



OFFICE OF THE AUDITOR-GENERAL

REPORT



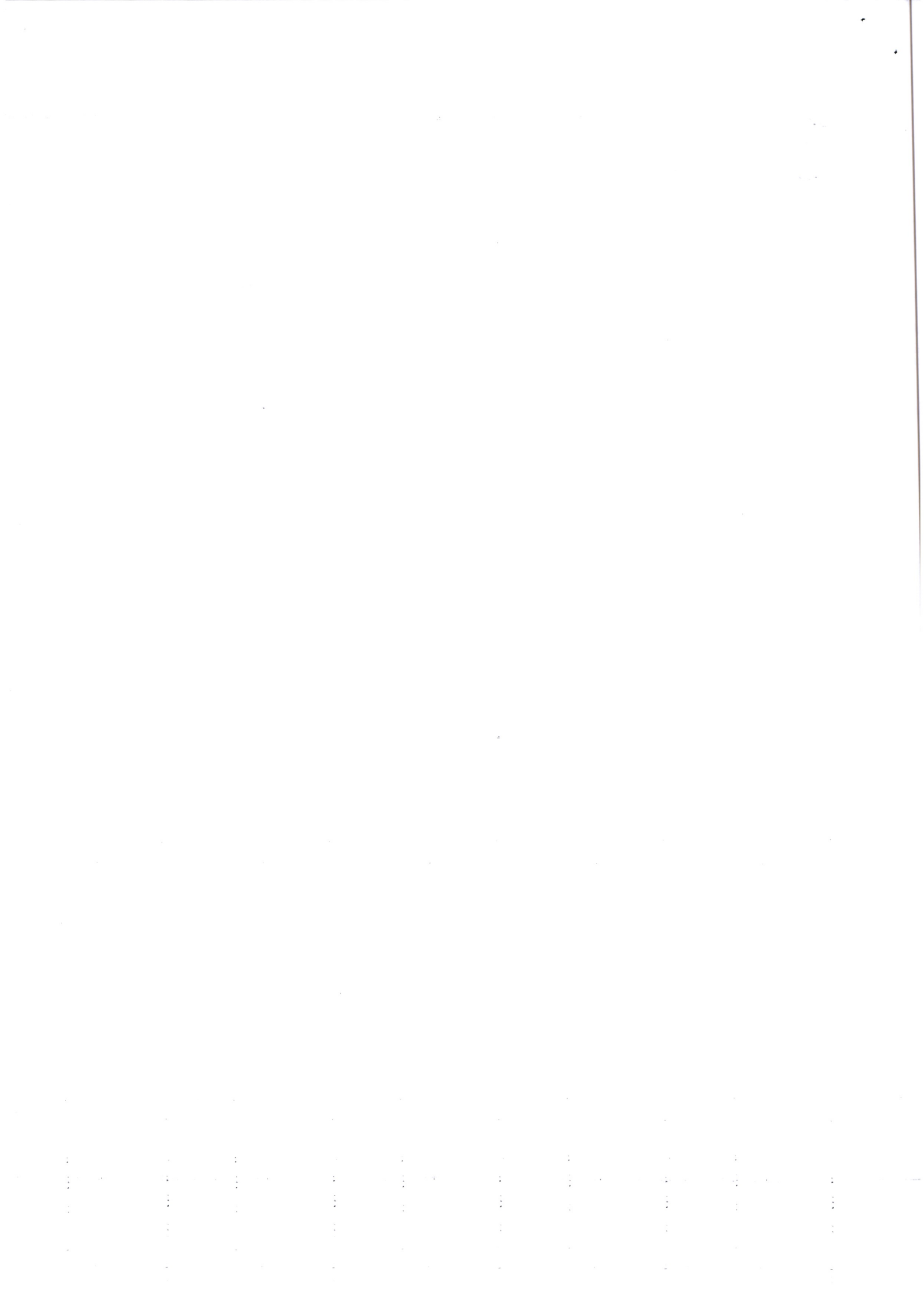
OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
CONSTITUENCIES DEVELOPMENT FUND -
MAKUENI CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE 2015





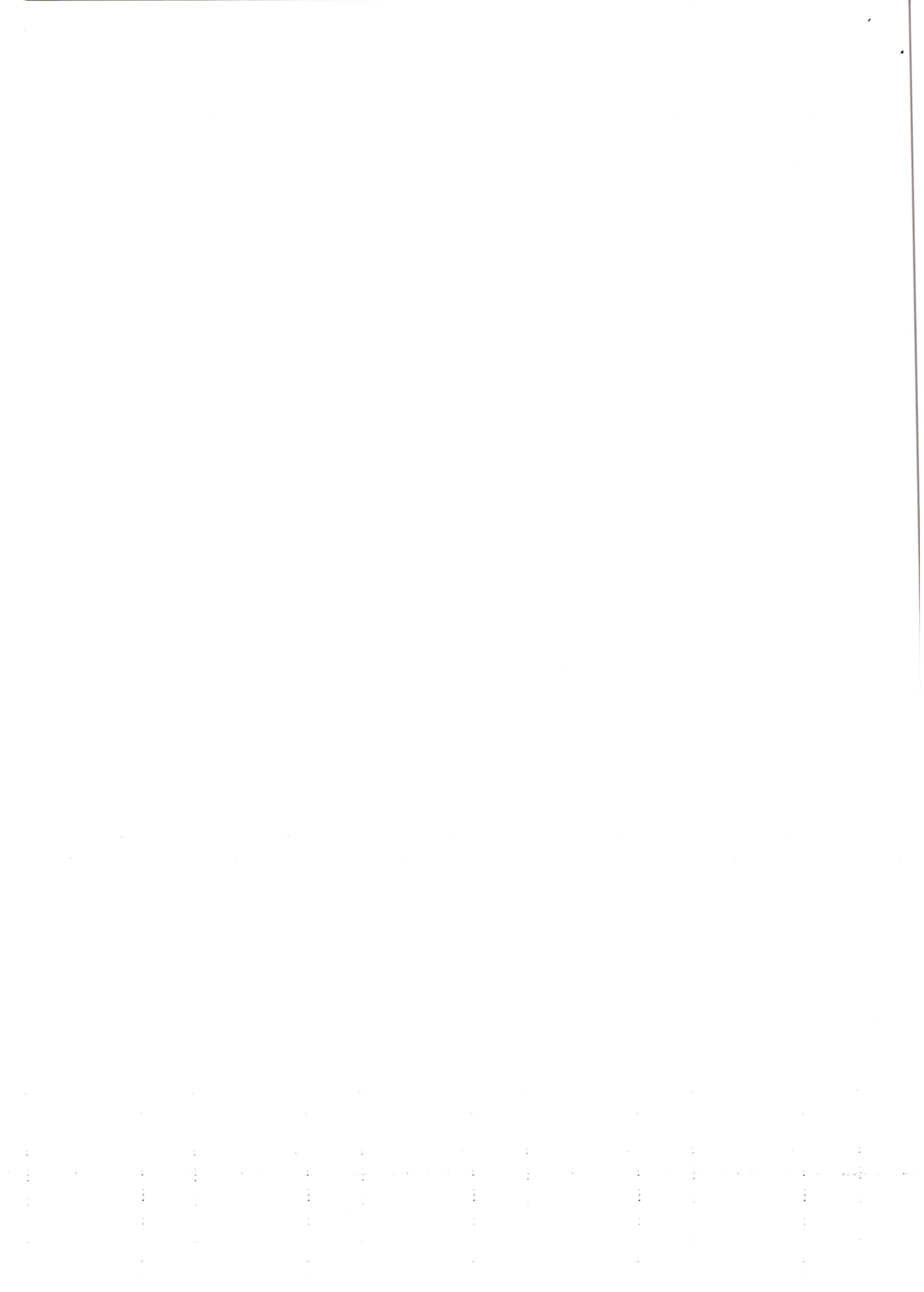
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CONSTITUENCY DEVELOPMENT FUND- MAKUENI CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

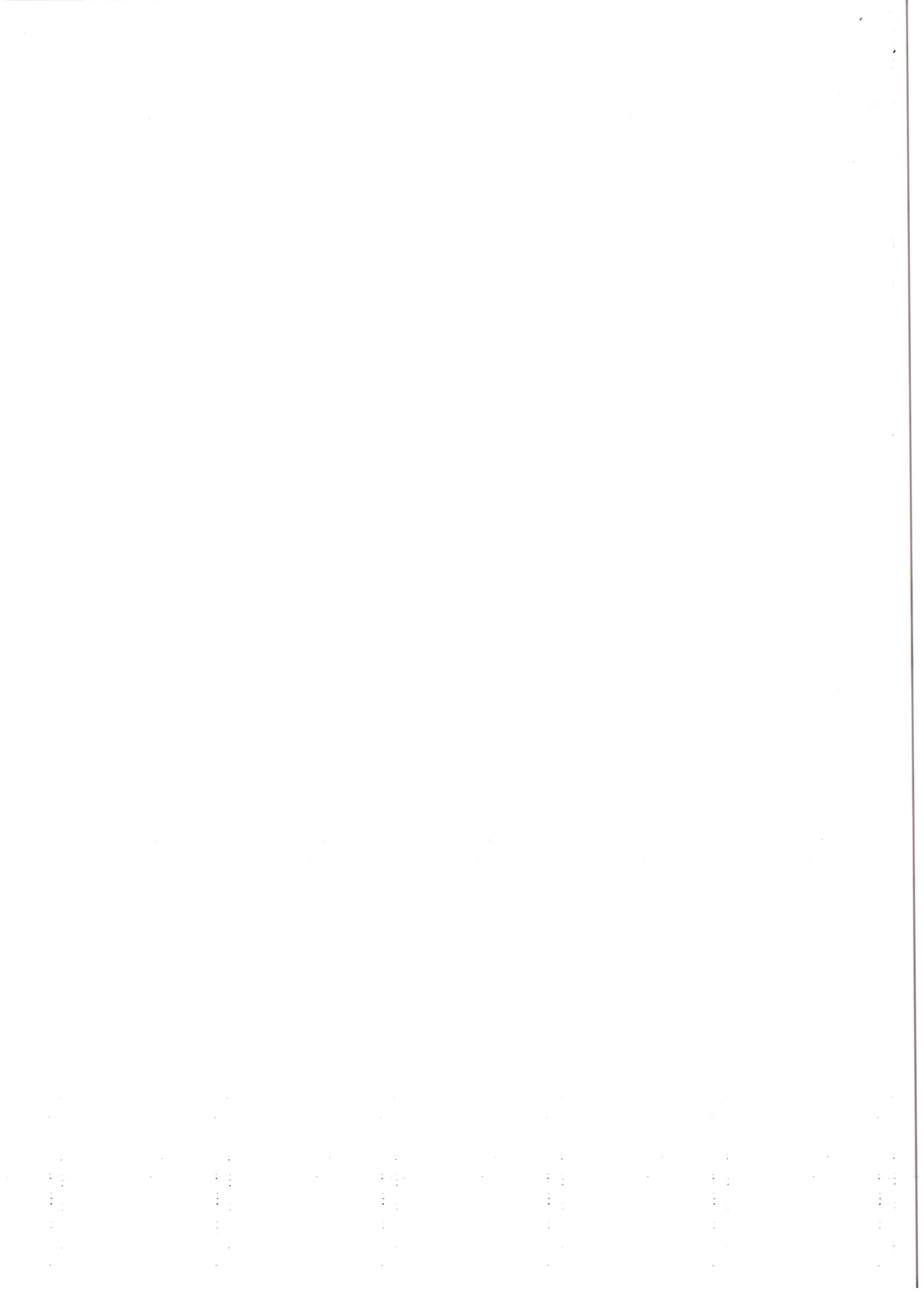
FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2015

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



Reports and Financial Statements
For the year ended June 30, 2015

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(g) MAKUENI CDF Bankers

1. The Cooperative Bank of Kenya
A/C No. 01120539316700
Wote Branch
P.O. Box 537- 90300
Tel: 0202595465
Mob: 0732 520845, 0708223372
Fax: 020-2595465
MAKUENI
Email: wotebr@co-opbank.co.ke

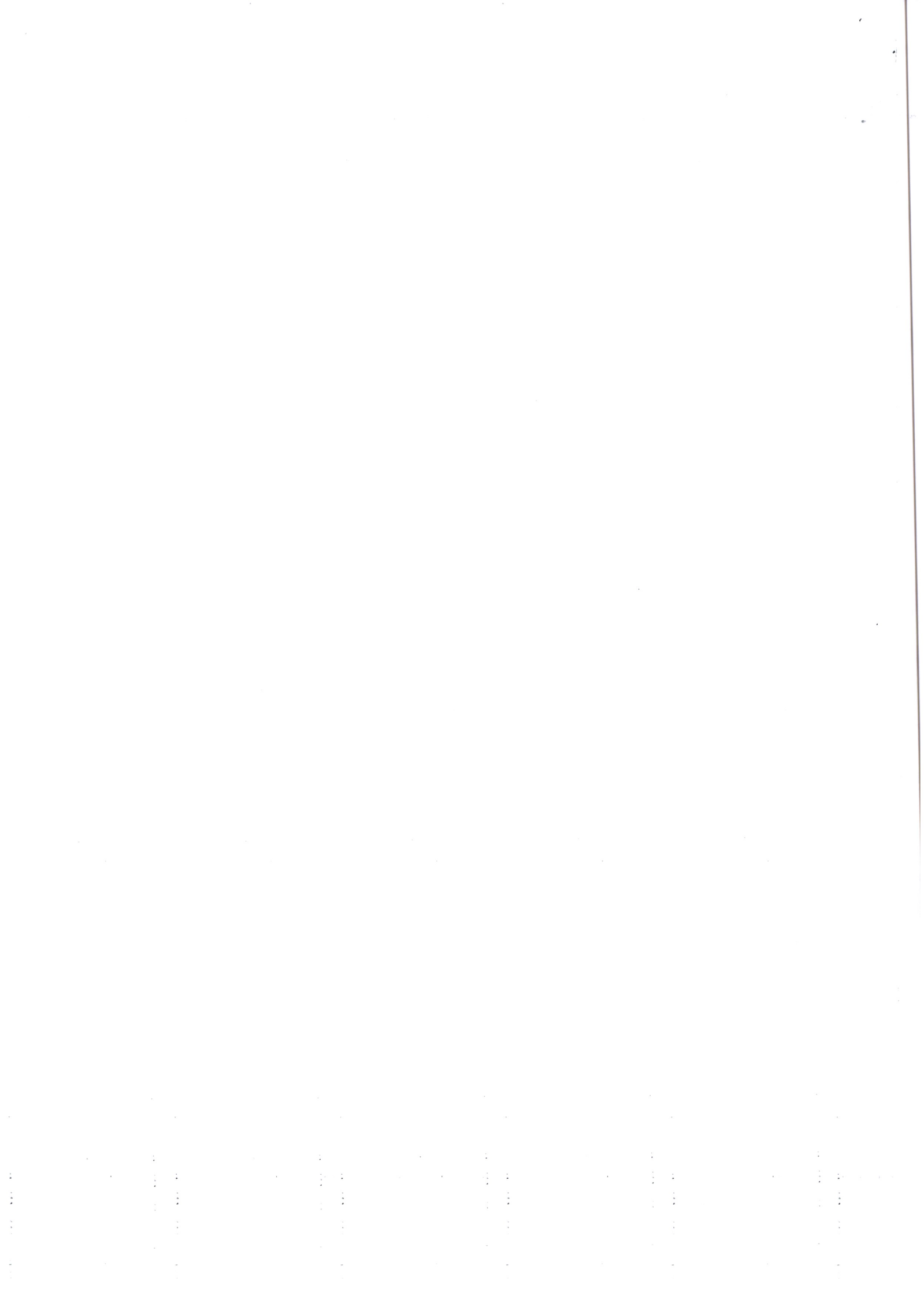
2. Equity Bank
A/C No. 06729243898
Wote Branch
P.O. Box 450 – 90300
Tel: 044-33576/7
Fax: 044-33578
MAKUENI

(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

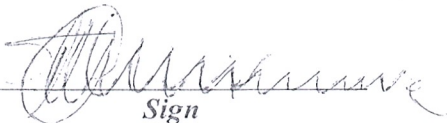


II. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND COMMITTEE (CDFC)

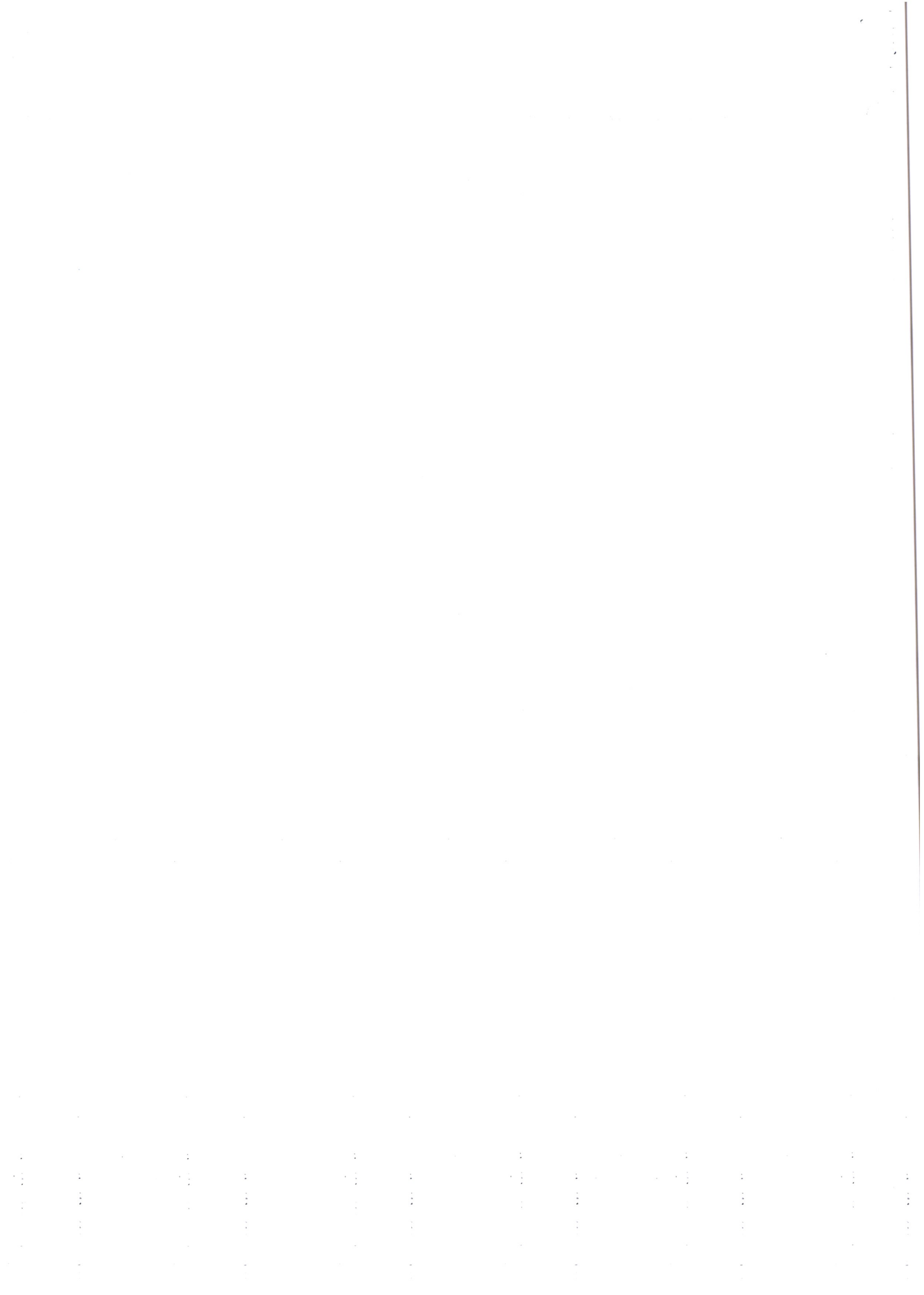
The budget performance against the actual amounts concurred reasonably. There were minimal variances occasioned by economic phenomena, particularly the inflation index. Most of the shortfalls and excesses are occasioned by the cost of materials budgeted at lower costs and increased by the inflation indices by the times of disbursement. A few of the shortfalls were due to non-implementation of the project by the PMC while awaiting the preparation of the procurement documents before the end of the financial year. Some meagre savings on some other projects were precipitated by the mean tenders awarded during procurement exercises by the PMCs which were rather below the budgeted figure. Some budgeted figures reflected quite minimal variance with the actual due to strict adherence to the budgeted figures by the CDFC.

Makueni CDFC has managed to train PMCs extensively on procurement procedures, which has perfected the implementation activities. The CDFC has enhanced its efforts in the monitoring and evaluation exercises which has reflected enhanced transparency and accountability in the implementation process on the part of the PMCs.

We have had a few cases of PMCs failing to strictly adhere to the Procurement Act, opting to engage local masons and purchase materials directly. We have been able to curb the habit through establishment of a system that ensures authorization of all payments of the PMCs by the Fund Account Manager before effecting payments at the local banks.


Sign

CHAIRMAN CDFC



III. STATEMENT OF CDF 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 CDF shall prepare financial statements in respect of that CDF. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

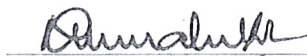
The Accounting Officer in charge of the Makueni CDF is responsible for the preparation and presentation of the CDF's financial statements, which give a true and fair view of the state of affairs of the CDF for and as at the end of the financial year (period) ended on June 30, 20-. This responsibility 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 CDF; (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 CDF; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the Makueni CDF accepts responsibility for the CDF's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the CDF's financial statements give a true and fair view of the state of CDF's transactions during the financial year ended June 30, 20-, and of the CDF's financial position as at that date. The Accounting Officer charge of the Makueni CDF further confirms the completeness of the accounting records maintained for the CDF, which have been relied upon in the preparation of the CDF's financial statements as well as the adequacy of the systems of internal financial control.

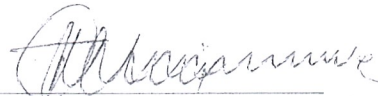
The Accounting Officer in charge of the Makueni CDF confirms that the CDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the CDF's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the CDF'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

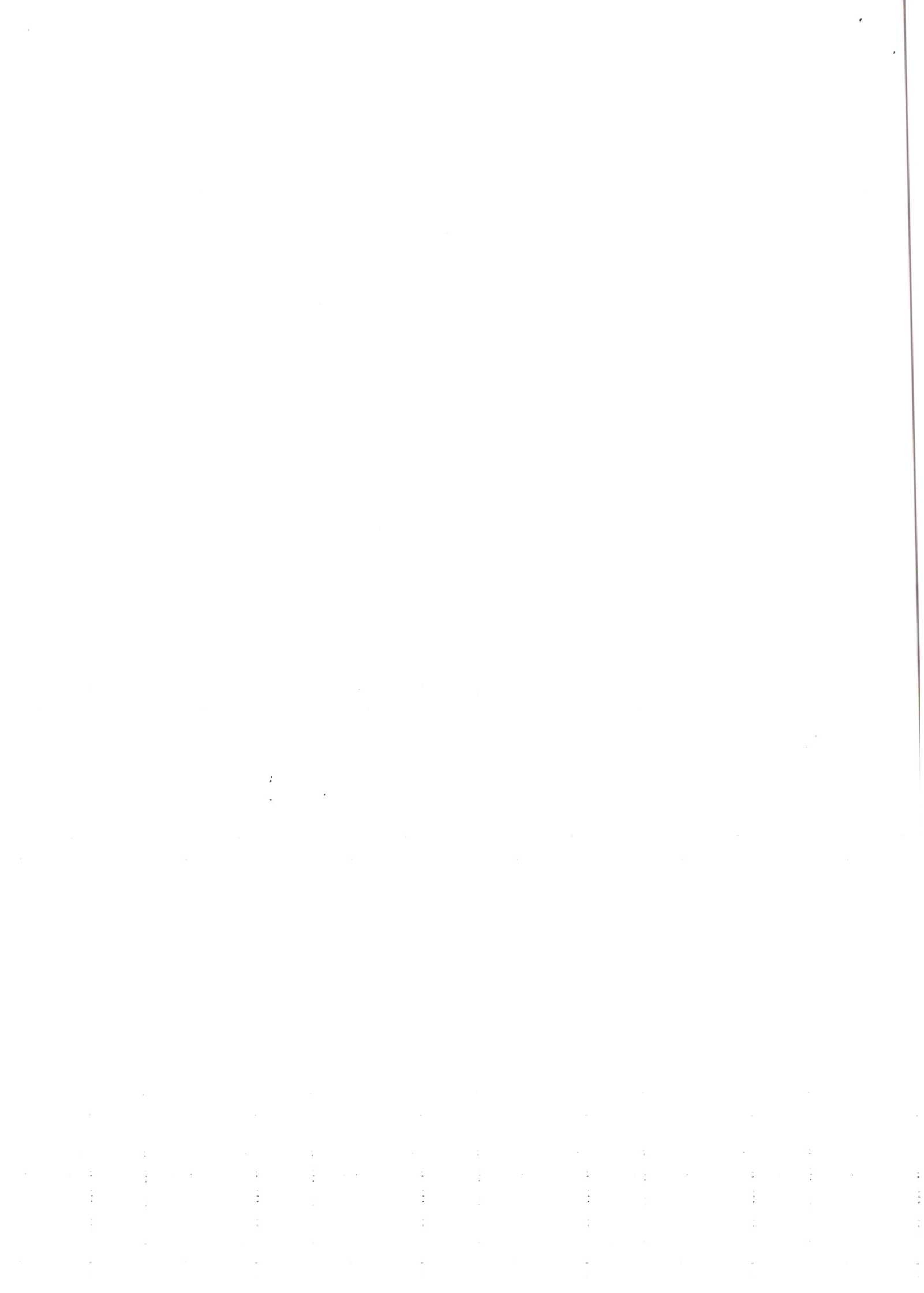
The CDF's financial statements were approved and signed by the Accounting Officer on 30th June, 2015.



Fund Account Manager



CDFC Chairman





OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund - Makueni Constituency set out on pages 5 to 16, which comprise statement of assets as at 30 June 2015, and the statement of receipts and payments, statement of cash flows, summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya, 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 judgment, 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 Accuracy of the Financial Statements

The closing 2013/2014 audited balances were incorrectly brought forward and reflected in the financial statements for the year under review as follows:-

Item	Closing balance in 2013/2014 certified financial statements (Kshs)	Opening balances 2014/2015 (Kshs)	Variance (Kshs)
Transfers from other government entities (AIE's received)	106,063,121	154,723,946	48,660,825
Use of goods and services	2,753,155	2,317,139	436,016
Committee Expenses	2,653,600	2,494,701	158,899
Transfer to other Government Units	52,650,000	81,310,825	28,660,825
Total Payments	95,267,164	143,341,239	48,074,075
Surplus	10,795,957	11,455,532	659,575
Bank Balance	11,463,697	11,455,532	8,165
Fund Balance b/f	667,740	72,825	594,915
Other Grants & Transfers	36,955,555	56,963,720	20,008,165

In the circumstance, the accuracy of the closing balances reflected in the financial statements for the year ended 30 June 2015 could not be confirmed.

2.0 Prior Year adjustments

Note 14 of the notes to the financial statements, reflects a Kshs.35,448,235 prior-year adjustment on the bank balance as at 30 June 2014. However, the amount was not reflected in the statement of assets and no supporting documents for the adjustments were made available for audit review. As a result, the prior year adjustment of Kshs.35,448,235 as at 30 June 2015 could not be confirmed.

3.0 Projects

3.1 Project Implementation Status

The approved projects' budget was categorized into various sectors within the constituency namely Education, Health, Roads, Environment, Sport, Security, Emergencies, Bursary and Water.

Review of the project implementation status report for 2014/2015 revealed that 34 projects were completed, work on 88 had not started and 49 were ongoing as at 30 June 2015 as shown below:-

Sector	Project Status	Amount Allocated (Kshs.)	Amount Disbursed (Kshs.)	No. of projects
Education	Completed	8,318,856	8,318,856	20
	Ongoing	31,099,783	31,099,783	41
	Not started	17,418,966	-	35
	Sub Total	56,837,605	39,418,639	96
Health	Completed	800,000	800,000	1
	Ongoing	-	-	-
	Not started	3,800,000	-	4
	Sub Total	4,600,000	800,000	5
Water	Completed	3,600,000	3,600,000	5
	Ongoing	-	-	-
	Not started	10,500,000	-	13
	Sub Total	14,100,000	3,600,000	18
Roads Bridges	Completed	-	-	-
	Ongoing	1,000,000	1,000,000	2
	Not started	6,000,000	-	12
	Sub Total	7,000,000	1,000,000	14

Environment	Completed	809,600	809,600	3
	Ongoing	-	-	-
	Not started	2,058,100	-	6
	Sub Total	2,867,700	809,600	9
Electricity	Completed	-	-	-
	Ongoing	-	-	-
	Not started	1,800,000	-	2
	Sub Total	1,800,000	-	2
Bursary Cats & Mocks	Completed	-	-	-
	Ongoing	25,809,300	25,809,300	1
	Not started	-	-	-
	Sub Total	25,809,300	25,809,300	1
Sport	Completed	400,000	400,000	4
	Ongoing	1,767,700	1,767,700	2
	Not started	700,000	-	7
	Sub Total	2,867,700	2,167,700	13
Emergency	Completed	-	-	-
	Ongoing	5,400,259	5,400,259	1
	Not started	-	-	-
	Sub Total	5,400,259	5,400,259	1
Security	Completed	200,000	200,000	1
	Ongoing	300,000	300,000	1
	Not started	2,300,000	2,300,000	8
	Sub Total	2,800,000	2,800,000	10

Social Hall	Completed	-	-	-
	Ongoing	-	-	-
	Not started	200,000	-	1
	Sub Total	200,000	-	1
	Grand Total	124,282,564	81,805,498	170

As the data shows, out of the 170 projects, 88 projects budgeted for implementation in 2014/2015 allocated Kshs.44,777,066 had not commenced and 48 projects worth Kshs.65,377,042 were yet to be completed as at 30 June 2015 thereby denying the residents of Makueni access to important public services.

In the circumstances, it has not been possible to ascertain that the Fund would implement all the projects it budgeted for.

3.2 Water Projects

Included in the water projects expenditure of Kshs.24,889,514 as at 30 June 2015 were two projects namely Mii Earth Dam, and Syuthini Sand Dam funded at a cost of Kshs.500,000 and Kshs.409,600 respectively both totaling Kshs.909,600. However the projects were not included in the approved projects code list for 2013/2014 and 2014/2015 financial years.

Further, the Kwa Ngwili Earth dam was funded at a cost of Kshs.2,000,000 in two phases, costing Kshs.1,000,000 each. The first phase involved the construction of the dam including excavation which was completed confirmed from the completion certificate issued on 27 April 2015. The second phase involved ancillary works including fencing, construction of two check/sand dam for siltation, and a cattle trough all at an estimated Bills of Quantities cost of Kshs.1,000,000. However, no expenditure returns were filed for this second phase. In addition, physical verification on 16 March 2016 revealed that the fence was done in part and further part of the fence crumbled and had been submerged in the dam. The check dams and the cattle troughs were not done.

In the circumstance, the propriety and the value-for-money on the Kshs.24,889,514 expenditure on water projects as at 30 June 2015 appeared doubtful.

3.3 Health Projects

The Makueni CDF approved budget included five (5) health sector projects costing Kshs.4,600,000. However, only Kshs.800,000 for completion of a three bedroomed

house at Mutini Dispensary was disbursed during the year under review. The balance of Kshs.3,800,000 for the other four projects was not disbursed.

In the circumstance, the constituents did not receive the benefits due from the four health projects worth Kshs.3,800,000 as at 30 June 2015.

4.0 Disclosure and Presentation

The International Public Sector Accounting Standards (IPSAS) cash-basis prescribed reporting template requires that a report on follow – up of auditor recommendations form part of the financial statements.

However, although the Fund received a qualified opinion in 2013/2014, the report on the progress made on the issues raised in the previous year's audit report was not included in the financial statements for the year under review.

In the circumstance, the financial statements do not comply with IPSAS (Cash Basis) financial presentation format.

5.0 Training Expenses

During the year, the Fund incurred a total of Kshs.6,496,383 on goods and services out of which were training expenses balance of Kshs.3,342,000 as at 30 June 2015. However, the out of which expenditure totalling to Kshs.3,342,000 related to training expenses. However, schedules for the training experiences reflected a balance of Kshs.2,942,000 resulting in an unexplained and unsupported variance of Kshs.400,000.

In the circumstance, the accuracy and propriety of the training expenses amounting to Kshs.3,342,000 as at 30 June 2015 could not be confirmed.

6.0 Budgetary Control and Performance

The summary statement of appropriation indicates that during the financial year under review, the Constituency Development Fund (CDF) incurred total expenditure amounting to Kshs.115,240,401 against the approved budget of Kshs.154,840,532 leaving out a balance of Kshs.39,600,131 which translated to 25.6% of the approved budget. Further, the actual receipts were Kshs.107,538,801 against the approved budget of Kshs.154,840,532 leading to a variance of Kshs.47,301,731.

In the circumstance, the residents of Makueni did not enjoy important Public envisaged and promised services that to the unspent funds totaling Kshs.39,600,131 would have provided.

7.0 Pending Bills

As at 30 June 2015, the Fund incurred pending bills totaling Kshs.4,497,786 which exceeded the bank balance of Kshs.3,753,932 by Kshs.743,854. However, documents

showing how the bills were incurred in not presented for audit review. Consequently, it has not been possible to confirm the validity and accuracy of totalling pending bills totalling Kshs.4,497,786.

Qualified Opinion

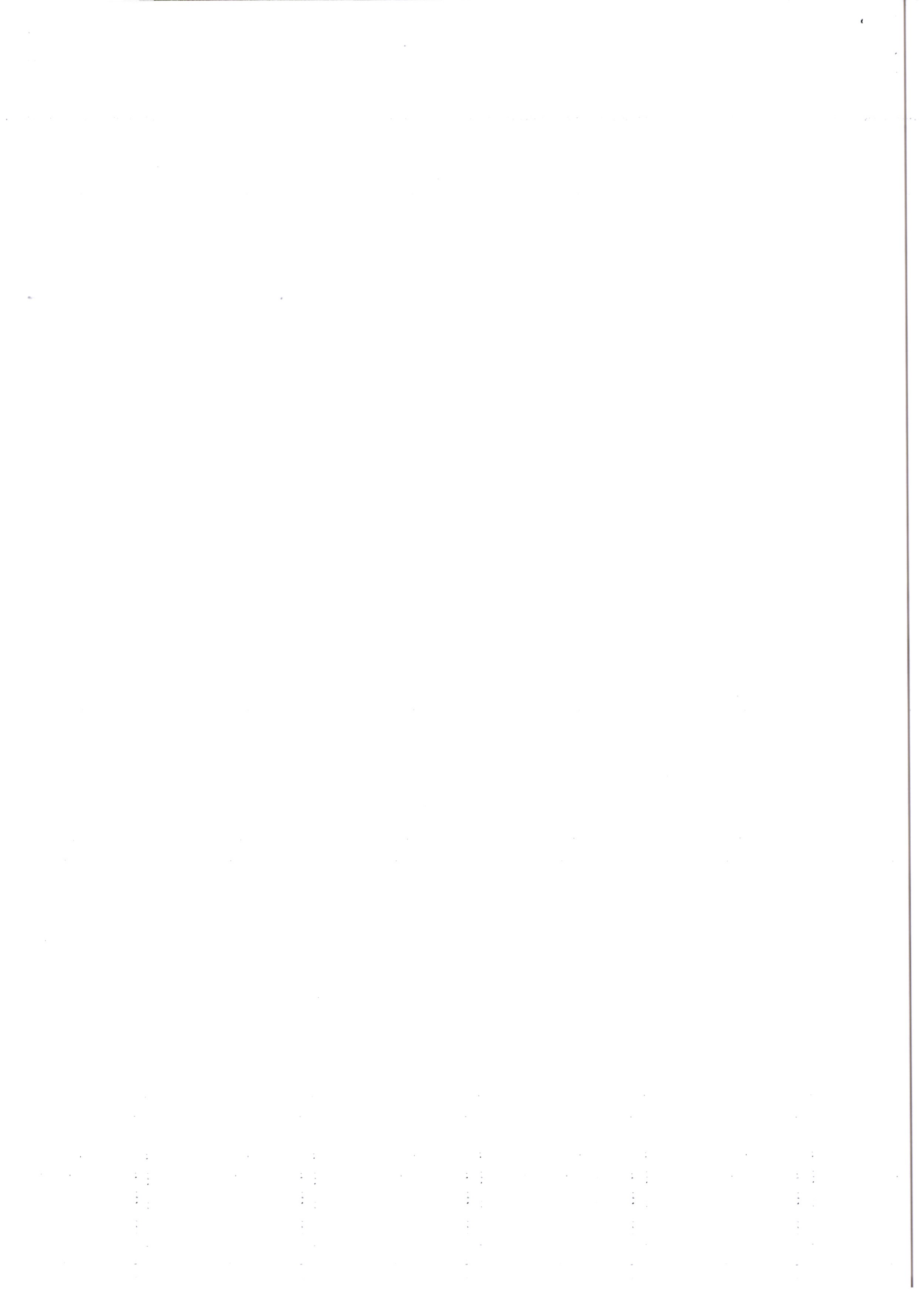
In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the Constituencies Development Fund – Makeni Constituency as at 30 June 2015, and its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Constituencies Development Fund Act, 2013.



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

Nairobi

15 November 2016



Reports and Financial Statements
For the year ended June 30, 2015

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2014-2015 Kshs	2013-2014 Kshs
RECEIPTS			
Transfers from Other Government Entities	1	107,538,801.20	154,723,946.00
Proceeds from Sale of Assets			
Other Receipts			
TOTAL RECEIPTS		107,538,801.20	154,723,946.00
PAYMENTS			
Compensation of Employees	2	881,446.00	248,454.00
Use of goods and services	3	6,496,382.03	2,317,139.00
Committee Expenses	4	5,396,400.00	2,494,701.00
Transfers to Other Government Units	5	51,408,674.00	81,310,825.00
Other grants and transfers	6	52,590,030.17	56,963,720.00
Social Security Benefits	7	27,600.00	6,400.00
Acquisition of Assets	8	-	-
Other Payments	9	8,480.00	-
TOTAL PAYMENTS		115,240,401.00	143,341,239.00
SURPLUS/DEFICIT		(7,701,600)	11,455,532.00

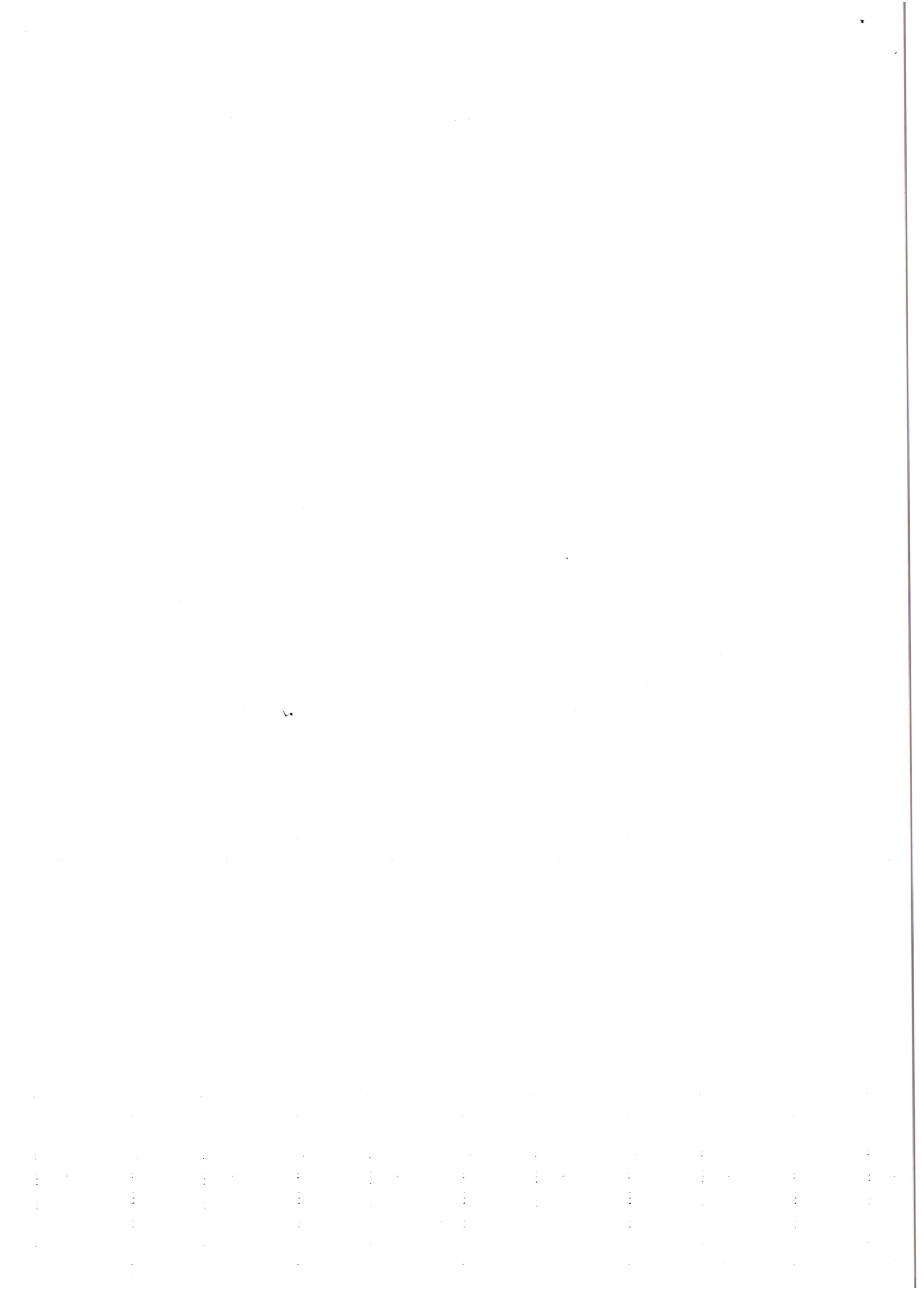
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The MAKUENI CDF financial statements were approved on 30th June, 2015 and signed by:



Chairman - CDFC



Fund Account Manager



V. STATEMENT OF ASSETS

	Note	2014-2015 Kshs	2013-2014 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per cash book)	12A	3,753,932.00	11,455,532.00
Cash Balances (cash at hand)	12B	-	-
Outstanding Imprests	12C	-	-
TOTAL FINANCIAL ASSETS		3,753,932.00	11,445,532.00
 REPRESENTED BY			
Fund balance b/fwd	13	11,455,532.00	72,825.00
Surplus/Deficit for the year		(7,701,600.00)	11,382,707.00
Prior year adjustments	14		
NET FINANCIAL POSITION		3,753,932.00	11,455,532.00

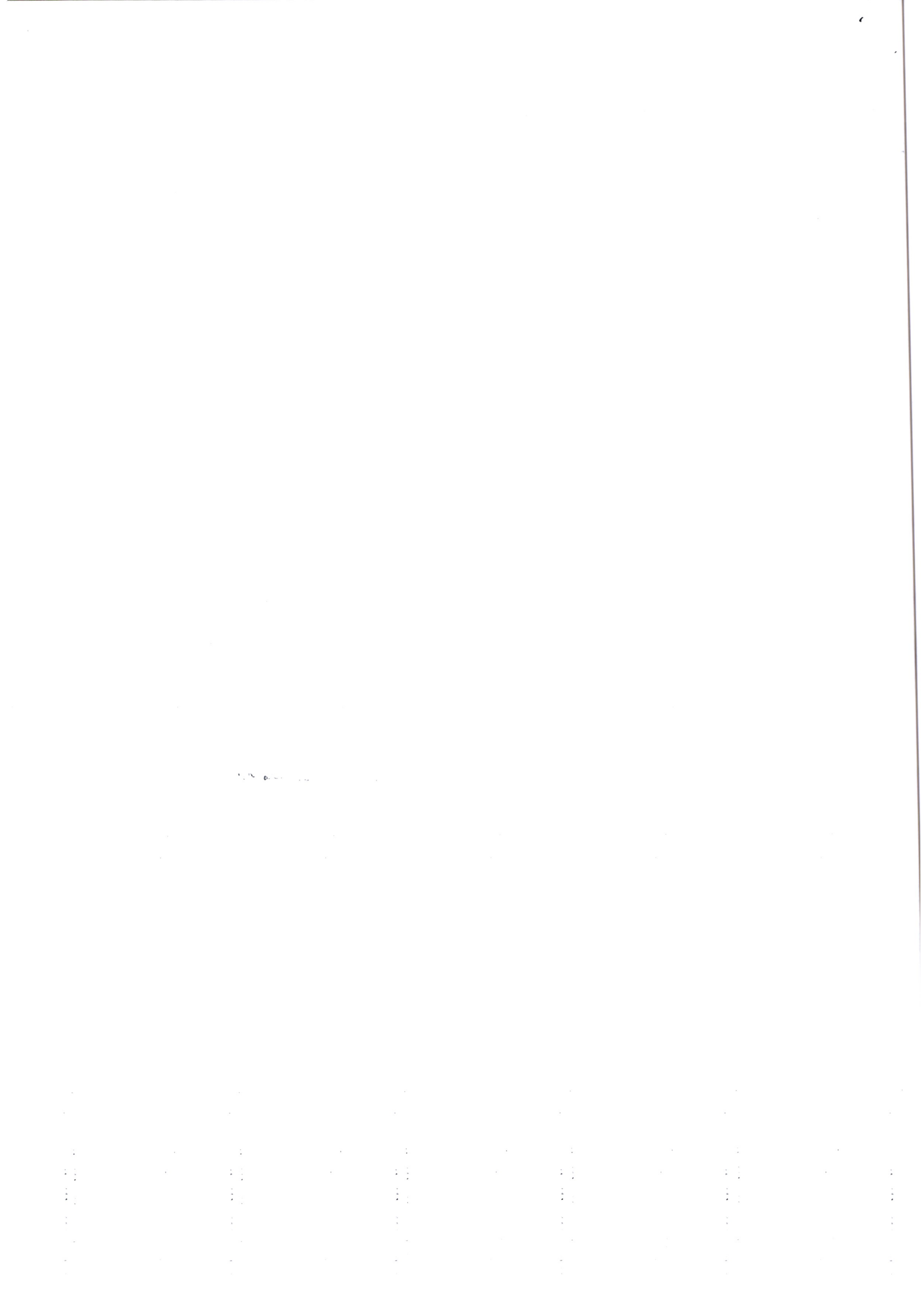
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Chairman - CDFC



Fund Account Manager



Reports and Financial Statements
For the year ended June 30, 2015

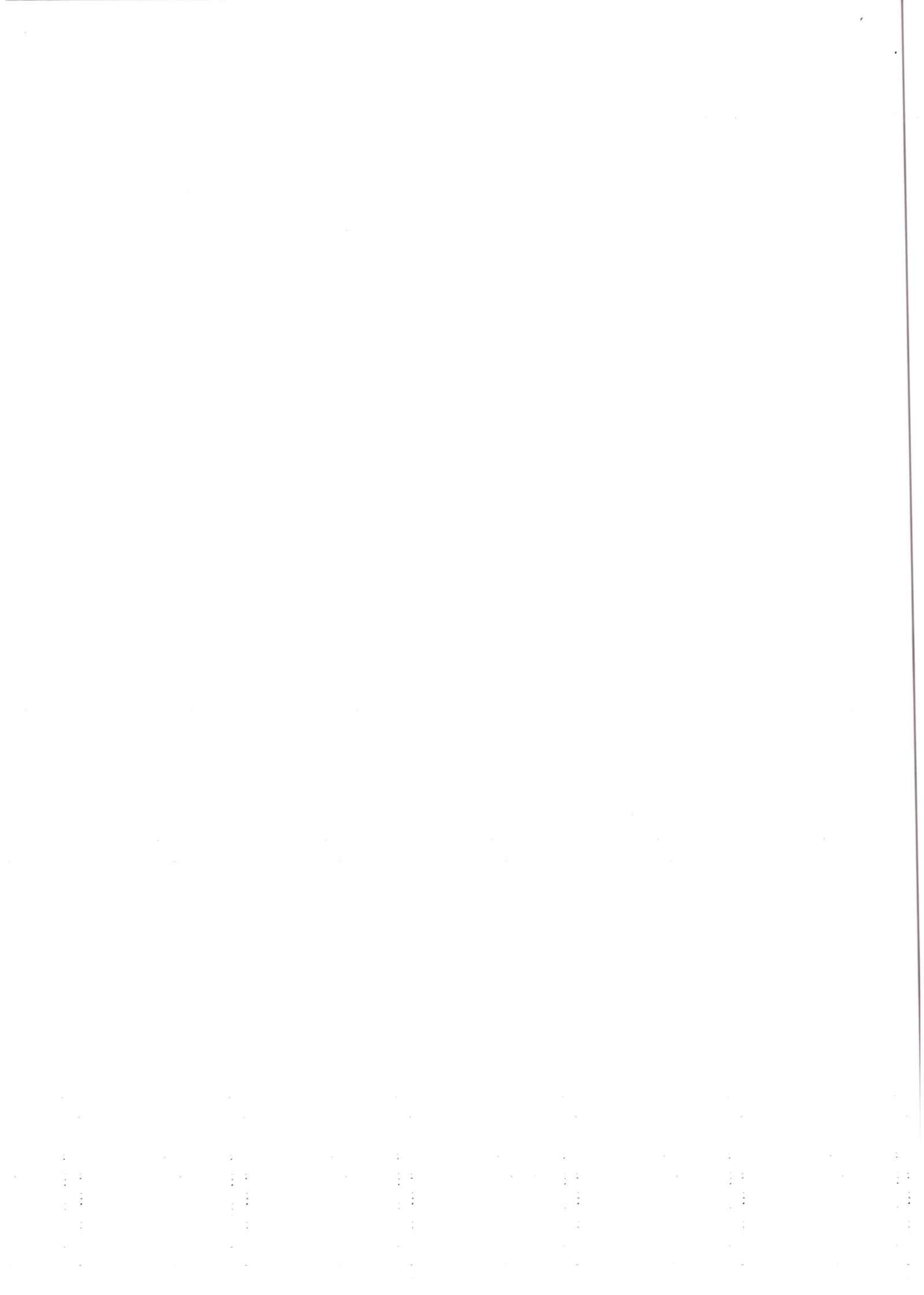
VI. STATEMENT OF CASHFLOW

Receipts for operating income		2014 - 2015	2013 - 2014
Transfers from CDF Board	1	107,538,801.20	154,723,946
Other Receipts		-	
Payments for operating expenses			
Compensation of Employees	2	881,446.00	248,454
Use of goods and services	3	6,496,382.03	2,317,139
Committee Expenses	4	5,396,400.00	2,494,701
Transfers to Other Government Units	5	51,408,674.00	81,310,825
Other grants and transfers	6	52,590,030.17	56,963,720
Social Security Benefits	7	27,600.00	6,400
Other Payments	9	8,480.00	-
Adjusted for:			
Adjustments during the year		115,240,401.00	143,341,239
Net cash flow from operating activities		(7,701,600)	11,382,707
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets		-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		(7,701,600)	11,382,707
Cash and cash equivalent at BEGINNING of the year	15	11,455,532.00	72,825
Cash and cash equivalent at END of the year	16	3,753,932.00	11,455,532

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The MAKUENI CDF financial statements were approved on 30th June, 2015 and signed by:


 Chairman CDFC


 Fund Account Manager



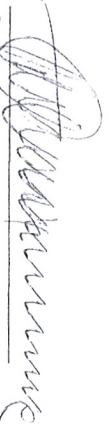
Reports and Financial Statements
For the year ended June 30, 2015

11. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

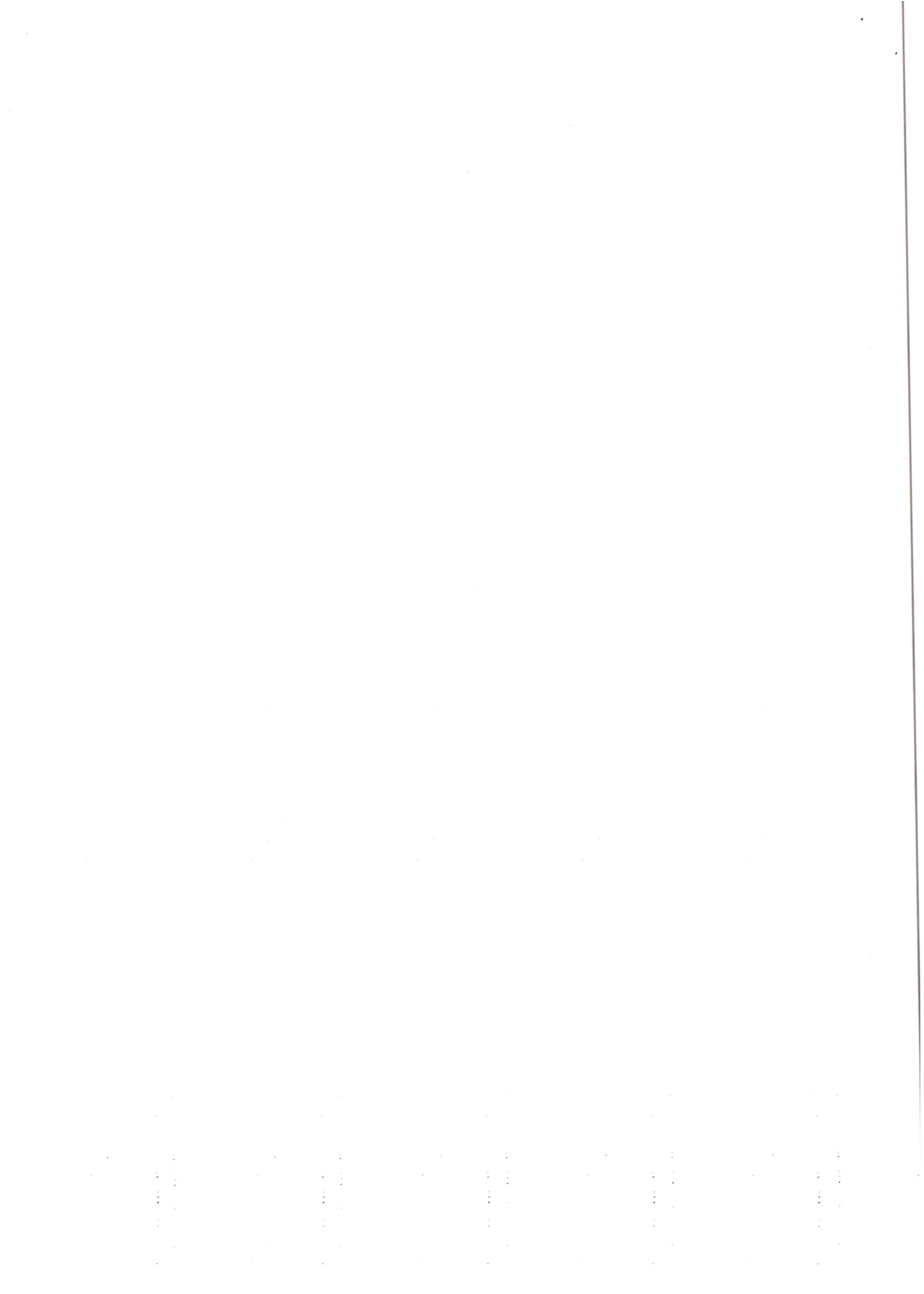
Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from CDF Board	143,385,000.00	11,455,532.00	154,840,532.00	107,538,801.20		
Proceeds from Sale of Assets				-		
Other Receipts				-		
PAYMENTS						
Compensation of Employees	2,039,592.00	87,000.00	2,126,592.00	881,446.00	1,245,146.00	41.45
Use of goods and services	5,519,828.00	600,000.00	6,119,828.00	6,496,382.03	-376,554.03	106.15
Committee Expenses	5,301,550.00	419,776.00	5,721,326.00	5,396,400.00	324,926.00	94.32
Transfers to Other Government Units	58,337,605.00	5,125,000.00	63,462,605.00	51,408,674.00	12,053,931.00	81.01
Other grants and transfers	72,142,745.00	5,223,756.00	77,366,501.00	52,492,596.32	24,873,904.68	67.85
Social Security Benefits	43,680.00	0	43,680.00	27,600.00	16,080.00	63.19
Acquisition of Assets	-	-	-	0.00	-	-
Other Payments	-	0	0.00	8,480.00	-	-
TOTALS	143,385,000.00	11,455,532.00	154,840,532.00	116,711,578.35		

- (a) *Commentary on underutilization of Employee Compensation*
The Committee had budgeted for ten (10) employees for FY2014/15 but only four employees were engaged. This resulted to underutilization by 41.45
- (b) *Commentary on overutilization of use of goods and services*
The overutilization was caused by under-budgeting of training expenses.

The Makueni CDF financial statements were approved on 30th June, 2015 and signed by:


Chairman CDF


Fund Account Manager



VIII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. 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 *CDF* and all values are rounded to the nearest shilling. 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 *CDF*.

2. Recognition of revenue and expenses

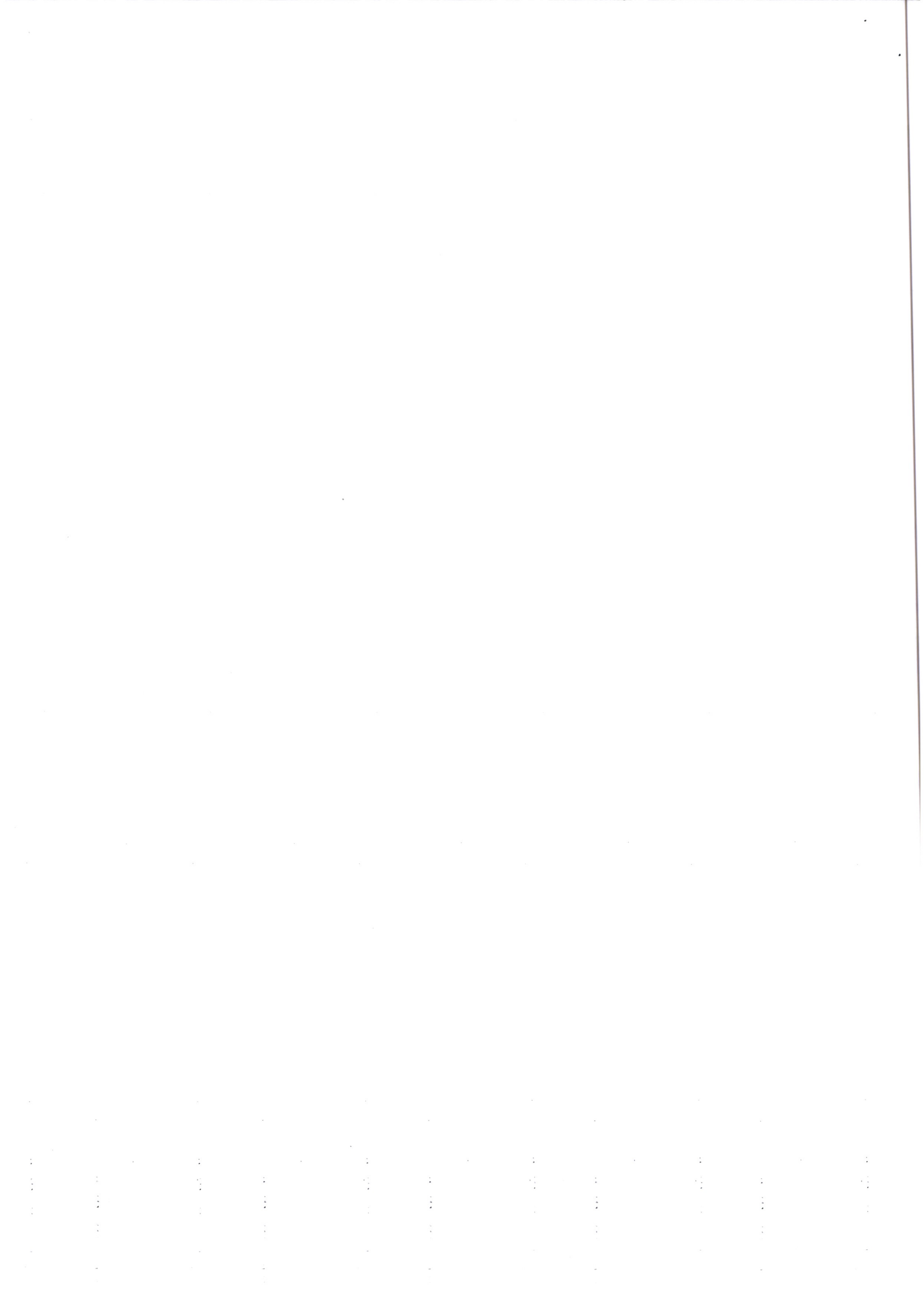
The *CDF* recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the *CDF*. In addition, the *CDF* recognises all expenses when the event occurs and the related cash has actually been paid out by the *CDF*.

3. In-kind contributions

In-kind contributions are donations that are made to the *CDF* 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 *CDF* 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.

4. 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 authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.



Reports and Financial Statements
For the year ended June 30, 2015

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. 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 *CDF* 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.

6. Budget

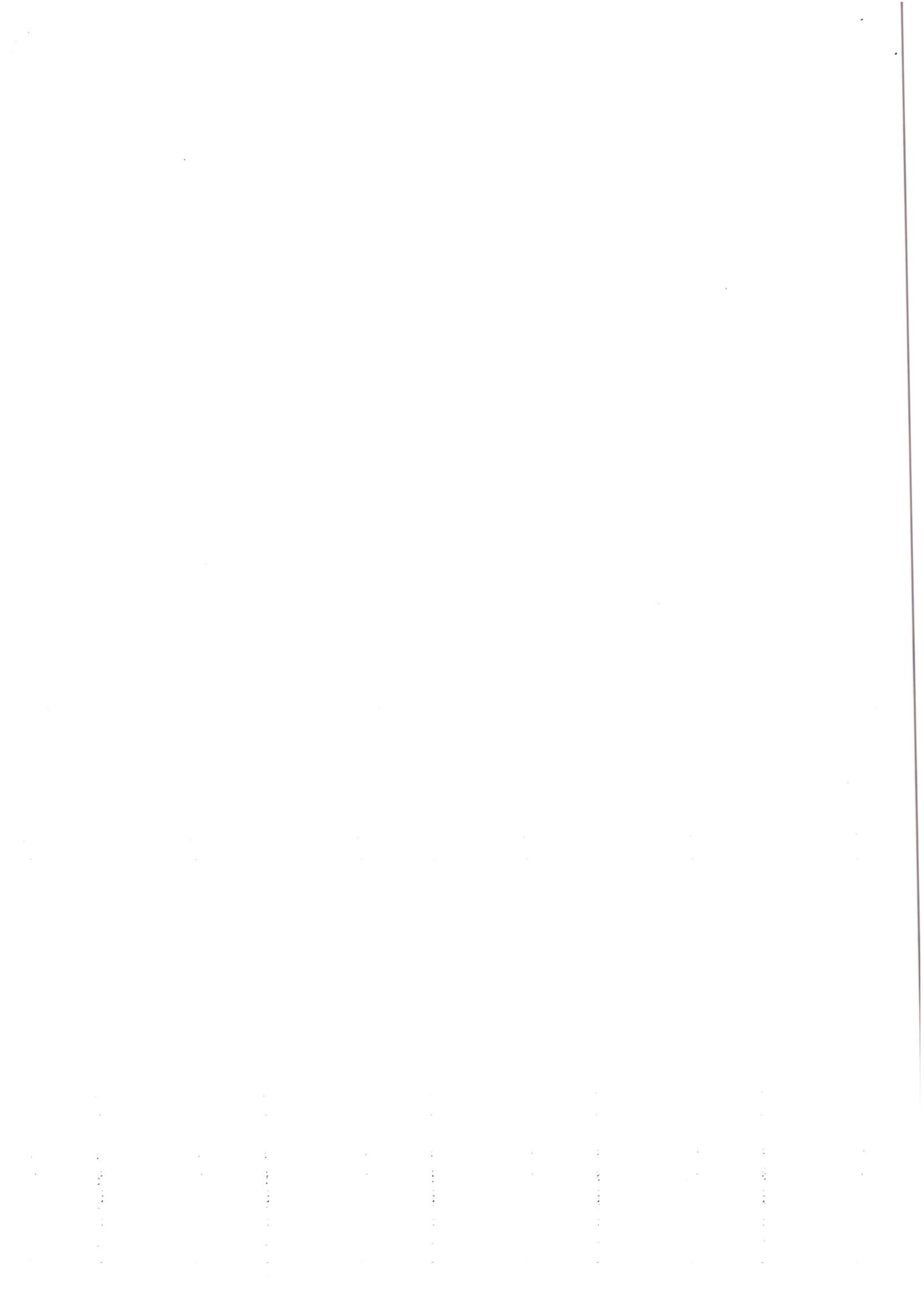
The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *CDF*'s budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment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

7. Comparative figures

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

8. 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.



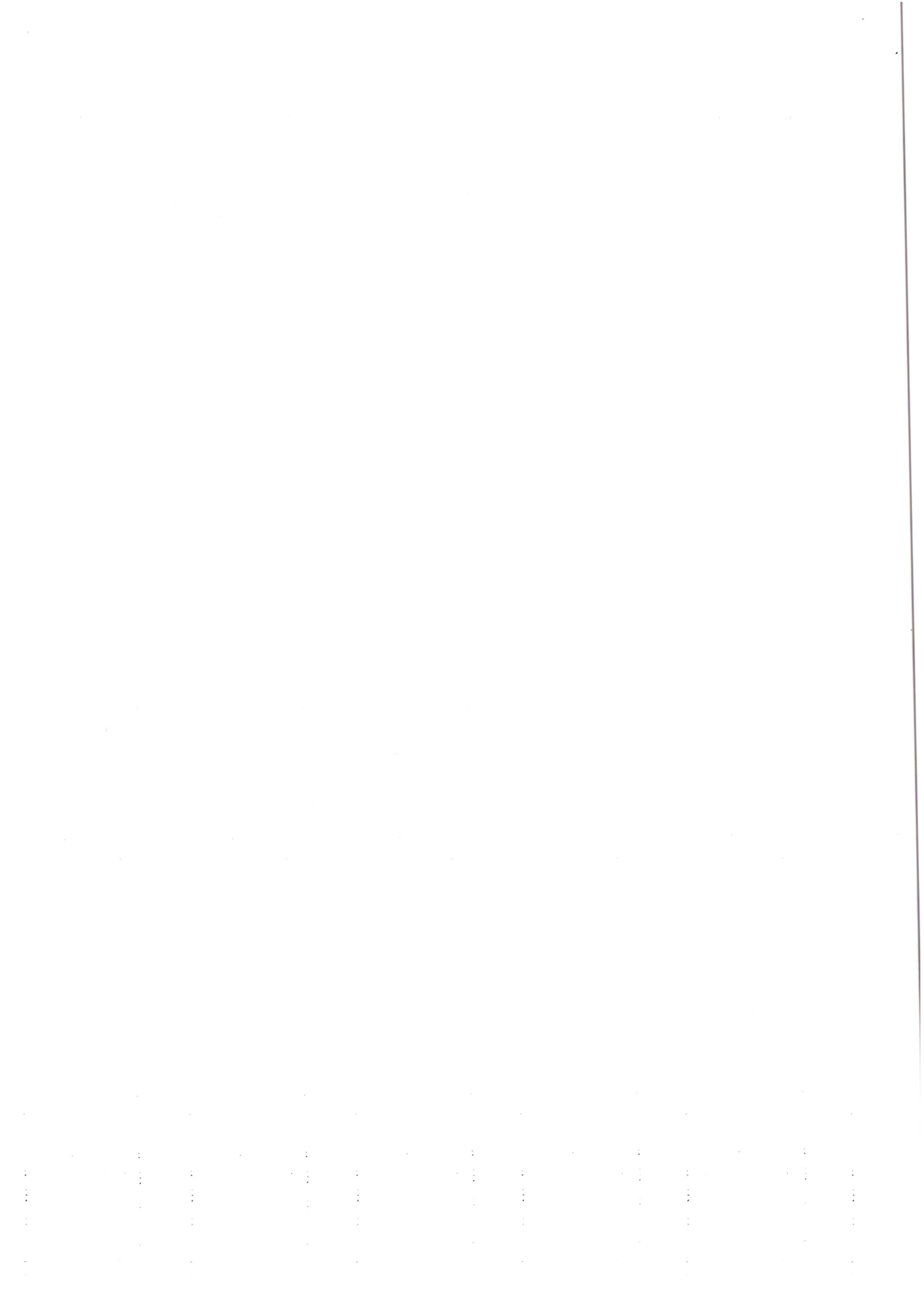
IX. NOTES TO THE FINANCIAL STATEMENTS

1.1.1.1.1.1.1 TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2014 - 2015		2013 - 2014
		Kshs		Kshs
CDF Board				
	AIE NO. 750354	7,300,000.00	AIE NO. 711889	56,077,295.00
	AIE NO. 750489	28,546,267.00	AIE NO. 735801	49,285,825.50
	AIE NO. 796605	15,507,760.20	AIE NO. 750118	48,660,825.50
	AIE NO. 796816	20,338,507.00	AIE NO. 711937	700,000.00
	AIE NO. 796174	35,846,267.00		
TOTAL		107,538,801.20		154,723,946.00

1.1.1.1.1.1.2 COMPENSATION OF EMPLOYEES

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Basic wages of contractual employees	608,946.00	248,454.00
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity	-	-
Other personnel payments	272,500.00	-
Total	881,446.00	248,454.00



**Reports and Financial Statements
For the year ended June 30, 2015**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.3 USE OF GOODS AND SERVICES

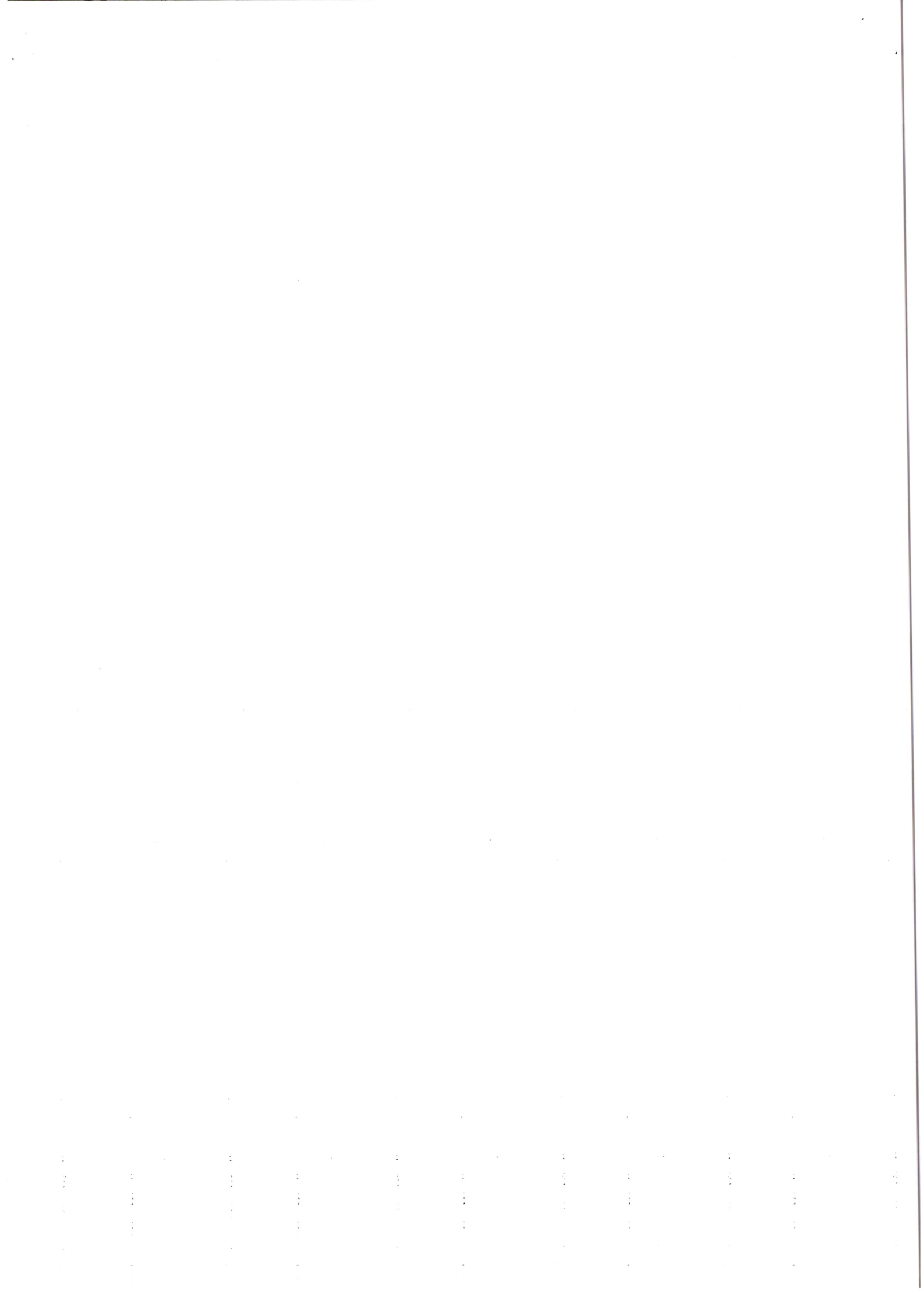
	2014 - 2015	2013 - 2014
	Kshs	Kshs
Utilities, supplies and services	-	-
Communication, supplies and services	66,000.00	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	3,342,000.00	-
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	2,671,918.00	921,499.00
Other operating expenses	-	245,640.00
Routine maintenance – vehicles and other transport equipment	416,464.03	1,150,000.00
Routine maintenance – other assets	-	-
Total	6,496,382.03	2,317,139.00

1.1.1.1.1.1.4 COMMITTEE EXPENSES

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Committee allowances	2,235,400.00	2,494,701.00
Other committee expenses	3,161,000.00	-
Total	5,396,400.00	2,494,701.00

1.1.1.1.1.1.5 TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	16,708,674.00	-
Transfers to secondary schools (see attached list)	33,400,000.00	-
Transfers to tertiary institutions (see attached list)	500,000.00	-
Transfers to health institutions (see attached list)	800,000.00	-
TOTAL	51,408,674.00	81,310,825.00



**Reports and Financial Statements
For the year ended June 30, 2015**

1.1.1.1.1.1.6 OTHER GRANTS AND OTHER PAYMENTS

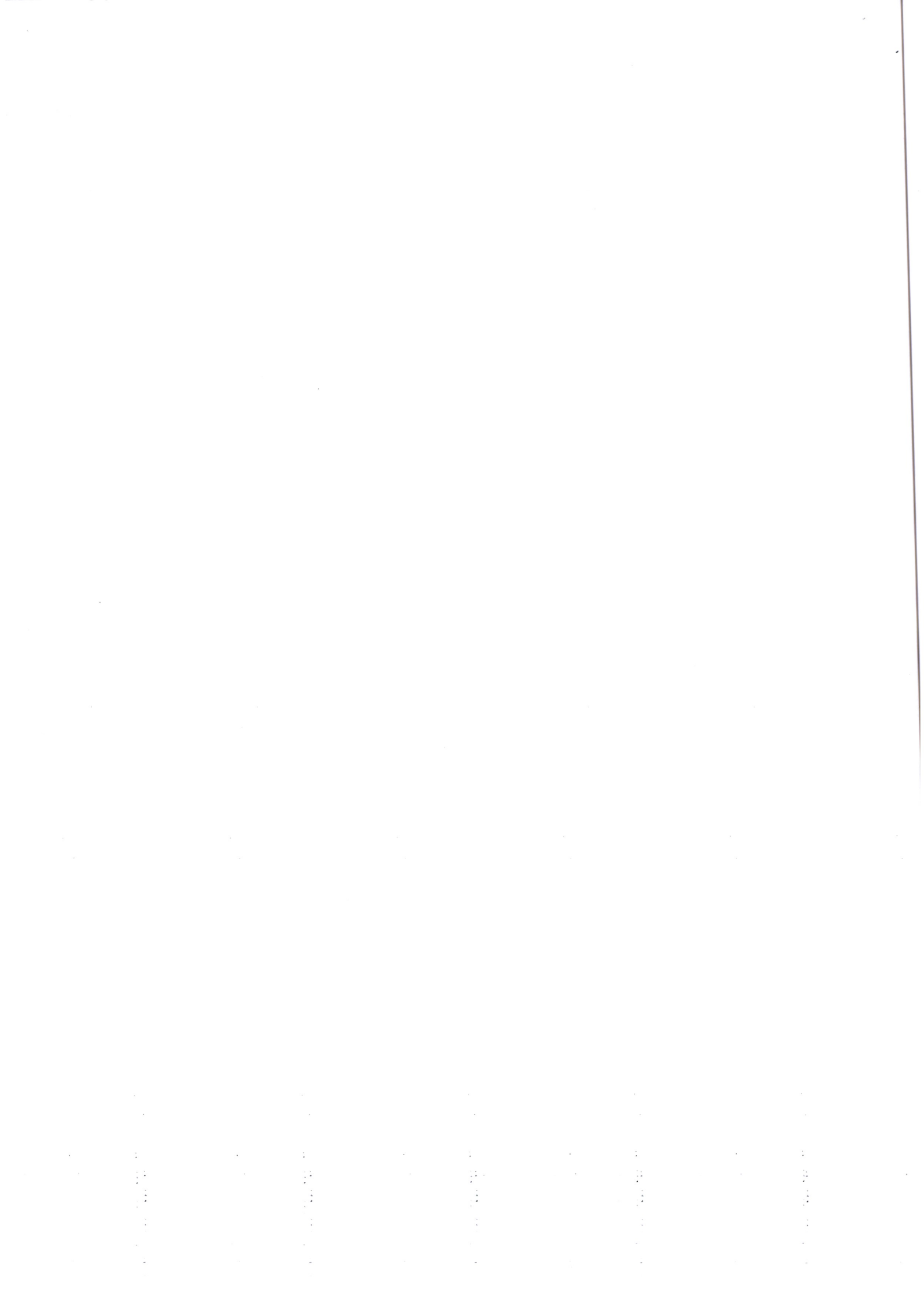
	2014 - 2015 Kshs	2013- 2014 Kshs
Bursary – secondary schools	6,190,909.00	-
Bursary – tertiary institutions	4,547,071.85	-
Bursary – special schools	52,000.00	-
Mock & CAT	-	-
Water projects	24,889,513.80	-
Agriculture projects	-	-
Electricity projects	-	-
Security projects	914,295.52	-
Roads projects	4,490,000.00	-
Sports projects	1,514,140.00	-
Environment projects	1,400,000.00	-
Emergency projects	8,592,100.00	-
Total	52,590,030.17	56,963,720.00

1.1.1.1.1.1.7 SOCIAL SECURITY BENEFITS

	2014 - 2015 Kshs	2013 - 2014 Kshs
Employer contribution to NSSF	27,600.00	6,400.00
Total	27,600.00	6,400.00

12: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2014 - 2015 Kshs	2013 - 2014 Kshs
<i>Co-operative Bank of Kenya Wote Branch, A/C No. 01120539316700</i>	3,753,932.00	3,519,002.00
<i>Equity Bank, Wote Branch, A/C No. 06729243898</i>	-	7,936,530.00
Total	3,753,932.00	11,455,532.00



**Reports and Financial Statements
For the year ended June 30, 2015**

13. BALANCES BROUGHT FORWARD

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Bank accounts	3,753,932.00	11,455,532.00
Cash in hand	-	-
Imprest	-	-
Total	3,753,932.00	11,455,532.00

[Provide short appropriate explanations as necessary]

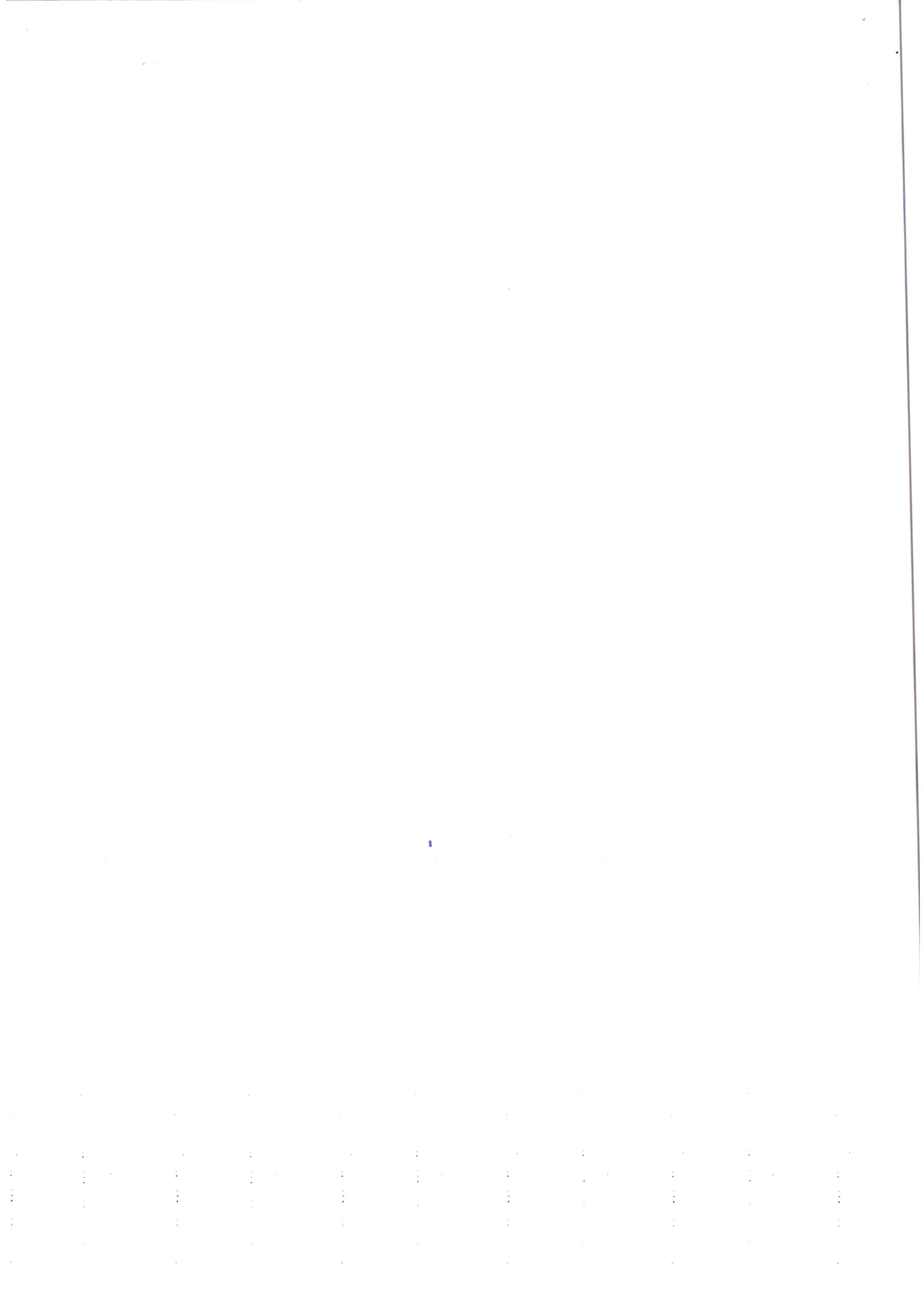
14. PRIOR YEAR ADJUSTMENTS

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Bank accounts	35,448,235.00	11,455,532.00
Cash in hand	-	-
Imprest	-	-
Total	35,448,235.00	11,455,532.00

15. OTHER IMPORTANT DISCLOSURES

15.1: OTHER PENDING PAYABLES (See Annex 1)

	Kshs	Kshs
Amounts due to other Government entities	-	-
Amounts due to other grants and other transfers	4,497,786.00	625,000.00
Others (<i>specify</i>)	-	-
	4,497,786.00	625,000.00



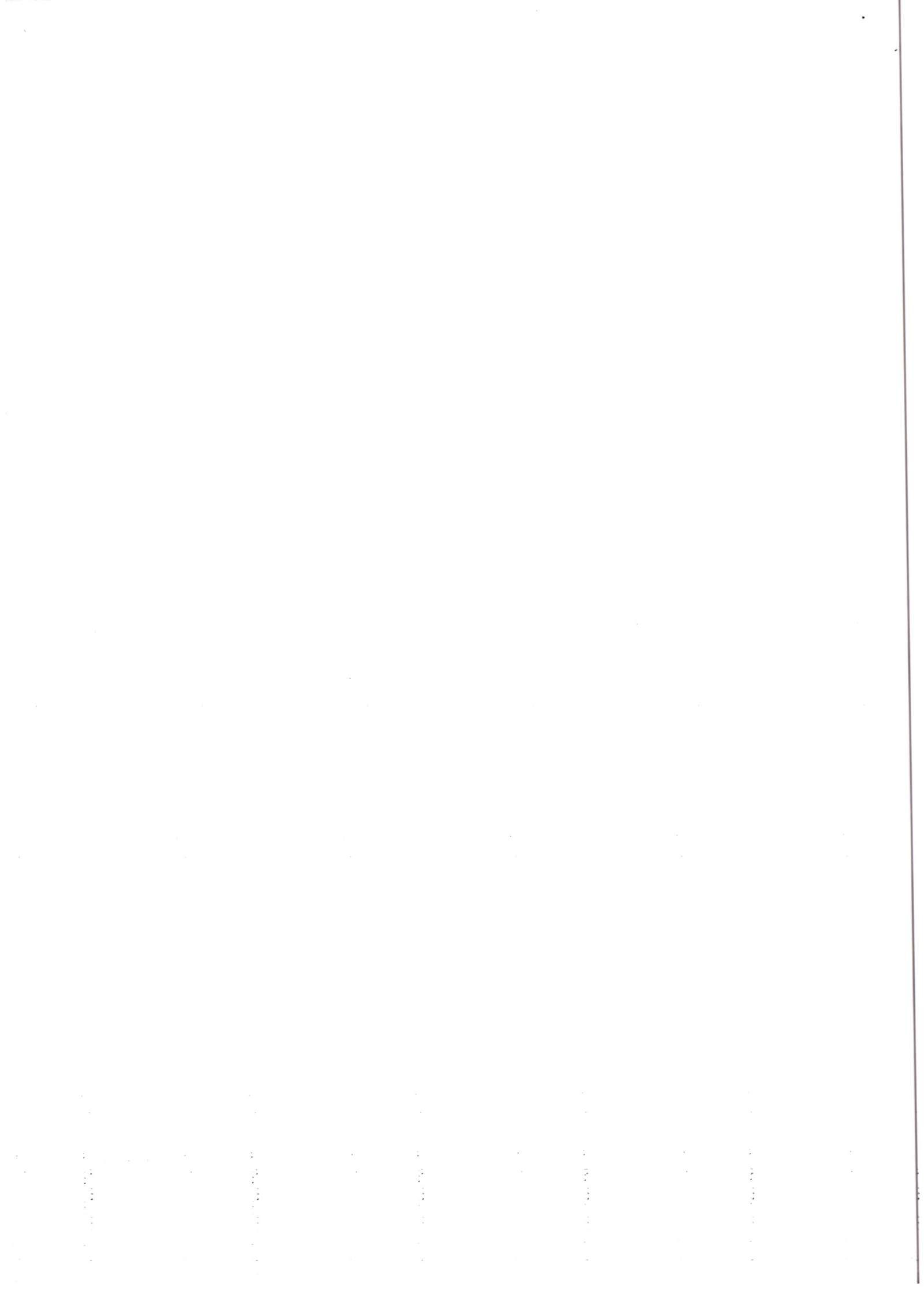
CONSTITUENCIES DEVELOPMENT FUND – MAKUENI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

ANNEX 1 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Outstanding Balance 2015	Outstanding Balance 2014	Comments
Amounts due to other Government entities					
1. Hydrological Survey and Design	For the survey and design of water projects by the line Ministry	650,000.00		650,000.00	-
2. Bursary	Assisting needy students	4,097,786.00	4,097,786.00		-
3. Environment	Tree Planting Project	200,000.00	200,000.00		-
4. Matliku Social Hall Construction Project	Construction of Social Hall	200,000.00	200,000.00		-
	Sub-Total	5,147,786.00	4,497,786.00	650,000.00	
	Grand Total	5,147,786.00	4,497,786.00	650,000.00	



CONSTITUENCIES DEVELOPMENT FUND – MAKUENI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2014/15	Historical Cost (Kshs) 2013/14
Land		
Buildings and structures		
Transport equipment		
Office equipment, furniture and fittings	600,000.00	600,000.00
ICT Equipment, Software and Other ICT Assets		
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total	600,000.00	600,000.00

