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OFFICE OF THE AUDITOR-GENERAL

*Paper laid by LOM
Wednesday 1/2/2017
Afternoon
Sitting
AA*

REPORT
OF
THE AUDITOR-GENERAL
ON
THE FINANCIAL STATEMENTS OF
CONSTITUENCIES DEVELOPMENT FUND
MATUNGU CONSTITUENCY
FOR THE YEAR ENDED
30 JUNE 2015





CONSTITUENCY DEVELOPMENT FUND- MATUNGU 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)**

CONSTITUENCY DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1
II. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND COMMITTEE (CDFC).....	3
III. STATEMENT OF CDF MANAGEMENT RESPONSIBILITIES	4
IV. STATEMENT OF RECEIPTS AND PAYMENTS	5
V. STATEMENT OF ASSETS.....	6
VI. STATEMENT OF CASHFLOW	7
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.....	1
VIII. SIGNIFICANT ACCOUNTING POLICIES	10
IX. NOTES TO THE FINANCIAL STATEMENTS.....	26

CONSTITUENCY DEVELOPMENT FUND- MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

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The *Constituencies Development Fund (CDF)* was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013.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 *Constituencies Development Fund* is represented by the Cabinet Secretary for Devolution and Planning, who is responsible for the general policy and strategic direction of the *Constituencies Development Fund*.

(b) Key Management

The *Matungu 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 2015 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Julius Oketch
3.	Accountant	Zacharia Nyapara
4.		

(d) Fiduciary Oversight Arrangements

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

(e) MATUNGU CDF Headquarters

P.O. Box 1045-MUMIAS
CDFC Building
Sub-County HQs
Matungu, KENYA

CONSTITUENCY DEVELOPMENT FUND- MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

(f) MATUNGU CDF Contacts

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E-mail: cdfmatungu@cdf.go.ke
Website: www.matungucdf.go.ke

(g) MATUNGU CDF Bankers

Equity Bank Limited
P.O. Box 606
Mumias 50102
Mumias, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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



CONSTITUENCY DEVELOPMENT FUND- MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

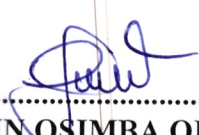
II. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND COMMITTEE (CDFC)

Good financial governance is prudent in ensuring efficiency, effectiveness, responsiveness and accountability of public funds. These are tenets of financial management as enshrined in our strategic plan (2013-2017) and other key government statutes. Discipline as exemplified in our financial statement herein, has been a key vanguard in navigating this FY. Our financial statements are excellent, but the real benefit of our success is what it means to the constituents we serve. To this, I am incredibly proud of the team that ensured all this is possible and I therefore convey my utmost gratitude to the FAM, the DA and the internal Audit team.

Through our project implementation, we have made tremendous and significant contribution to the wider society. The ripple effect of our multiple projects in the constituency is highly manifested by increase in job creation for the locals (especially youths, women and people with special needs), increase in literacy levels and an amazing reduction in school dropout rates, easy access to basic services through improved infrastructural development and equitable development in the whole constituency. Perhaps all these stem from the highlight during this FY, the launch of our strategic plan. The strategic plan is a roadmap for development in Matungu which firmly highlights our relentless efforts to improve the living standards of constituents we are honoured to serve.

We have faced profound challenges during this financial year. Most notably is the recent court declaration regarding the status of the fund that has sent shivers running down the spines of our constituents, this pegged a doubt on sustainability of the fund. The piece meal funding approach as adopted by the CDF-Board has greatly curtailed timely implementation of our projects. However, what was important in all the challenges we faced is the indomitable will to carry on with our agenda despite the heavy weight bestowed on our backs.

We are not complacent; we recognize the road ahead is bumpy. We however continue to have a strong future because we base our strategies and tactics on strong values, strong commitment and a strong culture to the best interest of the constituents.



.....
JOHN OSIMBA ODIPO
CHAIRMAN CDFC

CONSTITUENCY DEVELOPMENT FUND- MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

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 Matungu 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, 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 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 Matungu 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, 2015, and of the CDF's financial position as at that date. The Accounting Officer charge of the Matungu 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 Matungu 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 15/09 2015.


FUND ACCOUNTING MANAGER


CDFC CHAIRMAN

REPUBLIC OF KENYA

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NAIROBI

OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund – Matungu Constituency set out on pages 5 to 26, which comprise the statement of financial assets as at 30 June, 2015, and the statement of receipts and payments, statement of cash flows for the year then ended, summary statement of appropriation for the year then ended: recurrent and development 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. 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

Report of the Auditor-General on Constituencies Development Fund - Mavoko Constituency for the year ended 30 June 2015

are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity'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. Presentation, Accuracy and Completeness of the Financial Statements

The International Public Sector Accounting Standards (Cash Basis) financial statement presentation format prescribed by the National Treasury requires the management to include among financial statements presented for audit, a report on actions taken to address previous year auditor's recommendations. In the year 2013/2014, Matungu CDF had a qualified opinion. However, a report on follow-up of audit issues raised was not included in the financial statements for the year under review. Consequently, the presentation of the financial statements does not conform to IPSAS (Cash Basis) format prescribed by the National Treasury and the Public Finance Management Act, 2012.

The cash and cash equivalents balance brought forward of Kshs.48,179,280 was not disclosed under the statement of receipt and payments resulting in a deficit of Kshs.19,049,902.90. The non-disclosure of the balance is not tenable under the IPSAS (Cash Basis) presentation format.

The statement of appropriations is not complete as it does not disclose both final budgeted and actual receipts.

In view of the foregoing, the accuracy, completeness and presentation of the financial statements for the year ended 30 June 2015 could not be confirmed.

2. Budget Control Performance Analysis

The Fund's budget for the year under review amounted to Kshs.166,240,537 which included Kshs.48,179,280 brought forward from the previous year. However, only Kshs.136,747,659.90 was spent during the year thus resulting in under-expenditure of Kshs.29,858,877 as detailed below:

Receipt/Expense Item	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
RECEIPTS	Kshs.	Kshs.	Kshs.	
Transfers from CDF Board	166,606,537	117,333,757	-	142
Proceeds from Sale of				

Report of the Auditor-General on Constituencies Development Fund – Matungu Constituency for the year ended 30 June 2015

Assets		-	-	
Balance brought forward	-	-	-	
Payments				
Compensation of Employees	4,296,920	2,394,560	1,902,360	56
Use of goods and services	1,755,962	1,660,765	95,197	95
Committee Expenses	4,749,830	4,580,891	168,939	96
Transfers to Other Government Units	100,280,929	77,780,928	22,500,001	78
Other grants and transfers	51,341,236.07	46,148,857	5,192,379	90
Social Security Benefits	-	-		0
Acquisition of Assets	800,000.00	800,000		100
ESP	366,000.00	366,000	-	100
Other Payments	3,015,659.40	3,015,659		100
TOTALS	166,606,537	136,747,660	29,858,877	82

In the circumstance the Fund did not comply with budget regulations, and did not meet its output targets or deliver all services expected by the residents of Matungu Constituency.

2.1 Funding of Projects Not Budgeted for

During the year under review, the Fund disbursed a total Kshs.2,995,000 to two health centres for completion of prefabricated houses. Although the expenditure had not been provided for the budget.

2.2 Irregular Re-allocation of Funds Kshs.1,200,000.00

The Fund reallocated Kshs.1,200,000 budgeted for renovation works at Matungu SDA Secondary School to purchase of land and construction of classrooms plus and an administration block for a new Secondary School. However, the allocation was not authorized by the CDF Board, and was therefore irregular.

2.3 Committee Expenses.

The approved budget for committee expenses amounted to Kshs.3,027,100. However, expenditure incurred was Kshs.4,580,891.00 resulting in over-expenditure of Kshs.1,551,791 which was not approved.

3. Project Implementation Status

The Fund budgeted to implement two hundred and twenty three (223) projects costing Kshs.197,954,576 during the year under review. As at 30 June 2015, seventy three


(73) projects allocated Kshs.61,844,410.00 were complete, one hundred and forty six (146) projects allocated Kshs.133,110,166 were on-going and four (4) projects allocated Kshs.3,000,000 were abandoned. The data is tabulated below:

Sector/Status	Abandoned		Re-allocated		Ongoing		Complete	
	No	Value	No	Value Kshs.	No	Value Kshs.	No	Value Kshs.
Administration					7	26,569,704	2	2,000,000
Agriculture						0		
Education					62	73,700,000	71	59,844,410
Environment					10	3,339,355		
Health			4	3,000,000	3	2,500,000		
Market						0		
Road					61	22,000,000		
Security					1	1,200,000		
Sports					2	3,801,106		
Total			4	3,000,000	146	133,110,166	73	61,844,410

No satisfactory explanation why the CDF management failed to complete one hundred and forty six (146) projects and abandoned the four projects. The unsatisfactory performance has denied the constituents important public services that had been budgeted for.

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, the financial position of Constituencies Development Fund-Matungu 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 (IPSAS) and do not comply with Constituencies Development Fund (CDF) Act, 2013.



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

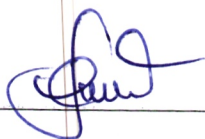
Nairobi

07 December 2016


CONSTITUENCY DEVELOPMENT FUND- MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

1. STATEMENT OF RECEIPTS AND PAYMENTS			
	Note	2014-2015	2013-2014
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	117,333,757.00	131,305,502.00
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	2,000.00
TOTAL RECEIPTS		117,333,757.00	131,307,502.00
PAYMENTS			
Compensation of employees	4	2,394,560.00	1,670,280.00
Use of goods and services	5	1,660,764.60	1,528,259.00
Committee Expenses	6	4,580,891.00	4,392,500.00
Transfers to Other Government Units	7	77,780,928.00	37,026,463.00
Other grants and transfers	8	46,148,856.90	38,040,220.00
Social Security Benefits	9	-	-
Acquisition of Assets	10	800,000.00	729,000.00
Other Payments	11	3,015,659.40	-
TOTAL PAYMENTS		<u>136,381,659.90</u>	<u>83,386,722.00</u>
SURPLUS/DEFICIT		<u>(19,047,902.90)</u>	<u>47,920,780.00</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The MATUNGU CDF financial statements were approved on 15/09 2015 and signed by:



Chairman -

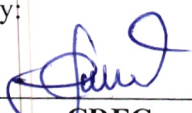
FUND ACCOUNT MANAGER
MATUNGU CDF
P. O. Box 2045 - 80102 MUMIAS

Fund Account Manager

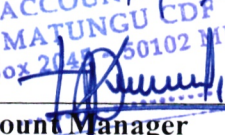
CONSTITUENCY DEVELOPMENT FUND- MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

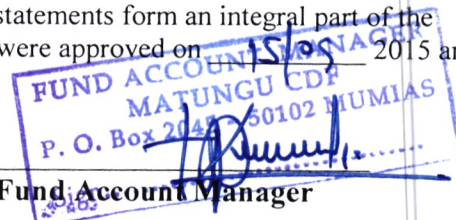
2. STATEMENT OF FINANCIAL ASSETS

	Note	2014-2015 Kshs	2013-2014 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	13	29,858,877.20	48,179,280.10
Cash Balances (cash at hand)	12	-	-
Outstanding Imprests	14	-	727,500.00
TOTAL FINANCIAL ASSETS		<u>29,858,877.20</u>	<u>48,906,780.10</u>
REPRESENTED BY			
Fund balance b/fwd 1st July...	15	48,906,780.10	1,006,000.10
Surplus/Deficit for the year		(19,047,902.90)	4,790,080.00
Prior year adjustments	16	-	-
NET LIABILITIES		<u>29,858,877.20</u>	<u>48,906,780.10</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The MATUNGU CDF financial statements were approved on 15/07/2015 and signed by:


 Chairman - CDFC


 Fund Account Manager



CONSTITUENCY DEVELOPMENT FUND- MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

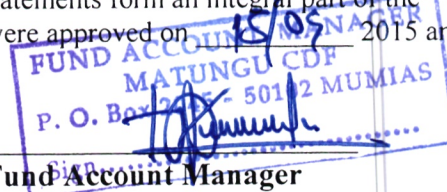
3. STATEMENT OF CASHFLOW

Receipts for operating income		2014 - 2015	2013 - 2014
Transfers from CDF Board	1	117,333,757.00	131307502
Other Receipts	3		2000
Payments for operating expenses			
Compensation of Employees	4	2,394,560.00	1670280
Use of goods and services	5	1,660,764.60	1528259
Committee Expenses	6	4,580,891.00	4392500
Transfers to Other Government Units	7	77,780,928.00	37026463
Other grants and transfers	8	46,148,856.90	38040220
Social Security Benefits	9	-	0
Other Payments	11	3,015,659.40	729000
Adjusted for:			
Adjustments during the year		0	0
Net cash flow from operating activities		(18,613,902.70)	48,629,780.00
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	10	800,000.00	729000
Net cash flows from Investing Activities		(19,047,902.90)	47900780
NET INCREASE IN CASH AND CASH EQUIVALENT		-19047902.9	
Cash and cash equivalent at BEGINNING of the year	15	<u>48,906,780.10</u>	<u>1006000.1</u>
Cash and cash equivalent at END of the year	16	<u>29,858,877.20</u>	<u>48,906,780.10</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The MATUNGU CDF financial statements were approved on 15/05/2015 and signed by:


 Chairman CDFC


 Fund Account Manager



CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

IV. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	117,333,757.00	-	117,333,757.00	-	-	0
Proceeds from Sale of Assets				-	-	
Balance brought forward	-	48,906,780.10	-	-	-	
					-	
PAYMENTS						
Compensation of Employees	3,555,840.00	918,423.00	4,296,920.00	2,394,560.00	1,902,360.00	56
Use of goods and services	2,144,157.42	-388195	1,755,962.42	1,660,764.60	95,197.82	95
Committee Expenses	4,027,100.00	722730	4,749,830.00	4,580,891.00	168,939.00	96
Transfers to Other Government Units	68,161,690.00	32119239.41	100,280,929.41	77,780,928.00	22,500,001.41	78
Other grants and transfers	38,278,969.28	13062266.79	51,341,236.07	46,148,856.90	5,192,379.17	90
Social Security Benefits	0	0	-	-		0
Acquisition of Assets	800000	0	800,000.00	800,000.00		100
ESP	366,000.00	-366000	366,000.00	366,000.00	-	100
Other Payments	0	3000000	3,015,659.40	3,015,659.40		100
TOTALS	117,333,756.70	49,068,464.20	166,606,537.30	136,747,659.90	29,858,877.40	82

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

The MATUNGU CDF financial statements were approved on 15/09 2015 and signed by:



Chairman CDF


FUND ACCOUNT MANAGER
MATUNGU CDF
P.O. Box 10000 MARIAKI
Sign.....

4. 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.

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
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.

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2014 - 2015 Kshs	2013 - 2014 Kshs
Normal Allocation	AIE NO 750357	7,300,000.00	50,170,718.00
	AIE NO 759594	21,941,939.25	2,000,000.00
	AIE NO 796612	14,545,163.55	30,453,913.60
	AIE NO 796830	14,696,776.00	48,680,870.40
	AIE NO 707051	29,241,939.00	
	AIE NO 796132	29,241,939.20	
ESP Direct deposit		366,000.00	-
Conditional grants	AIE NO...	-	-
	AIE NO...	-	
Receipt from other Constituency		-	
TOTAL		<u>117,333,757.00</u>	<u>131,305,502.00</u>

2. PROCEEDS FROM SALE OF ASSETS

Description		2014 - 2015 Kshs	2013 - 2014 Kshs
Receipts from the Sale of Buildings		-	
Receipts from the Sale of Vehicles and Transport Equipment		-	-
Receipts from the Sale Plant Machinery and Equipment		-	
Receipts from the Sale of office and general equipment		-	
		-	
Total		<u>0</u>	<u>0</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

Description	2014 - 2015	2013- 2014
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere (specify)	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

Description	2014 - 2015	2013- 2014
	Kshs	Kshs
Basic wages of contractual employees	2,394,560.00	1,670,280.00
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Other personnel payments gratuity	-	-
Total	<u>2,394,560.00</u>	<u>1,670,280.00</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Utilities, supplies and services	127,783.60	55,227.00
Office rent	-	-
Communication, supplies and services	109,000.00	4,760.00
Domestic travel and subsistence	253,290.00	613,650.00
Printing, advertising and information supplies & services	990,741.00	376,763.00
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	161,310.00	7,445.00
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	18,640.00	378,414.00
Fuel ,oil & lubricants	-	92,000.00
Other operating expenses	-	-
Routine maintenance – vehicles and other transport equipment	-	-
Routine maintenance – other assets	-	-
Total	<u>1,660,764.60</u>	<u>1,528,259.00</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

6. COMMITTEE EXPENSES		
Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Other committee expenses	2,243,820.00	150,000.00
Committee allowance	2,337,071.00	4,242,500.00
TOTAL	<u>4,580,891.00</u>	<u>4,392,500.00</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Transfers to primary schools	20,937,931.00	11,500,000.00
Transfers to secondary schools	51,360,238.00	21,326,463.00
Transfers to Tertiary institutions	-	700,000.00
Transfers to Health institutions	5,482,759.00	3,500,000.00
TOTAL	<u>77,780,928.00</u>	<u>37,026,463.00</u>

8. OTHER GRANTS AND OTHER PAYMENTS

Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Bursary -Secondary	6,000,000.00	8,055,500.00
Bursary -Tertiary	6,600,000.00	10,040,500.00
Bursary-Special schools	-	-
Mocks & CAT	2,000,000.00	1,620,000.00
water	-	-
Agriculture (food security)	-	-
Electricity projects	-	-
Security	1,200,000.00	-
Roads	19,049,401.90	14,398,629.00
Sports	3,416,460.00	-
Environment	1,649,541.00	562,210.00
Emergency Projects (specify)	6,233,454.00	3,363,381.00
Total	<u>46,148,856.90</u>	<u>38,040,220.00</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

9. SOCIAL SECURITY BENEFITS

DESCRIPTION	2014 - 2015	2013 - 2014
	Kshs	Kshs
Employer contribution to NSSF	-	-
Total	-	-

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10. ACQUISITION OF ASSETS		
<u>Non Financial Assets</u>	2014- 2015	2013 - 2014
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of Office furniture and fittings	-	729,000.00
Purchase of computers ,printers and other IT equipments	-	-
Purchase of photocopier	800,000.00	-
Purchase of other office equipments	-	-
Purchase of soft ware	-	-
Acquisition of Land	-	-
Total	<u>800,000.00</u>	<u>729,000.00</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. OTHER PAYMENTS

Website	500,000.00
Strategic Plan	1,500,000.00
Capacity building	1,000,000.00
Bank Charges	15,659.40
TOTAL	<u>3,015,659.40</u>

12. BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	Account Number	2014 - 2015	2013 - 2014
		Kshs (30/6/2015)	Kshs (30/6/2014)
<i>Equity Bank, P.O Box 606-Mumias</i>		29,858,877.20	48,179,280.10
<i>A/C no.0680299140869</i>		-	-
		-	-
Total		<u>29,858,877.20</u>	<u>48,179,280.10</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13: CASH IN HAND

	2014 - 2015	2013 - 2014
	Kshs (30/6/2015)	Kshs (30/6/2014)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
Total	-	-

14: OUTSTANDING IMPRESTS

<i>Name of Officer</i>	Date imprest taken	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2015)</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Julius Oketch</i>		-	-	-
Total				<u>0.00</u>

CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. BALANCES BROUGHT FORWARD

	2014 - 2015 Kshs (1//7/2014)	2013 - 2014 Kshs (1/7/2013)
Bank accounts		1,006,000.10
Cash in hand	48,179,280.10	-
Imprest	-	727,500.00
Total	<u>48,179,280.10</u>	<u>1,006,000.10</u>

16. PRIOR YEAR ADJUSTMENTS

	2014 - 2015 Kshs	2012 - 2013 Kshs
Bank accounts	0	-
Cash in hand	-	-
Imprest	-	-
Total	<u>0</u>	<u>=</u>



CONSTITUENCIES DEVELOPMENT FUND – MATUNGU CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

OTHER IMPORTANT DISCLOSURES

17: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2014 - 2015 Kshs	2013 - 2014 Kshs
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		
	<u>0</u>	<u>0</u>

18: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management		
Middle management		
Unionisable employees		
Others (<i>specify</i>)		
	<u>0</u>	<u>0</u>

19: OTHER PENDING PAYABLES (See Annex 3)

	Kshs	Kshs
Amounts due to other Government entities (see attached list)	0	0
Amounts due to other grants and other transfers (see attached list)	0	0
Others (<i>specify</i>)	0	0
	<u>0</u>	<u>0</u>

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2015	Outstanding Balance 2014	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2015	Outstanding Balance 2014	Comments
		a	b	c	d=a-c		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (specify)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2015	Outstanding Balance 2014	Comments
		a	b	c	d=a-c		
Amounts due to other Government entities							
1.							
2.							
3.							
	Sub-Total						
Amounts due to other grants and other transfers							
4.							
5.							
6.							
	Sub-Total						
	Sub-Total						
Others (specify)							
7.							
8.							
9.							
	Sub-Total						
	Grand Total						

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2014 (Kshs'000)

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2014/15	Historical Cost (Kshs) 2013/14
Land	0	0
Buildings and structures	18,000,000	18,000,000
Transport equipment	0	
Office equipment, furniture and fittings	729000	729,000
ICT Equipment, Software and Other ICT Assets	Procured from the CDF Board	Procured from the CDF Board
Photocopier Machine.	600,000	0
Desktop computer/Laptop	200,000	0
Other Machinery and Equipment	0	0
Heritage and cultural assets	0	0
Intangible assets	0	0
Total	19,529,000	18,729,000

