transfer to Primary Schools |
| nyarombo pri school | Transfer to Primary Schools |
| kachangwe pri school | Transfer to Primary Schools |
| uradi pri school | Transfer to Primary Schools |
| akoko pri school | Transfer to Primary Schools |
| mahena pri school | Transfer to Primary Schools |
| gada pri school | Transfer to Primary Schools |
| aora jope pri school | Transfer to Primary Schools |
| ngonga pri school | Transfer to Primary Schools |
| marienga pri school | Transfer to Primary Schools |
| raywer pri school | Transfer to Primary Schools |
| got gwamrondo pri school | Transfer to Primary Schools |
| bondo tuchi pri school | Transfer to Primary Schools |
| anindo pri school | Transfer to Primary Schools |
| ranjira pri school | Transfer to Primary Schools |
| lianda pri school | Transfer to Primary Schools |
| kokuro pri school | Transfer to Primary Schools |
| otacho pri school | Transfer to Primary Schools |
| komolorume pri school | Transfer to Primary Schools |
| bongu pri school | Transfer to Primary Schools |
| get pri school | Transfer to Primary Schools |
| siany pri school | Transfer to Primary Schools |
| Pee primary school | Transfer to Primary Schools |
| ulanda pri school | Transfer to Primary Schools |
| utoma pri school | Transfer to Primary Schools |
| koyier pri school | Transfer to Primary Schools |
| nyakuru pri school | Transfer to Primary Schools |

| | |
|--------------------------|---------|
| agongo pri school | 500,000 |
| nyarombo pri school | 600,000 |
| kachangwe pri school | 500,000 |
| uradi pri school | 500,000 |
| akoko pri school | 600,000 |
| mahena pri school | 600,000 |
| gada pri school | 600,000 |
| aora jope pri school | 500,000 |
| ngonga pri school | 500,000 |
| marienga pri school | 500,000 |
| raywer pri school | 300,000 |
| got gwamrondo pri school | 800,000 |
| bondo tuchi pri school | 700,000 |
| anindo pri school | 500,000 |
| ranjira pri school | 500,000 |
| lianda pri school | 800,000 |
| kokuro pri school | 400,000 |
| otacho pri school | 400,000 |
| komolorume pri school | 400,000 |
| bongu pri school | 400,000 |
| get pri school | 500,000 |
| siany pri school | 800,000 |
| Pee primary school | 600,000 |
| ulanda pri school | 600,000 |
| utoma pri school | 600,000 |
| koyier pri school | 600,000 |
| nyakuru pri school | 500,000 |

| | |
|--------------------------------------|--------------------------------|
| ranen pri school | Transfer to Primary Schools |
| raruowa pri school | Transfer to Primary Schools |
| nyasore kangore pri school | Transfer to Primary Schools |
| nyakwere pri school | Transfer to Primary Schools |
| rare pri school | Transfer to Primary Schools |
| matagaro pri school | Transfer to Primary Schools |
| ngodhe pri school | Transfer to Primary Schools |
| nyarach primary school | Transfer to Primary Schools |
| rairi primary school | Transfer to Primary Schools |
| arundo primary school | Transfer to Primary Schools |
| wawaga pri school | Transfer to Primary Schools |
| yago pri school | Transfer to Primary Schools |
| saria pri school | Transfer to Primary Schools |
| sangla kagak pri school | Transfer to Primary Schools |
| kindu pri school | Transfer to Primary Schools |
| nyambija pri school | Transfer to Primary Schools |
| nyitenge primary school | Transfer to Primary Schools |
| Total | |
| Transfers to Secondary Schools | |
| st timmon sec school rabondo | Transfers to Secondary Schools |
| st mary goreti dede girls sec school | Transfers to Secondary Schools |
| st philips malunga sec school | Transfers to Secondary Schools |
| rabur kogelo sec school | Transfers to Secondary Schools |
| obama girls sec school | Transfers to Secondary Schools |
| awendo secondary school | Transfers to Secondary Schools |
| kamuyawa sec school | Transfers to Secondary Schools |
| kamaganbo mixed sec school | Transfers to Secondary Schools |

| | |
|----------------------------|-----------|
| ranen pri school | 600,000 |
| raruowa pri school | 500,000 |
| nyasore kangore pri school | 500,000 |
| nyakwere pri school | 600,000 |
| rare pri school | 600,000 |
| matagaro pri school | 600,000 |
| ngodhe pri school | 1,000,000 |
| nyarach primary school | 800,000 |
| rairi primary school | 600,000 |
| arundo primary school | 600,000 |
| wawaga pri school | 600,000 |
| yago pri school | 700,000 |
| saria pri school | 500,000 |
| sangla kagak pri school | 500,000 |
| kindu pri school | 600,000 |
| nyambija pri school | 500,000 |
| nyitenge primary school | 3,200,000 |

47,400,000

47,400,000

| | |
|--------------------------------------|-----------|
| st timmon sec school rabondo | 1,000,000 |
| st mary goreti dede girls sec school | 1,200,000 |
| st philips malunga sec school | 400,000 |
| rabur kogelo sec school | 800,000 |
| obama girls sec school | 800,000 |
| awendo secondary school | 850,000 |
| kamuyawa sec school | 1,500,000 |
| kamaganbo mixed sec school | 800,000 |

| | |
|------------------------------------|-----------------------------------|
| nyarach sec school | Transfers to Secondary Schools |
| sigiria sec school | Transfers to Secondary Schools |
| lango arek sec school | Transfers to Secondary Schools |
| rakwaro secondary school | Transfers to Secondary Schools |
| minyanya secondary school | Transfers to Secondary Schools |
| Total | |
| Transfers to Tertiary Institutions | |
| Miyare ATC | Transfer to Tertiary Institutions |
| Miyare ATC | Transfer to Tertiary Institutions |
| manyatta nvasori youth polytechnic | Transfer to Tertiary Institutions |
| Total | |

| | |
|------------------------------------|----------------------|
| nyarach sec school | 800,000 |
| sigiria sec school | 1,000,000 |
| lango arek sec school | 600,000 |
| rakwaro secondary school | 1,500,000 |
| minyanya secondary school | 1,500,000 |
| Total | 13,550,000 |
| Miyare ATC | 7,509,854.00 |
| Miyare ATC | 2,143,344.00 |
| manyatta nvasori youth polytechnic | 600,000.00 |
| Total | 10,253,198.00 |

| | |
|---------------------------------|---------------------------------|
| Total | |
| Transfer to Health Institutions | Transfer to Health Institutions |
| kangeso dispensary | Transfer to Health Institutions |
| kuja dispensary | Transfer to Health Institutions |
| kangeso dispensary | Transfer to Health Institutions |
| Total | |

| | |
|--------------------|------------------|
| kangeso dispensary | 2,400,000 |
| kuja dispensary | 800,000 |
| kangeso dispensary | 2,000,000 |
| Total | 5,200,000 |

| | |
|---------------------------|------------|
| Committee expenses | Rongo CDFC |
| Use of goods and services | Rongo CDFC |
| Compensation of employees | Rongo CDFC |

| | | |
|---------------------------|--------------|--------------|
| Committee expenses | 5,200,000 | 5,200,000 |
| Use of goods and services | 2,587,649.00 | 2,587,649.00 |
| Compensation of employees | 1,013,133.15 | 1,013,133.15 |
| | 1,390,650.00 | 1,390,650.00 |

Total

98,729,831.60

