

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL



REPORT

OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE 2015**



CONSTITUENCY DEVELOPMENT FUND – THARAKA

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2015

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

1433

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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The Constituencies Development Fund (CDF) was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013.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.

The objective of the fund is to ensure that specific portion of the national annual budget is devoted to the constituencies for the purpose of infrastructural development, wealth creation and in the fight against poverty at constituency level

(b) Key Management

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

- Constituencies Development Fund Board (CDFB)
- Constituency Development Fund Committee (CDFC)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2015 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Chief Executive Officer	Yusuf Mbuno
2.	Fund Account Manager	Alex Muinde
3.	District Accountant	Titus Nabea

(d) Fiduciary Oversight Arrangements

No	Name	Designation	Category
1	Hon Alex Mhuri	Member of parliament	Ex-official
2	Stanley Mutemi	Chairman	Men rep
3	Tabitha Gaceri	Secretary	Women rep
4	Teressa Kanoti	Member	Youth rep
5	Mark Murugu	Member	Youth rep
6	Judy Karega	Member	Ngo rep
7	Stephen Njeru	Member	Disability rep
8	Gerald Matumo	Member	Men rep
9	Alex Muinde	Fund Manager	Ex-Official

(e) Entity Headquarters

Constituencies Development Fund Board
P.O. Box 46682
Nairobi, KENYA

(f) Entity Contacts

P.o. Box 33 Marimanti
Telephone: (254) 0711181096
E-mail: cdfttharaka@cdf.go.ke
Website: www.go.ke

(g) Entity Bankers

Cooperative bank
Chuka branch
Ac Number 01120058205800

(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

FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND COMMITTEE

The Financial statements forwarded herein have been prepared in accordance with the International public sector Accounting standards. The committee managed to utilize funds prudently and most of the monies were spent on education sector which took the lion's share of the projected budget. Additionally the committee spend a lot in terms of bursary by granting bursary to needy students. The net effect of this is that the literacy level with the constituency will significantly improve. In addition the cdfc also invested in roads, security, health, water, sports and environment leading to better living standards of residents within the constituency. In implementing these projects we have noted that the allocation is little since some projects needs huge capital outlay. For this reason I recommend the legisiative organs of the government to increase the annual allocation to cdf so as to fully address those core issues. Lastly let me take this opportunity to thank my cdfc and all stakeholders involved in day to day management of cdf for their cooperation.
May God bless you all



.....
Stanley Mutemi Mitambo

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 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.

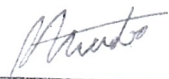
The Fund Account Manager in charge of the *Tharaka CDF* is responsible for the preparation and presentation of the *Constituencies* financial statements, which give a true and fair view of the state of affairs of the *Constituency* as at the end of the financial year (period) ended on June 30, 2015 This 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 Fund Account Manager in charge of the *Tharaka CDF* 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) and relevant legal framework of the Government of Kenya. The Fund Account Manager is of the opinion that the *Tharaka CDF* financial statements give a true and fair view of the state of *Constituency's* transactions during the financial year ended June 30, 2015, and of the *Constituency's* financial position as at that date. The Fund Account Manager in charge of the *Tharaka 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.

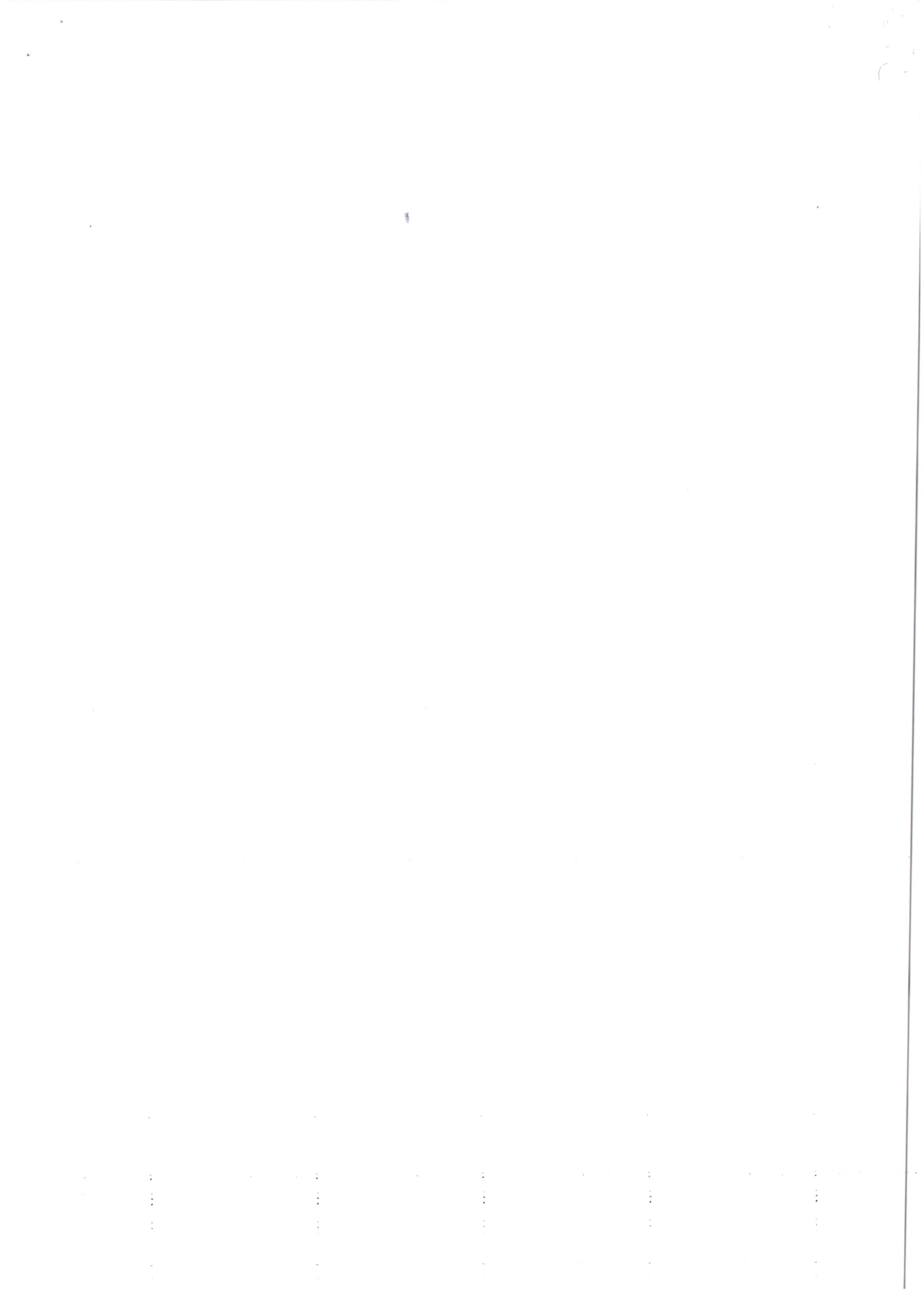
The Fund Account Manager in charge of the *Tharaka CDF* confirms that the Constituency has complied fully with applicable Government Regulations and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the 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 *Tharaka CDF* Financial Statements were Approved and Signed on 2ND Sept 2015


STANLEY MUTEMI
CHAIRMAN - CDFC


ALEX MUINDE
FUND ACCOUNT MANAGER





OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON CONSTITUENCIES DEVELOPMENT FUND – THARAKA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2015

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of the Constituencies Development Fund - Tharaka Constituency set out on pages 7 to 20, which comprise the statement of financial assets and liabilities as at 30 June 2015, and the statement of receipts and payments, statement of cash flows, summary statement of appropriations 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 the 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 of the Constitution. The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). 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 qualified audit opinion.

Basis for Qualified Opinion

1.0 Unsupported Expenditure

The statement of receipts and payments reflects payments totaling to Kshs.111,970,788. However, Note 6 to the financial statements and records maintained at the CDF office indicated bursaries totaling Kshs.8,365,540 were disbursed to various institutions as at 30 June 2015. Further, receipt of bursaries totaling to Kshs.5,552,954 were acknowledged through letters or issue of official receipts leaving a balance of Kshs.2,812,586 unacknowledged by the beneficiary institutions.

Consequently, it has not been possible to ascertain whether the bursaries amounting to Kshs. 2,812,586 benefited the intended pupils and students and were properly accounted for as at 30 June 2015.

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 Constituencies Development Fund - Tharaka Constituency as at 30 June 2015 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis), and comply with the Public Finance Management Act, 2012 and the Constituencies Development Fund Act, 2013.

Other Matter

i. Budgetary Control and Performance

The Constituency Development Fund (CDF) had budgeted to receive from CDF Board Kshs.120,436,795 from the CDF Board comprising of Kshs.9,823,952 (8.2%) and Kshs.110,612,843 (91.8%) for recurrent and development funds respectively. However, although the Fund received all the budgeted receipts amounting to Kshs.120,436,795 only Kshs.70,791,543 was utilized resulting under-expenditure totalling Kshs.49,645,252 or 41%. Further, pending bills amounting to Kshs.49,449,449,707 inclusive of Kshs.1,500,000 audit fees were not supported by invoices or payment vouchers as required under government financial regulations. In addition, Kshs.26,635,513 was transferred to National Government entities that were not disclosed (Note 5). The Fund's budget for the year under review was therefore unrealistic.

In the circumstance, the residents of Tharaka Constituency did not obtain public services due from the unutilized funds amounting to Kshs.49,645,252 as at 30 June 2015.

ii. Unimplemented Projects

The CDF allocated Kshs.99,097,483 (82.3%) of the total budget of Kshs.120,436,795 to 83 development projects for the year ended 30 June 2015. However, work on four projects worth Kshs.29,641,480 did not comment during the year:

Sector	Project Status	Amount Allocated (Kshs)	Amount Disbursed (Kshs)	No. of Projects
Education	Completed	25,238,531	25,238,531	43
	Ongoing	3,500,000	3,500,000	06
	Not started	15,300,000	-	01
	Sub Total	44,038,531	28,738,531	50
Health	Completed	700,000	700,000	01
	Ongoing	-	-	-
	Not started	-	-	-
	Sub Total	700,000	700,000	01
Water	Completed	-	-	-
	Ongoing	8,500,000	4,500,000	02
	Not started	8,000,000	-	01
	Sub Total	16,500,000	4,500,000	03
Security	Completed	6,000,000	6,000,000	09
	Ongoing	1,500,000	1,500,000	03
	Not started	941,221	-	01
	Sub Total	8,441,221	7,500,000	13
Road Bridges	Completed	22,200,000	22,200	05
	Ongoing	-	-	-
	Not started	-	-	-

	Sub Total	22,200,000	22,200,000	05
Agriculture	Completed	2,408,736	2,408.736	09
	Ongoing	-	-	-
	Not started	-	-	-
	Sub Total	2,408,736	2,408,736	09
Sports	Completed	-	-	-
	Ongoing	2,208,736	904,964	01
	Not started	-	-	-
	Sub Total	2,208,736	904,964	01
Emergency	Completed	-	-	-
	On-going	-	-	-
	Not started	5,400,259	-	01
	Sub Total	5,400,259	-	01
	Grand Total	120,436,795	70,791,543	83

In the circumstances, the Tharaka constituents did not obtain all services promised to them by the CDF and which were budgeted for and financed during the year under review.

My opinion is not qualified in respect of these matters.



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

Nairobi

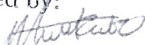
16 November 2016


CONSTITUENCIES DEVELOPMENT FUND - THARAKA CONSTITUENCY
 Reports and Financial Statements
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IV: STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2014-2015	2013-2014
RECEIPTS			(Kshs)
Exchequer releases	1	120,436,795	131,926,143
Other Receipts	2	Nii	3,771,300
TOTAL RECEIPTS		120,436,795	135,697,443
PAYMENTS			
Compensation of Employees	3	1,378,078	912,396
Use of goods and services	4	5,722,520	4,258,375
Transfers to Other Government Units	5	26,635,531	12,014,881
Other grants and transfers	6	73,067,575	78,438,615
Social Security Benefits	7	86,384	25,920
Acquisition of Assets	8	114,300	1,541,000
Committee expenses	9	4,966,400	2,964,610
TOTAL PAYMENTS		111,970,788	100,155,797
SURPLUS/DEFICIT		8,466,007	35,541,646

The accounting policies and explanatory notes to these Financial Statements form an integral part of the financial statements. The Tharaka CDF Financial Statements were Approved on ____2nd Sept____ 2015 and Signed by:



STANLEY MUTEMI
 CDFC CHAIRMAN



ALEX MUINDE
 FUND ACCOUNTMANAGER

V: STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

ITEM	Note	2014-2015 (Kshs)	2013-2014 (Kshs)
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances	10	49,449,707	40,620,612
Cash Balances	11	195,545	558,633
TOTAL FINANCIAL ASSETS		49,645,252	41,179,245
REPRESENTED BY			
Fund balance b/fwd		41,179,245	5,637,599
Surplus/Deficit for the year		8,466,007	35,541,646
NET FINANCIAL POSITION		49,645,252	41,179,245

The accounting policies and explanatory notes to these Financial Statements form an integral part of the Financial Statements. The Tharaka CDF Financial Statements were approved on ___2nd Sept___ 2015 and Signed by:


 STANLEY MUTEMI
 CDFC CHAIRMAN


 ALEX MUINDE
 FUND ACCOUNT MANAGER

CONSTITUENCIES DEVELOPMENT FUND – THARAKA CONSTITUENCY
 Reports and Financial Statements
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CASHFLOW STATEMENT

RECEIPTS FROM OPERATING ACTIVITIES	NOTE	AMOUNT	
		(Kshs)	(kshs)
		2014-2015	2013-2014
Exchequer releases	1	120,436,795	131,926,143
Other Receipts	2		3,771,300
TOTAL RECEIPTS		120,436,795	135,697,443
CASHFLOW FROM OPERATING ACTIVITIES			
Compensation of Employees	3	1,378,078	(912,396)
Use of goods and services	4	5,722,520	(4,258,375)
Transfers to Other Government Units	5	26,635,531	(12,014,881)
Other grants and transfers	6	73,067,575	(78,438,615)
Social Security Benefits	7	86,384	(25,920)
Committee Expenses	9	4,966,400	(2,964,610)
NET CASH FLOW FROM OPERATING ACTIVITIES		(111,856,488)	(98,614,797)
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	8	(114,300)	(1,541,000)
NET CASH FLOW FROM INVESTING ACTIVITIES		(114,300)	(1,541,000)

CONSTITUENCIES DEVELOPMENT FUND – THARAKA CONSTITUENCY
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NET INCREASE/ IN CASH AND CASH EQUIVALENT		8,466,007	35,541,646
CASH AND CASH EQUIVALENT AT THE BEGINNING OF THE YEAR	11	41,179,245	5,637,599
CASH AND CASH EQUIVALENT AT THE END OF THE YEAR		49,645,252	41,179,245

VII: SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	Percentage of utilization difference
	a	b	c=a+b	D	e=d-c	F=d/c%
	kshs	Kshs	Kshs	Kshs		
RECEIPTS						
Transfers from cdf board	120,436,795	41,179,245	161,616,040	161,616,040	0	100
PAYMENTS						
Compensation of Employees	1,080,000	400,000	1,480,000	1,378,078	101,922	93.0
Use of goods and services	4,000,000	1,722,520	5,722,520	5,722,520	0	100
Transfers to Other Government Units	25,138,531	1,496,982	26,635,513	26,635,513	0	100
Other grants and transfers	85,474,312	37,829,703	123,304,015	73,067,575	50,236,440	59
Social Security Benefits	64,800	24,000	88,800	86,384		97
Acquisition of Assets	300,000	-	300,000	114,300	185,700	38
Committee Members Expenses	4,379,152	600,000	4,979,152	4,966,400	12,752	99
TOTALS	120,436,795	42,073,205	162,510,000	111,970,308	50,53,692	69

Note

Acquisition of assets was 38 percent due to late submission of funds

The Tharaka CDF Financial Statements were Approved on ____ 2nd Sept ____ 2015 and Signed by:

STANLEY MUTEMI
 CDFC CHAIRMAN

ALEX MUIINDE
 FUND MANAGER

VIII: 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 *Tharaka cdf* 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 recognizes transactions and events only when cash is received or paid by the *entity*.

(b) Recognition of revenue and expenses

Tharakacdfc recognizes all revenues from the various sources when the event occurs and the related cash has actually been received by the *entity*. In addition, the *entity* recognises all expenses when the event occurs and the related cash has actually been paid out by the *Tharaka cdf*.

(c) 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 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 the Central Bank of Kenya and 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 authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

(e) 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 the *entity* 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.

(f) Receivables and payables

These relate to provisioning balances for the GAV and Exchequer accounts as required by the current Government Financial Regulations and Procedures. These provisioning balances do not have an impact on the receipts and payments and therefore do not contravene the principles on the cash based IPSAS.

(g) 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 *entity'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 *entity's* actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

(h) Comparative figures

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

(i) 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, 2015

IX: NOTES TO THE FINANCIAL STATEMENTS

1. EXCHQUER RELEASES

	2014-2015	2013 - 2014
	(Kshs)	(Kshs)
A.I.E NO A796160	14,065,519.25	50,501,605
A.I.E NO A797158	16,043,679.50	31,369,815
A.I.E NO A759541	30,109,198.75	50,054,722
A.I.E NO A796880	30,109,199.00	
A.I.E NO A796649	30,109,198.50	
Total	120,436,795	131,926,143

2. OTHER RECEIPTS

	2014-2015	2013 - 2014
	(Kshs)	(Kshs)
Sale of tender documents	-	5,000
Reversed bursary cheques	-	3,766,300
Total	-	3,771,300

3 COMPENSATION OF EMPLOYEES

	2014-2015	2013 - 2014
	(Kshs)	(Kshs)
Basic wages of temporary employees	1,378,078	912,396
Total	1,378,078	912,396

4 USE OF GOODS AND SERVICES

	2014-2015	2013 - 2014
	(kshs)	(Kshs)
Utilities, supplies and services	2,517,920	60,700
Communication, supplies and services	352,500	384,000
Training expenses	465,000	675,250
Insurance costs	246,142	246,142
Office and general supplies and services	405,323	284,993
Other operating expenses	549,328	1,353,080
Routine maintenance - vehicles and other transport equipment	692,907	
Routine maintenance - other assets	493,400	1,178,210
		76,000

Total

5,722,520

4,258,375

5 TRANSFERS TO OTHER GOVERNMENT ENTITIES

Description	2014-2015 (kshs)	2013 - 2014 (Kshs)
Transfers to Central government entities	26,635,513	12,014,881
TOTAL	26,635,513	12,014,881

6 OTHER GRANTS AND OTHER PAYMENTS

Description	2014-2015 (kshs)	2013-2014 (Kshs)
Bursary -Secondary	5,717,680	4,048,670
Bursary -Tertiary	2,647,860	2,500,000
Water	19,964,410	16,058,620
Security	2,470,000	3,615,000
Roads	25,186,166	47,364,325
Sports	3,924,000	87,000
Environment	2,710,700	3,125,000
Emergency Projects	5,269,000	1,640,000
Health	5,177,759	-
Total	73,067,575	78,438,615

7 SOCIAL SECURITY BENEFITS

Description	2014-2015 (Kshs)	2013 - 2014 (Kshs)
Employer Social Benefits in cash and in kind	86,384	25,920
Total	86,384	25,920

8. COMMITTEE EXPENSES

	2014-2015 (Kshs)	2013 - 2014 (Kshs)
committee expenses	2,165,950	1,233,178
Committee expenses	2,800,450	1,731,432
Total	4,966,400	2,964,610

8. ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2014-2015 (Kshs)	2013 - 2014 (Kshs)
Purchase of tablet	114,300	1,500,000
Acquisition of Intangible Assets		41,000
Total	114,300	1,541,000

9 Bank Accounts

	2014-2015	2013 - 2014
Name of Bank, Account No. & currency	(Kshs)	(Kshs)
<i>Tharakacdf ac no 01120058205800 coop bank chukka branch</i>	49,449,706.71	40,620,612

10 CASH IN HAND

	2014-2015 (Kshs)	2013 - 2014 (Kshs)
Total	195,545.70	558,633

11 BALANCES BROUGHT FORWARD

	2014-2015 (Kshs)	2013 - 2014 (Kshs)
Bank accounts	40,620,612	5,467,198

CONSTITUENCIES DEVELOPMENT FUND - THARAKA CONSTITUENCY
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Cash in hand	170,401
Total	5,637,599

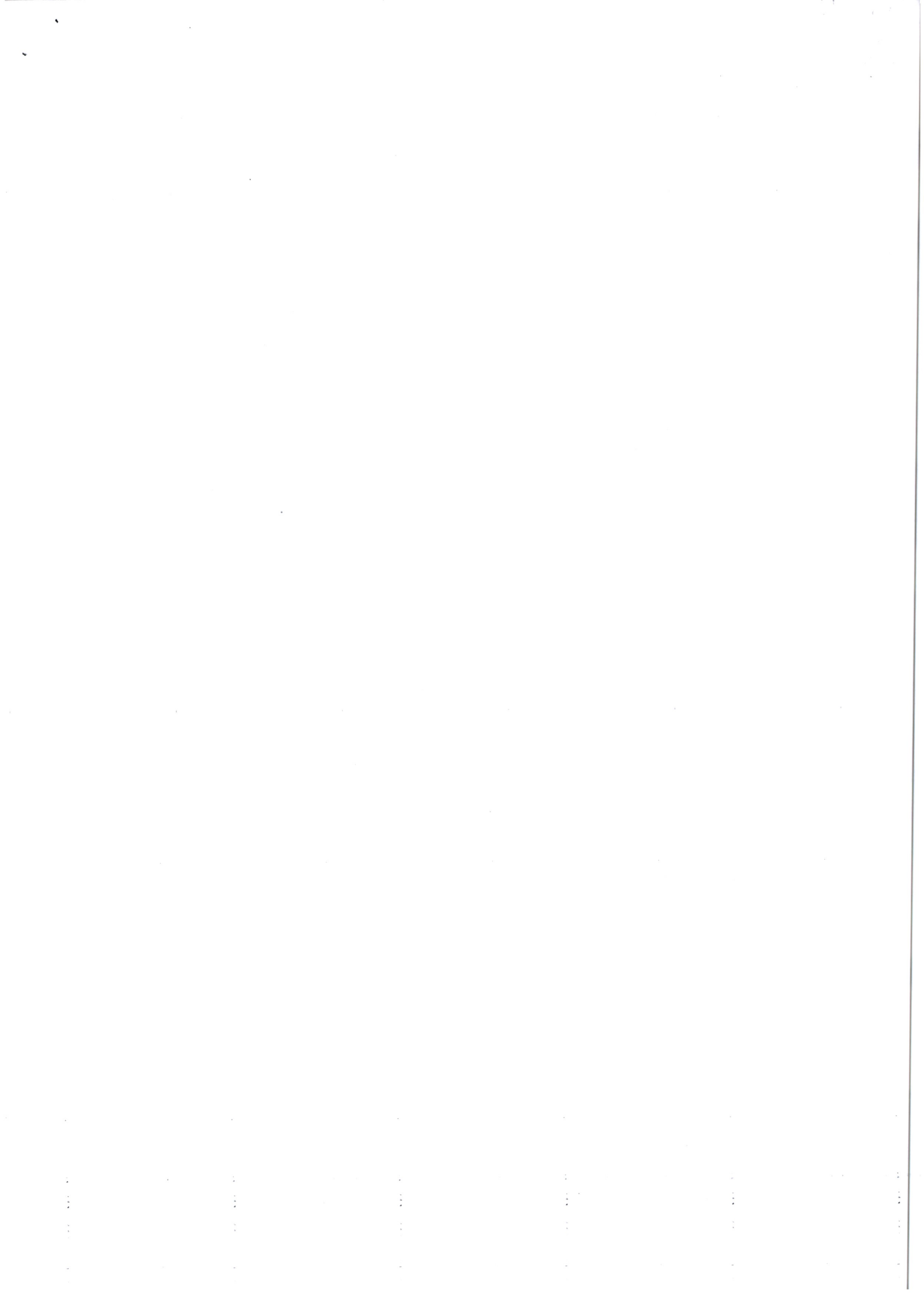
ANNEX 1 ANALYSIS OF OTHER PENDING PAYABLES

Amounts due to other Government entities	Brief Transaction description	Original amount	Outstanding balance 2014-2015
Mukothima irrigation	Purchase of pipes	8,000,000	8,000,000
Karurukuni irrigation	Purchase of pipes	8,000,000	8,000,000
Maragwa irrigation	Purchase of pipes	8,000,000	8,000,000
Bursary	Award of bursary	3,500,000	5,264,007
Audit fees	Audit fees	500,000	500,000
Kaarani ap camp	Construction of an A.P Camp	1,000,000	1,000,000
Kamutuandu ap camp	Construction of an A.P Camp	1,000,000	1,000,000
Ucweni ap camp	Construction of an A.P Camp	1,000,000	1,000,000
Makupa bridge	Construction of a bridge	10,000,000	10,000,000
Kathangacini electrification	Electrification project	1,700,000	1,700,000
Karuma electrification	Electrification project	300,000	300,000
Purchase of equipments	Purchase of equipments	185,700	185,700
Audi fees	Audit fees	500,000	500,000
Audi fees	Audit fees	500,000	500,000
Audi fees	Audit fees	500,000	500,000
Nyakinjeru Footbridge	Construction of a footbridge	3,000,000	3,000,000
			49,449,707

ANNEX 2

SUMMARY OF FIXED ASSET REGISTER

ASSET CLASS	HISTORICAL COST 2014/2015	HISTORICAL COST 2013/2014
Buildings	5,910,523	5,910,523
Transport equipment	4,079,250	4,079,250
Office equipment, furniture and fittings	425,000	425,000
ICT equipment, software and other ICT Assets	313,296	198,996
TOTAL	10,728,069	10,613,769



ANNEX 3- 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	Cash and bank balance	Bank reconciliation and bank certificates were provided	Mr Juma-Team Leader	Resolved	N/A
2	Unconfirmed asset ownership	Asset register was provided	Mr Juma-Team Leader	Resolved	N/A