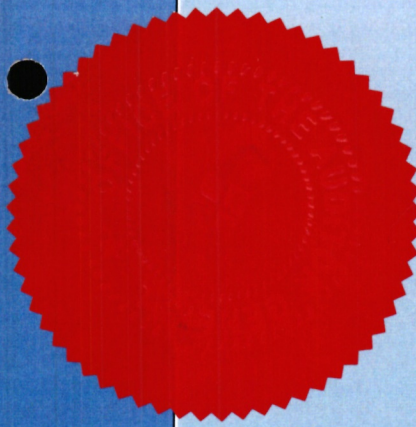
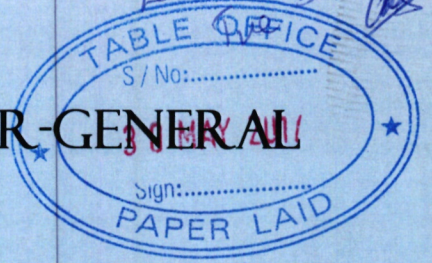


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

Paper laid
By Hon A. Inale,
Leader of Majority on
30/6/17



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REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
- MSAMBWENI CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2016**



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NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
MSAMBWENI CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2016

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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – MSAMBWENI
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government *Constituencies Development Fund (NG-CDF)* was set up under the CDF Act, 2003 now repealed by the NG-CDF Act, 2015. 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*. The objective of the is to ensure that a specific portion of national annual budget is devoted to the constituency for the purpose of infrastructural development wealth creation and in the fight against poverty at the constituency level

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2016 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Abdulhakim Ali
3.	Accountant	Peter Musila
4.		

(d) Fiduciary Oversight Arrangements

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

(e) Msambweni NG-CDF Headquarters

P.O. Box 243-80400
Lin's House
Likoni/Lunga lungaRoad
Ukunda, KENYA

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- MSAMBWENI
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2016**

(f) MSAMBWENI NG-CDF Contacts

Telephone: (254) 726594728

E-mail: msambwenicdf.go.ke

Website: www.go.ke

(g) MSAMBWENI NG-CDF Bankers

1. Cooperative Bank of Kenya
Ukunda Branch

(h) Independent Auditors

Auditor General
Office of the Auditor General
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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- MSAMBWENI
CONSTITUENCY**

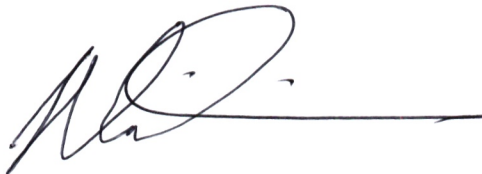
Reports and Financial Statements

For the year ended June 30, 2016

**II. FORWARD BY THE CHAIRMAN NATIONAL GOVERNMENT CONSTITUENCY
DEVELOPMENT FUND COMMITTEE (NG-CDFC)**

- The fund has enabled us to improve the efforts we have in energizing the education sector and health sector of Msambweni constituency however there have been emerging issues like political, economic, social, legal and land challenges influencing the implementation of NG-CDF projects.
- Other issues affecting the project implantation process is the late disbursement of funds, late approval of project proposals and reallocations.

Sign



CHAIRMAN NG-CDFC

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- MSAMBWENI
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2016**

III. STATEMENT OF NG-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 NG-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.

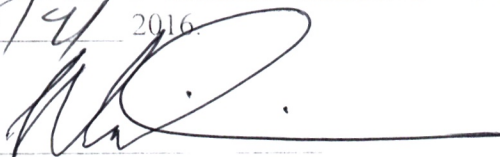
The Accounting Officer in charge of the *Msambweni National Government Constituency Development Fund* is responsible for the preparation and presentation of the NG-CDF's financial statements, which give a true and fair view of the state of affairs of the NG-CDF for and as at the end of the financial year (period) ended on June 30, 2016. 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 NG-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 NG-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 *Msambweni NG-CDF* accepts responsibility for the NG-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 NG-CDF's financial statements give a true and fair view of the state of NG-CDF's transactions during the financial year ended June 30, 2016, and of the NG-CDF's financial position as at that date. The Accounting Officer charge of the *Msambweni NG-CDF* further confirms the completeness of the accounting records maintained for the NG-CDF, which have been relied upon in the preparation of the NG-CDF's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the *Msambweni NG-CDF* confirms that the NG-CDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NG-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 NG-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 NG-CDF's financial statements were approved and signed by the Accounting Officer on 15th 2016.



Chairman NG-CDFC



Fund Account Manager



OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – MSAMBWENI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of National Government Constituencies Development Fund (NG-CDF) – Msambweni Constituency set out on pages 6 to 24, which comprise the statement of assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows and a summary statement of appropriation: recurrent and development combined 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 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and believe, were necessary for the purpose of the audit

Management's Responsibilities 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 47 of the Public Audit Act, 2015.

Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with Section 48 of the Public Audit Act, 2015 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. 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 risk 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 the accounting policies used and the reasonableness of accounting estimates made by 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 opinion.

Basis for Qualified Opinion

1. Cash and Cash Equivalents

The statement of assets as at 30 June 2016 reflects a bank balance of Kshs.14,639,107. Bank reconciliation availed for audit revealed that there were unrepresented cheques amounting to Kshs.17,692,673 out of which cheques amounting to Kshs.373,722 were stale and therefore could not be presented for payment. In addition, receipts in the cash book but not reflected in the bank statements amounted to Kshs.215,000. Further, bank charges and commissions amounting to Kshs.70,441 had not been adjusted in the cash book.

Consequently, the accuracy and validity of the cash and cash equivalent balance of Kshs.14,639,107.44 as at 30 June 2016 could not be confirmed.

2. Transfer to Other Government Units

2.1 Transfer to Diani NG-CDF Health Centre Project

The statement of receipt and payments for the year ended 30 June 2016 reflects an amount of Kshs.59,500,000 in respect of transfers to other government entities. Included in this amount is Kshs.10,000,000 being additional grants to Diani NG-CDF Health Centre which is being constructed by Msambweni NG-CDF at a total cost of Kshs.30,000,000. However, examination of records availed for audit revealed that Certificate No. 1 for Kshs.10,300,000 was raised upon request by the contractor for payment of works which was not evaluated. Further, as at the end of the financial year under review, the contractor had been paid a total of Kshs.27,121,000. However, physical verification of the project and examination of the bill of quantities revealed that works amounting to Kshs.5,466,450 were still unfinished though the certificate was issued.

2.2 Transfer to Dori Secondary School Project

Included in the transfers to other government entities is Kshs.19,500,000 for the proposed construction of laboratory, dormitory, six classrooms, pit latrine, kitchen and administration block at Dori Secondary School. Examination of records availed for audit revealed that the project management committee paid the contractor Kshs.15,396,034 during the year, resulting in unpaid balance of Kshs.4,103,966. However, examination

of the bills of quantities showed works amounting Kshs.8,266,272 remain unfinished though certified for payment.

Under the circumstance, the propriety of expenditure of Kshs.59,500,000 transferred to other government entities for the year ended 30 June 2016 could not be confirmed.

3. Other Payments

Note 9 to the financial statements for the year ended 30 June 2016 reflects other payments of Kshs.2,000,000 being the cost of construction of Msambweni Social Hall. It was, however, noted that this project had not been started as at the time of audit in November 2016. The reason for the delay in implementation was because of unresolved land dispute. Further, the Project Management Committee did not return unutilized funds of the Project to the Constituency account contrary to Section 26(1) of the National Government CDF Act, 2015 which requires new proposals to be submitted for all unspent funds at the end of the financial year.

Consequently the validity of other payments of Kshs.2,000,000 for the year ended 30 June 2016 could not be confirmed.

Qualified Opinion

In my opinion, except for 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 National Government Constituencies Development Fund – Msambweni Constituency as at 30 June 2016, and of its financial performance and of its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015.

Other Matter

1.0 Budgetary Control and Performance

1.1 Budgetary Performance

During the year under review, Msambweni NG-CDF actual expenditure for the year ending 30 June 2016 amounted to Kshs.98,006,155.71 against a budget of Kshs.121,739,588 resulting in an overall net under expenditure of Kshs.23,733,432 or 23% as detailed below;

COMPONENTS/ VOTE	Budget	Actual Expenditure	Under Absorption	Over Absorption	% Difference
	Kshs.	Kshs.	Kshs.	Kshs.	
RECEIPTS					
AIEs received	121,739,588	86,706,735	35,033,853		29
PAYMENTS					
Compensation of employees	2,118,580	1,834,720	283,860		13

Use of goods and services	7,837,983	7,773,827	64,156		1
Transfer to other Government units	65,800,000	59,500,000	6,300,000		9
Other grants and transfers	42,983,025	24,397,609	18,585,416		43
Acquisition of assets	2,500,000	2,500,000	0		0
Other payments	500,000	2,000,000		1,500,000	(300)
Total	121,739,588	98,006,156	25,233,432	1,500,000	

From the above, it is noted that the Fund overspent in other payments by Kshs.1,500,000 or 300%. No evidence of approval of excess expenditure was availed for audit verification. Further, the fund underspent on four areas by Kshs.25,233,432 or 21%. Further, actual disbursements to the Fund during the year under review was Kshs.86,705,735 or 71% of the budget. This may contribute to delays in projects implementation.

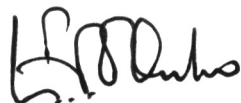
Failure to utilize funds may lead to poor service delivery to the people of Msambweni Constituency.

2.0 Project Implementation

The statement of receipts and payments for the year ended 30 June 2016 indicated that Kshs.83,897,609 had been disbursed to various projects as transfers and grants. Out of these, twenty two (22) projects with a budget of Kshs.62,300,000 were visited for audit verification. Four of these projects with a budget of Kshs.30million were ongoing and one project (Msambweni Social Hall) with a budget of Kshs.2million had not started due to unresolved land issues as explained by management.

The Fund should ensure that ownership of land on which projects funded by the fund are to be carried out have no disputes to avoid delay in project implementation.

My opinion is not qualified in respect of these matters.



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

Nairobi

02 May 2017

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- MSAMBWENI
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015-2016 Kshs	2014-2015 Kshs
RECEIPTS			
Transfers from Other Government Entities	1	86,705,735.35	133,949,060.65
Proceeds from Sale of Assets	2	0	0
Other Receipts	3	0	0
TOTAL RECEIPTS		86,705,735.35	133,949,060.65
PAYMENTS			
Compensation of Employees	4	1,834,720.00	1,358,022.00
Use of goods and services	5	7,773,826.71	7,137,657.55
Transfers to Other Government Units	6	59,500,000.00	82,799,462.55
Other grants and transfers	7	24,397,609.00	20,690,726.60
Acquisition of Assets	8	2,500,000.00	6,120,000.00
Other Payments	9	2,000,000.00	500,000.00
TOTAL PAYMENTS		98,006,155.71	118,605,868.70
SURPLUS/DEFICIT		(11,300,420.36)	15,343,191.95

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The MSAMBWENI NG-CDF financial statements were approved on _____ 2016 and signed by:



Chairman NG-CDFC



Fund Account Manager


**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- MSAMBWENI
CONSTITUENCY**

Reports and Financial Statements
For the year ended June 30, 2016

V. STATEMENT OF ASSETS

	Note	2015-2016 Kshs	2014-2015 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per cash book)	10A	14,639,107.44	24,781,350.30
Cash Balances (cash at hand)	10B	0	0
Total		14,639,107.44	24,781,350.30
Outstanding Imprests	11	263,859.50	1,422,037.00
TOTAL FINANCIAL ASSETS		14,902,966.94	26,203,387.30
REPRESENTED BY			
Fund balance b/fwd	12	26,203,387.30	8,812,853.35
Surplus/Deficit for the year		(11,300,420.36)	15,343,191.95
Prior year adjustments	13	0	2,047,342.00
NET FINANCIAL POSITION		14,902,966.94	26,203,387.30

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Msambweni NG-CDF financial statements were approved on _____ 2016 and signed by:


Chairman NG-CDF


Fund Account Manager

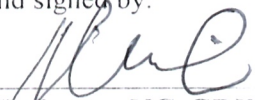
**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- MSAMBWENI
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2016**

VI. STATEMENT OF CASHFLOW

Receipts for operating income		2015 - 2016	2014 - 2015
Transfers from NG-CDF Board	1	86,705,735.35	133,949,060.65
Other Receipts	3	0	0
Payments for operating expenses			
Compensation of Employees	4	1,834,720.00	1,358,022.00
Use of goods and services	5	7,773,826.71	7,137,657.55
Transfers to Other Government Units	6	59,500,000.00	82,799,462.55
Other grants and transfers	7	24,397,609.00	20,690,726.60
Other Payments	9	2,000,000.00	500,000.00
Adjusted for:			
Adjustments during the year		0	2,047,342.00
Adjusted operating expenses			110,438,526.70
Net cash flow from operating activities		(8,800,420.36)	23,510,533.95
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	8	2,500,000.00	6,120,000.00
Net cash flows from Investing Activities		(2,500,000.00)	6,120,000.00
NET INCREASE IN CASH AND CASH EQUIVALENT		(11,300,420.36)	17,390,533.95
Cash and cash equivalent at BEGINNING of the year	12	26,203,387.30	8,812,853.35
Cash and cash equivalent at END of the year		14,902,966.94	26,203,387.30

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Msambweni NG-CDF financial statements were approved on 15/7/16 2016 and signed by:

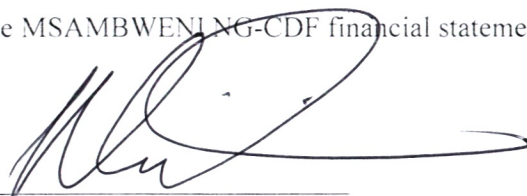

Chairman NG-CDFC


Fund Account Manager

VII. 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	121,739,588.00	29,530,114.70	151,269,702.70	86,705,735.35	64,563,967.35	57
Proceeds from Sale of Assets						
Other Receipts						
PAYMENTS						
Compensation of Employees	2,118,579.68	50,000.00	2,168,579.68	1,834,720.00	333,859.68	85
Use of goods and services	7,837,983.32	1,670,576.03	9,508,559.35	7,773,826.71	1,734,732.64	82
Transfers to Other Government Units	65,800,000.00	4,100,000.00	69,900,000.00	59,500,000.00	10,400,000.00	85
Other grants and transfers	42,983,025.00	6,100,000.00	49,083,025.00	24,397,609.00	24,685,416.00	50
Acquisition of Assets	2,500,000.00	0	2,500,000.00	2,500,000.00	0	100
Other Payments	500,000.00	2,000,000.00	2,500,000.00	2,000,000.00	500,000	80
TOTALS	121,739,588.00	13,920,576.03	135,660,164.03	98,006,155.71	37,654,008.32	72

The MSAMBWENI NG-CDF financial statements were approved on 16/9/16 2016 and signed by:


 Chairman NG-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 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 *NG-CDF*.

2. Recognition of revenue and expenses

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

3. In-kind contributions

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –
MSAMBWENI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

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 NG-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 NG-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 NG-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, 2016.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –
MSAMBWENI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016**

IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2015 - 2016	2014 - 2015
	Kshs	Kshs
CDF Board		
AIE NO A796135	23,956,971.35	47,831,853.40
AIE NO A796338	20,000,000.00	25,705,736.00
AIE NO A820621	10,000,000.00	31,705,735.50
AIE NO A820754	20,000,000.00	28,705,735.75
AIE NO A825542	10,000,000.00	
AIE NO A825774	2,748,764.00	
TOTAL	86,705,735.35	133,949,060.65

2. PROCEEDS FROM SALE OF ASSETS

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from sale of office and general equipment		
Receipts from the Sale Plant Machinery and Equipment		
Total	0	0

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –
MSAMBWENI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Interest Received	0	0
Rents	0	0
Receipts from Sale of tender documents	0	0
Other Receipts Not Classified Elsewhere	0	0
Total	0	0

4. COMPENSATION OF EMPLOYEES

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Basic wages of contractual employees	1,333,600.00	1,238,430.00
Basic wages of casual labour	0	0
Personal allowances paid as part of salary	0	0
House allowance	180,000.00	0
Transport allowance	180,000.00	0
Leave allowance	0	0
Gratuity	0	0
Other personnel payments	0	0
Employer contribution to NSSF	141,120.00	119,592.00
Total	1,834,720.00	1,358,022.00

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5. USE OF GOODS AND SERVICES

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Utilities, supplies and services	183,521.01	74,369.55
Communication, supplies and services	93,250.00	65,940.00
Domestic travel and subsistence	271,000.00	221,320.00
Printing, advertising and information supplies & services	91,000.00	56,044.00
Office rent	120,000.00	132,000.00
Training expenses	90,000.00	215,000.00
Hospitality supplies and services	0	35,000.00
Insurance costs	0	0
Rentals of produced assets	63,000.00	0
Other operating expenses	0	0
Office and general supplies and services	142,663.70	56,764.00
Fuel, oil & lubricants	904,650.00	923,535.00
Routine maintenance – vehicles and other transport equipment	711,292.00	404,445.00
Routine maintenance – other assets	98,750.00	90,240.00
Other committee expenses	0	90,000.00
Committee allowance	5,004,700.00	4,773,000.00
Total	7,773,826.71	7,137,657.55

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015 - 2016 Kshs	2014 - 2015 Kshs
Transfers to National Government entities	0	0
Transfers to primary schools (see attached list)	11,400,000.00	13,620,189.55
Transfers to secondary schools (see attached list)	32,600,000.00	39,896,538.00
Transfers to tertiary institutions (see attached list)	1,300,000.00	300,000.00
Transfers to health institutions (see attached list)	14,200,000.00	28,982,735.00
TOTAL	59,500,000.00	82,799,462.55

7. OTHER GRANTS AND OTHER PAYMENTS

	2015 - 2016 Kshs	2014 - 2015 Kshs
Bursary – secondary schools (see attached list)	12,324,000.00	7,895,000.00
Bursary – tertiary institutions (see attached list)	3,439,609.00	6,769,000.00
Bursary – special schools (see attached list)	34,000.00	22,000.00
Mock & CAT (see attached list)	0	0
Water projects (see attached list)	1,000,000.00	3,000,000.00
Agriculture projects (see attached list)	0	0
Electricity projects (see attached list)	0	0
Security projects (see attached list)	5,400,000.00	0
Roads projects (see attached list)	0	0
Sports projects (see attached list)	1,500,000.00	1,504,726.60
Environment projects (see attached list)	0	0
Emergency projects (see attached list)	700,000.00	1,500,000.00
Total	24,397,609.00	20,690,726.60

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	1,500,000.00	5,500,000.00
Refurbishment of Buildings	0	0
Purchase of Vehicles and Other Transport Equipment	0	0
Overhaul of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0
Purchase of Office Furniture and General Equipment	1,000,000.00	0
Purchase of ICT Equipment, Software and Other ICT Assets	0	120,000.00
Purchase of Specialised Plant, Equipment and Machinery	0	0
Rehabilitation and Renovation of Plant, Machinery and Equip.	0	0
Acquisition of Land	0	500,000.00
Acquisition of Intangible Assets	0	0
Total	2,500,000.00	6,120,000.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Msambweni Social Hall	2,000,000.00	0
Public toilets	0	500,000.00
	2,000,000.00	500,000.00

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2015 - 2016	2014 - 2015
	Kshs	Kshs
<i>Cooperative bank Account No. 01120043594500</i>	14,639,107.44	24,781,350.30
<i>Prior year adjustment</i>		0
Total	14,639,107.44	24,781,350.30

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10B: CASH IN HAND

	2015 - 2016 Kshs	2014 - 2015 Kshs
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>specify</i>)	0	0
Total	0	0

[Provide cash count certificates for each]

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Timah Barua</i>	22/09/2006	300,000.00	186,140.50	113,859.50
<i>Abdulahakim Ali</i>	08/04/2014	150,000.00	0	150,000.00
Total				263,859.50

[Include an annex of the list is longer than 1 page.]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. BALANCES BROUGHT FORWARD

	2015 - 2016 Kshs	2014 - 2015 Kshs
Bank accounts	24,781,350.30	8,249,052.25-
Cash in hand	0	0
Imprest	1,422,037.00	563,801.10
Total	26,203,387.30	8,812,853.35

[Provide short appropriate explanations as necessary]

13. PRIOR YEAR ADJUSTMENTS

	2015 - 2016 Kshs	2014 - 2015 Kshs
Bank accounts	0	2,047,342.0
Cash in hand	0	-
Imprest	0	-
Total	0	2,047,342.00-

NB: The prior year adjustment of 2,047,342 is a cheque which had been written in the financial year 2013/2014 but was not presented to the bank and was later cancelled in the financial year 2014/2015

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14. OTHER IMPORTANT DISCLOSURES

14.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2015 - 2016 Kshs	2014 - 2015 Kshs
Construction of buildings	0	0
Construction of civil works	0	0
Supply of goods	0	0
Supply of services	0	0
	0	0

14.2: PENDING STAFF PAYABLES (See Annex 2)

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

14.3: 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
	0	0

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-MSAMBWENI CONSTITUENCY

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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						

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	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						

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						

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015/16	Historical Cost (Kshs) 2014/15
Land	1,500,000.00	1,500,000.00
Buildings and structures	7,000,000.00	5,500,000.00
Transport equipment	3,250,000.00	3,250,000.00
Office equipment, furniture and fittings	1,505,790.00	505,790.00
ICT Equipment, Software and Other ICT Assets	777,999.00	777,999.00
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total	13,033,789.00	10,533,789.00

