

REPUBLIC OF KENYA



*Paper laid by
Leader of Majority
Party Thursday 2/8/2018
Ago*

OFFICE OF THE AUDITOR-GENERAL



REPORT



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ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
TAVETA CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE 2017

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NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2017**

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

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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2017**

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The *Constituencies Development Fund (NG-CDF)* was set up under the NG-CDF Act, 2003 now repealed by the NG-CDF Act, 2013.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*. The objective of the fund to ensure that specific portion of the national annual budget is devoted to the constituencies for purposes of infrastructural development, wealth creation and in the fight against poverty at the constituency level.

(b) Key Management

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

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2017 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Daniel Mwaluko
3.	Accountant	Robert Kibet
4.		

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of TAVETA Constituency. The reports and recommendation of ARMC when adopted by the NG-CDF Board are forwarded to the 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) TAVETANG-CDF Headquarters

P.O. Box 243
NG-CDF BUILDING
80302
Taveta, KENYA

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2017**

(f) TAVETANG-CDF Contacts

Telephone: (254) 710128510
E-mail: tavetangcdf@ngcdf.go.ke
Website: www.ngcdftaveta.co.ke

(g) TAVETANG-CDF Bankers

1. EquityBank, Taveta Branch
Account No.1420262668499
P.O Box 305-80302
Taveta, Kenya

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(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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2017**

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

Taveta constituency is one of the four constituencies in TaitaTaveta county, coast Region. During the financial year 2016/2017 we received kshs. 82,396,511.70 out of which kshs: 500,000 were funds for the previous financial year. Our utilization of funds for the financial year stands at 99% of the total budget of kshs: 87,628,108.20. The NG-CDF Board should provide funds in time for 100% utilization to be achieved.

Achievements

- ✓ Efficient disbursement of funds to projects immediately funds are received for NG-CDF Board
- ✓ Phenomenal improvement of infrastructure in the education sector
- ✓ Improved standards of education, health and water accessibility
- ✓ Completion of Taveta sub county police divisional headquarters to improve security.
- ✓ Construction of KMTC Campus is ongoing at a good pace being our flagship project

Challenges

- ✓ Erratic disbursement of funds from the NG-CDF Board affecting timely implementation of projects and absorption of funds allocated during the financial year..
- ✓ Insufficient funds for monitoring and evaluation and capacity building of various operatives impacting negatively on funds administration.

Way forward

- ✓ NG-CDF Board should disburse funds in time
- ✓ Allocation for monitoring and evaluation vote should be increased for effective and efficient management of projects
- ✓ County projects committee should be operationalized for consultation at county level to guard against any duplication of projects and enhance synergy between all development agents



CHAIRPERSONNG-CDFC

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

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 agency shall prepare financial statements in respect of that agency. 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.

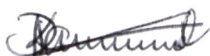
The Accounting Officer in charge of the TAVETANG-Constituency Development Fund is responsible for the preparation and presentation of the TAVETANG-CDF financial statements, which give a true and fair view of the state of affairs of the TAVETA NG-CDF for and as at the end of the financial year (period) ended on June 30, 2017. 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 TAVETANG-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, 2017, and of the NG-CDF's financial position as at that date. The Accounting Officer in charge of the TAVETANG-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 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 18/06/2018.



Fund Account Manager



Chairperson NG-CDFC

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – TAVETA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Taveta Constituency set out on pages 5 to 26, which comprise the statement of financial assets as at 30 June 2017, and the statement of receipts and payments, statement of cash flows and 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 belief, were necessary for the purpose of the audit.

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position of National Government Constituencies Development Fund – Taveta Constituency as at 30 June 2017, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with the National Government Constituencies Development Fund Act, 2015.

In addition, as required by Article 229(6) of the Constitution, based on the procedures performed, I confirm that, public money has not been applied lawfully and in an effective way.

Basis for Adverse Opinion

1. Inaccuracies in the Financial Statements

The financial statements for the year ended 30 June 2017 contained variances between financial statements and supporting schedules totalling Kshs.139,630 as detailed below:

Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund - Taveta Constituency for the Year ended 30 June 2017

Expenditure item	Note	Amount as Per Financial Statements (Kshs.)	Amount as Per Supporting Schedule (Kshs.)	Variance (Kshs.)
Compensation of Employees:				
Basic Wages – Contractual Employees	4	1,590,250	2,131,850	(541,600)
Basic Wages – Casual Employees	4	299,250	282,480	16,770
House Allowance	4	258,000	0	258,000
Transport Allowance	4	138,000	0	138,000
Employer Contribution to NSSF	4	85,920	96,720	(10,800)
Total		2,371,420	2,511,050	(139,630)

Consequently, the accuracy and completeness of the financial statements for the year ended 30 June 2017 could not be confirmed.

2. Other Grants and Transfers

The statement of receipts and payments for the year ended 30 June 2017 reflects other grants and transfers of Kshs.22,420,467 as disclosed in note 7 to the financial statements. The following observations were made:

2.1 Bursaries

Note 7 to the financial statements reflects bursaries to secondary schools of Kshs.4,000,000, out of which bursaries amounting to Kshs.1,741,000 were not supported with acknowledgements of receipt by the respective secondary schools. Further, disclosed in the Note are bursaries of Kshs.2,000,000 to tertiary institutions also which were not supported with acknowledgements of receipt by the respective tertiary institutions.

Consequently, the propriety of expenditure amounting to Kshs.3,741,000 on bursaries for the year ended 30 June 2017 could not be confirmed.

2.2 Security Projects

2.2.1 Chumvini Police Station Project

Note 7 to the financial statements reflects security projects of Kshs.8,455,000. Included in this amount is Kshs.1,500,000 transferred to Chumvini Police Station Project for construction of office. However, the title deed or lease agreement to confirm ownership of the land on which the facility sits was not availed for audit review.

2.2.2 Challa Divisional Headquarters Project

Note 7 to the financial statements reflects security projects of Kshs.8,455,000. Included in this amount is Kshs.2,000,000 transferred to Challa Divisional Headquarters Project for construction of headquarters. However, during audit inspection on 8 May 2018, no work was going on and windows had been fixed before roofing. Further, undercoat paint had not been done.

Consequently, the propriety of security projects of Kshs.8,455,000 for the year ended 30 June 2017 could not be confirmed.

2.3 Emergency Projects

Note 7 to the financial statements reflects emergency projects of Kshs.5,465,467. Included in this amount is Kshs.1,000,000 transferred to Challa-Njukuni Adjudication Project for land survey and demarcation activities. However, opinion of the Constituency Committee was not availed for audit review, contrary to Section 8(3) of the National Government Constituencies Development Act, 2015 which defines an emergency as an 'urgent, unforeseen need for expenditure for which it is in the opinion of the Committee cannot be delayed until the next financial year without harming the public interest of the constituents'.

Consequently, the propriety of Kshs.1,000,000 expenditure on emergency projects for the year ended 30 June 2017 could not be confirmed.

3. Acquisition of Assets

The statement of receipts and payments for the year ended 30 June 2017 reflects acquisition of assets of Kshs.4,800,000 which pertains to purchase of a Isuzu DMax Double Cabin Pickup Registration No.GK B466S. However, the log book for this vehicle to confirm ownership by the Fund was not availed for audit verification.

Consequently, the propriety of Kshs.4,800,000 on acquisition of assets for the year ended 30 June 2017 could not be confirmed.

4. Unsupported Expenditure

The financial statements for the year ended 30 June 2017 contained unsupported expenditure amounting to Kshs.742,398 as detailed below:

Component	Note	Unsupported Expenditure (Kshs.)	Anomalies Noted
Communication, Supplies and Services	5	79,600	Details of items purchased or services paid for not indicated in the schedule availed for audit review
Hospitality, Supplies	5	127,798	Details of items purchased or services

and Services			paid for not indicated in the schedule availed for audit review
Routine Maintenance – Motor Vehicles	5	25,000	Details of items purchased or services paid for not indicated in the schedule availed for audit review
Other Committee Expenses	5	285,000	Included in Kshs.308,810 as disclosed in Note 5 to the financial statements is Kshs.285,000 on other committee expenses. However, details of items purchased or services paid for were not indicated in the schedule availed for audit review
Committee Allowances	5	225,000	Note 5 to the financial statements for the year ended 30 June 2017 reflects Kshs.3,752,000 on committee allowances. However, included in this amount are allowances totaling Kshs.225,000 paid to nine non-committee members.
Total		742,398	

Consequently, the propriety of expenditure amounting to Kshs.742,398 for the year ended 30 June 2017 could not be confirmed.

5. Bank Balance

The statement of financial assets as at 30 June 2017 reflects a bank balance of Kshs.964,012. The Fund's bank reconciliation statement as at 30 June 2017 reflects un-presented cheques of Kshs.829,269.66, out of which cheques amounting to Kshs.112,020 were stale. Further, the bank reconciliation statement reflects payments in bank statement not yet recorded in cash book of Kshs.21,330, out of which bank charges amounted to Kshs.11,330. However, it is not clear and the management has not explained why these bank charges have not been expensed in the statement of receipts and payments for the year under review nor explanation given for non-reversal of the stale cheques and non-recording of the payments in cash book. Further, subsequent bank statements to confirm when cheques amounting to Kshs.717,249.66 were cleared by the banks were not availed for audit review.

Consequently, the accuracy, validity and completeness of bank balance of Kshs.964,012 as at 30 June 2017 could not be confirmed.

6. Outstanding Imprest

The statement of financial assets as at 30 June 2017 reflects outstanding imprest balance of Kshs.88,600 which was issued in year 2007. However, available records indicated that the imprest was issued to an employee who has since been transferred to another Government department outside Taveta Sub-County. As a result of

fruitless recovery efforts, the management has prepared a loss report on the same for consideration for write-off.

Consequently, the Fund may lose Kshs.88,600 through un-surrendered and unrecovered imprest.

7. Project Management Committees Bank Balances

Annex 5 to the financial statements for the year ended 30 June 2017 reflects Project Management Committees (PMC) bank balances amounting to Kshs.5,574,012. However, certificates of bank balances in support of the same were not availed for audit review.

Consequently, the accuracy and completeness of PMC bank balances of Kshs.5,574,012 as at 30 June 2017 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituency Development Fund – Taveta Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matters discussed in the Basis for Adverse Opinion and Other Matter sections of my report, I have determined that there are no Key Audit Matters to communicate in my report.

Other Matter

1. Budgetary Controls and Performance

During the year under review, the Fund had expenditure budget of Kshs.87,716,708 against actual expenditure of Kshs.86,664,097 (98.8%), resulting to under expenditure of Kshs.1,052,611 or 1.2% as detailed below:

Item	Final Budget (Kshs.)	Actual Expenditure in 2016/2017 (Kshs.)	Under Expenditure (Kshs.)	(%)
Compensation of Employees	4,367,981	3,403,970	964,011	22
Use of Goods and Services	5,548,260	5,459,660	88,600	2
Transfers to Other Government Units	50,300,000	50,300,000	-	0

Other Grants and Transfers	22,420,467	22,420,467	-	0
Acquisition of Assets	4,800,000	4,800,000	-	0
Other payments	280,000	280,000	-	0
Total	87,716,708	86,664,097	1,052,611	1

The underutilization of funds by Kshs.1,052,611 or 1.2% may have impacted negatively on the delivery of goods and services to the residents of Taveta Constituency.

2. Projects Verification

During the year under review, fourteen (14) projects which received disbursements amounting to Kshs.11,300,000 were inspected in the month of April 2018 and anomalies noted in four (4) of them which received Kshs2,900,000 as detailed below:

S/No.	PAYEE/ PROJECT	ACTIVITY	AMOUNT (Kshs)	ANOMALIES NOTED
1.	Rekeke Primary School	Construction of Classrooms	900,000	At the time of project audit inspection, the project was complete and in use but not labelled as funded by National Government Constituency Development Fund – Taveta. Further, there were cracks in the floors with paintwork faded and doors broken.
2.	Machungwani Primary School	Construction of a Classroom	700,000	At the time of project audit inspection, the project was complete and in use but cracks were visible in classroom floors.
3.	Lumi Primary School	Construction Classrooms	1,000,000	At the time of project audit inspection, the classrooms were complete and in use but floors had potholes.
4.	Challa Secondary School	Construction of a Classroom	300,000	During project visit, the project was complete and in use but cracks were seen in the floor.
	TOTAL		2,900,000	

Consequently, the propriety and value for money for Kshs.2,900,000 on the projects for the year ended 30 June 2017 could not be confirmed in respect.

3. Projects Implementation

The projects implementation status report as at 30 June 2017 for National Government Constituencies Development Fund - Taveta Constituency availed for audit review indicated total budgetary allocation of Kshs.18,294,828 to eleven (11) projects during the year under review, out of sixty six (66) projects as detailed below:

S/No	Project Name	Project Activities	Allocation as per Approved Proposal (Kshs.)	Cumulative Disbursements to 30 June 2017 (Kshs.)	Percentage of Completion
1	Kiwalwa primary school project	completion of administration block and two classrooms(walling and roofing)	-	2,000,000	50%
2	Kiwalwa primary school project	completion of administration block and two classrooms(painting, fixing doors and windows)	-	2,000,000	95%
3	Njukini Health centre project	construction of staff houses to improve access to quality health care	-	2,241,380	70%
4	Lumi Primary school project	construction of two new c/rooms	-	1,000,000	50%
5	Lumi Primary school project	construction of two classrooms	1,000,000	1,000,000	10%
6	Taveta pri. school	construction of two classrooms	1,400,000	1,400,000	95%
7	Challa pri-school project	Construction of dormitory	-	800,000	80%
8	Chala primary school project	(ii) completion of two classrooms (fixing doors and windows, roofing, plastering and painting)	-	500,000	70%
9	Rekeke Model Health Centre project	construction of pre-fabricated staff houses to improve access to quality health care	-	2,241,380	70%
10	Emergency kitty	to cater for any unforeseen occurrences in the Constituency during the financial year	4,094,828	4,094,828	55%
11	Lotima primary school project	construction of pit latrine	-	500,000	20%
12	Mata primary school project	construction of pit latrine	-	500,000	10%
13	Eldoro primary school project	construction of pit latrine	-	500,000	10%
14	Chala youth polytechnic	constuction of workshop	-	500,000	60%
15	Taveta Divisional Police Hqs	Construction of police divisional headquarters		4,000,000	50%

S/No	Project Name	Project Activities	Allocation as per Approved Proposal (Kshs.)	Cumulative Disbursements to 30 June 2017 (Kshs.)	Percentage of Completion
16	Taveta Divisional Police Hqs	Completion of Taveta Police Divisional H/QS (Phase ii)- Plastering, fixing doors and windows, and part of ground of ground floor.	-	4,900,000	80%
17	Bishop njenga sec. school	construction of twin staff houses	-	2,500,000	2%
18	Bishop njenga sec. school	completion of twin staff houses(plastering, fixing of door and windows, painting and septic tank)	-	1,500,000	95%
19	Chala water project	Pipe laying	-	3,000,000	50%
20	Chala water project	Pipe laying	-	4,000,000	95%
21	Chala water project	construction of water tank 200m3	-	3,000,000	20%
22	Mahoo pri-school project	completion of of Girls Dormitory(fixing doors and windows and plastering)	-	1,000,000	80%
23	Mahoo pri-school project	completion of Girls Dormitory (flooring, plastering and ablution block	-	2,000,000	90%
24	Mata sec. school project	Construction of dormitory	-	4,000,000	50%
25	Mata sec. school project	Completion of dormitory	-	2,500,000	95%
26	Mata sec. school project	construction of 2 new classrooms	-	1,500,000	70%
27	Mata sec. school project	completion of two classrooms(fixing of doors and windows, painting, plastering, and electrification)	-	300,000	95%
28	Kitobo secondary school project	Construction of dormitory	-	4,000,000	50%
29	Kitobo secondary school project	Completion of dormitory	-	2,500,000	90%
30	Kitobo secondary school project	construction of 2 new classrooms	-	1,500,000	70%

S/No	Project Name	Project Activities	Allocation as per Approved Proposal (Kshs.)	Cumulative Disbursements to 30 June 2017 (Kshs.)	Percentage of Completion
31	Kitobo secondary school project	completion of two classrooms(fixing of doors and windows, painting, plastering, and electrification)	300,000	300,000	95%
32	Lumi Secondary school project	Construction of dormitory	-	4,000,000	50%
33	Lumi Secondary school project	Completion of dormitory	-	2,500,000	95%
34	Lumi Secondary school project	construction of 2 new classrooms	-	1,500,000	70%
35	Lumi Secondary school project	completion of two classrooms(fixing of doors and windows, painting, plastering, and electrification)	300,000	300,000	95%
36	Kmtc - Taveta Campus	completion of tuition block	-	20,000,000	30%
37	Kmtc - Taveta Campus	completion of tuition block	-	34,000,000	45%
38	Kmtc - Taveta Campus	completion of tuition block	-	36,000,000	45%
39	Kmtc - Taveta Campus	completion of tuition block	-	30,000,000	47%
40	Ulawani Primary School Project	Construction of two c/rooms	-	1,200,000	60%
41	Ngutini Secondary School	construction of two c/rooms	-	1,000,000	60%
42	Eldoro Dispensary	perimeter fencing of the dispensary to secure the facility	-	800,000	90%
43	Mata primary school project	completion of administration block and two classrooms(walling and roofing)	-	2,000,000	50%
44	Lessesia primary school project	construction of 2 c/rooms	-	1,000,000	60%
45	Lessesia primary school project	completion of two c/rooms (plastering, flooring, painting, fixing door and windows and electrification)	-	700,000	95%

S/No	Project Name	Project Activities	Allocation as per Approved Proposal (Kshs.)	Cumulative Disbursements to 30 June 2017 (Kshs.)	Percentage of Completion
46	Ziwani primary school project	Construction of 2 classrooms		1,000,000	60%
47	Ziwani primary school project	completion of two c/rooms (plastering, flooring, painting, fixing door and windows and electrification)		700,000	95%
48	Eldoro primary school project	Construction of 2 classrooms		1,000,000	60%
49	Njukini primary school project	Construction of 2 classrooms	-	1,000,000	60%
50	Njukini primary school project	completion of two c/rooms (plastering, flooring, painting, fixing door and windows and electrification)	700,000	700,000	90%
51	Kitoghoto primary school project	completion of two c/rooms (plastering, flooring, painting, fixing door and windows and electrification)	-	1,000,000	90%
52	Sir-Ramson primary school project	completion of two c/rooms (plastering, flooring, painting, fixing door and windows and electrification)	-	1,000,000	90%
53	mahoo girls secondary school project	construction of 3 door pit latrine	-	500,000	2%
54	St. Norbert's Tangani primary school	construction of two classrooms	-	1,000,000	90%
55	Machungwani primary school	construction of two classrooms	-	1,000,000	95%
56	kitobo Primary school	construction of two classrooms	-	1,500,000	90%
57	Malukiloriti primary school	construction of two classrooms	-	1,000,000	85%
58	St. Joseph - Kivukoni primary school project	construction of two classrooms	-	1,000,000	95%

S/No	Project Name	Project Activities	Allocation as per Approved Proposal (Kshs.)	Cumulative Disbursements to 30 June 2017 (Kshs.)	Percentage of Completion
59	Kitobo Chiefs Office project	construction of chiefs office and toilet	-	1,200,000	45%
60	Kitobo Chiefs Office project	completion of chief's office (roofing, plastering, and electrification)	-	2,055,000	90%
61	Mahoo secondary school	construction of multi - purpose hall	-	2,000,000	90%
62	motor vehicle	purchase of double cab pick up	4,000,000	4,000,000	95%
63	Msheghesheni primary school	construction of two classrooms	1,000,000	1,000,000	65%
64	Chala divisional headquarters project	construction of divisional headquarters	2,000,000	2,000,000	45%
65	Jipe divisional headquarters project	construction of divisional headquarters	2,000,000	2,000,000	45%
66	Chumvini police project	construction of police station	1,500,000	1,500,000	40%
		Total	18,294,828	224,932,587	

The table above indicates that fifty-five (55) projects which were reported as ongoing or incomplete did not have any budgetary allocation in the year 2016/2017. Further, details of disbursements and expenditure for year 2016/2017, cumulative expenditure to 30 June 2017 and unspent disbursements were not availed for audit review. As such, it was not possible to confirm the levels of funding and stages of completion as at 30 June 2017 and whether value for money was obtained on these projects. Further, it has not been possible to confirm whether the projects were implemented as per the approved budget and whether the residents of Taveta Constituency received value for money for goods and services received during the year under review.

Responsibilities of Management and Those Charged with Governance 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.

In preparing the financial statements, management is responsible for assessing National Government Constituencies Development Fund - Taveta Constituency's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the management either intends to cease operations or have no realistic alternative but to do so.

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.

Those charged with governance are responsible for overseeing National Government Constituencies Development Fund - Taveta Constituency's financial reporting process.

Auditor-General's Responsibilities for the Audit of the Financial Statements

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of National Government Constituencies Development Fund – Taveta Constituency's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on National Government Constituencies Development Fund – Taveta Constituency ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause National Government Constituencies Development Fund – Taveta Constituency to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of National Government Constituencies Development Fund –Taveta Constituency to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



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

Nairobi

4 July 2018

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017


**IV. STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30TH JUNE, 2017**

	Note	2016 - 2017	2015 - 2016
		Kshs	Kshs
RECEIPTS			
Transfers from NG-CDF board-AIEs' Received	1	82,396,552	131,048,776
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		82,396,552	131,048,776
PAYMENTS			
Compensation of employees	4	3,403,970	1,542,320
Use of goods and services	5	5,459,660	5,065,608
Transfers to Other Government Units	6	50,300,000	93,650,000
Other grants and transfers	7	22,420,467	27,721,000
Acquisition of Assets	8	4,800,000	395,100
Other Payments	9	280,000	-
TOTAL PAYMENTS		86,664,097	128,374,028
SURPLUS/DEFICIT		(4,267,545)	2,674,748

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TAVETANG-CDF financial statements were approved on 18/06/2018 and signed by:



Chairperson - NG-CDFC



Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

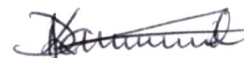
**V. STATEMENT OF FINANCIAL ASSETS
AS AT 30TH JUNE,2017**

	Note	2016 - 2017	2015 - 2016
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	964,012	5,231,557
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	88,600	88,600
TOTAL FINANCIAL ASSETS		1,052,612	5,320,157
REPRESENTED BY			
Retention	12		
Fund balance b/fwd 1st July...	13	5,320,157	2,645,408
Surplus/Deficit for the year		(4,267,545)	2,674,749
Prior year adjustments	14	-	-
NET LIABILITIES		1,052,612	5,320,157

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TAVETANG-CDF financial statements were approved on 18/06/2018 and signed by:



Chairperson-NG-CDFC



Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TAVETA
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2017**

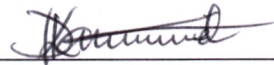
**VI. STATEMENT OF CASHFLOW
FOR THE YEAR ENDED 30TH JUNE, 2017**

		2016 - 2017	2015 - 2016
Receipts for operating income			
Transfers from NG-CDF Board	1	82,396,552	131,048,776
Other Receipts	3	-	-
Payments for operating expenses			
Compensation of Employees	4	3,403,970	1,542,20
Use of goods and services	5	5,459,660	5,065,608
Transfers to Other Government Units	6	50,300,000	93,650,000
Other grants and transfers	7	22,420,467	27,721,000
Other Payments	9	280,000	-
Total cash outflow from operating activities		(81,864,097)	(127,978,928)
Adjusted for:			
Adjustments during the year	14		
Net cash flow from operating activities		532,455	3,069,848
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	
Acquisition of Assets	8	(4,800,000)	(395,100)
Net cash flows from Investing Activities			
NET INCREASE IN CASH AND CASH EQUIVALENT		(4,267,545)	2,674,748
Cash and cash equivalent at BEGINNING of the year	10 A	5,320,156	2,645,408
Cash and cash equivalent at END of the year	10 A	1,052,612	5,320,156

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TAVETA NG-CDF financial statements were approved on 18/06/2018 and signed by:



Chairperson NG-CDFC



Fund Account Manager

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – TAVETA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

VII. 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 NG-CDF Board	81,896,552	5,820,157	87,216,709	82,396,552	4,820,157	94%
Proceeds from Sale of Assets	-					
Other Receipts	-					
TOTAL	81,896,552	5,820,157	87,628,108	82,396,552	4,820,157	94%
PAYMENTS						
Compensation of Employees	3,000,000	1,367,981	4,367,981	3,403,970	964,011	88%
Use of goods and services	4,346,724	1,201,536	5,548,260	5,459,660	88,600	98%
Transfers to Other Government Units	49,300,000	1,000,000	50,300,000	50,300,000	0	100%
Other grants and transfers	21,049,828	1,370,639	22,420,467	22,420,467	0	100%
Acquisition of Assets	4,000,000	800,000	4,800,000	4,800,000	0	100%
Other Payments	200,000	80,000	280,000	280,000	0	100%
TOTALS	81,896,552	5,820,157	87,716,709	86,664,097	1,052,612	99%

1. Ksh. 5,820,157.00 in the adjustment column is ksh. 500,000.00 which was budgeted for the financial 2015/16 but received financial year 2016/17

The TAVETA NG-CDF financial statements were approved on 18/06 2018 and signed by:



Chairperson 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 are presented in Kenya Shillings, which is the functional and reporting currency of the *NG-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 *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 – TAVETA
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

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, 2017.

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

**Reports and Financial Statements
For the year ended June 30, 2017**

IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2016 - 2017	2015 - 2016
	Kshs	Kshs
AIE NO A82572	500,000	
AIE NO A 835909	4,094,827.60	
AIE NO 855098	36,853,449	
AIE NO. A855568	40,948,275.10	
AIE NO A796159		25,121,499
AIE NO A724159		10,000,000
AIE NO A796375		10,000,000
AIE NO A820649		10,000,000
AIE NOA820795		23,000,000
AIE NO A825514		16,000,000
AIE NO A825637		36,927,277
TOTAL	82,396,551.70	131,048,776

2. PROCEEDS FROM SALE OF ASSETS

	2016 - 2017	2015 - 2016
	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		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – TAVETA
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Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Interest Received		
Rents		
Receipts from Sale of tender documents		
Other Receipts Not Classified Elsewhere		
Total		

4. COMPENSATION OF EMPLOYEES

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Basic wages of contractual employees	1,590,250	1,025,100
Basic wages of casual labour	299,250	110,000
Personal allowances paid as part of salary		
House allowance	258,000	180,000
Transport allowance	138,000	96,000
Leave allowance	25,000	20,000
Gratuity	869,550	-
Other personnel payments	138,000	96,000
Employer contribution to NSSF	85,920	15,220
Total	3,403,970	1,542,320

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

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Utilities, supplies and services	56,179	83,027
Communication, supplies and services	117,400	111,800
Domestic travel and subsistence	614,900	1,031,800
Printing, advertising and information supplies & services	95,000	-
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	127,798	-
Insurance costs	-	-
Specialized materials and services	-	-
Fuel ,Oil and lubricants	-	28,101
Office and general supplies and services	213,073	163,800
Other operating expenses	-	4,830
Routine maintenance – vehicles and other transport equipment	25,000	80,700
Routine maintenance – other assets	63,000	140,650
Other committee expenses	395,310	107,200
Committee allowances	3,752,000	3,313,700
Total	5,459,660	5,065,608

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

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT UNITS

Description	2016 - 2017	2015 - 2016
	Kshs	Kshs
Transfers to primary schools (see attached list)	15,600,000	28,950,000
Transfers to secondary schools (see attached list)	4,700,000	15,500,000
Transfers to tertiary institutions (see attached list)	30,000,000	47,200,000
Transfers to health institutions (see attached list)	-	2,000,000
TOTAL	50,300,000	93,650,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Bursary – secondary schools (see attached list)	4,000,000	4,500,000
Bursary – tertiary institutions (see attached list)	2,000,000	1,500,000
Bursary – special schools (see attached list)		
Mock & CAT (see attached list)		
Water projects (see attached list)	1,000,000	4,000,000
Agriculture projects (see attached list)		
Electricity projects (see attached list)		
Security projects (see attached list)	8,455,000	11,000,000
Roads projects (see attached list)		
Sports projects (see attached list)	1,000,000	-
Environment projects (see attached list)	500,000	700,000
Emergency projects (see attached list)	5,465,467	6,021,000
Total	22,420,467	27,721,000

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

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8.ACQUISITION OF ASSETS

Non Financial Assets	2016 - 2017	2015 - 2016
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings		
Purchase of Vehicles and Other Transport Equipment	4,800,000	
Overhaul of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment		195,100
Purchase of ICT Equipment, Software and Other ICT Assets		200,000
Purchase of Specialised Plant, Equipment and Machinery		
Rehabilitation and Renovation of Plant, Machinery and Equip.		
Acquisition of Land		
Acquisition of Intangible Assets		
Total	4,800,000	395,100

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

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Adlight contractors limited(development of website and internet connection	280,000	
Total	280,000	

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2016 - 2017	2015 - 2016
	Kshs	Kshs
<i>Equity Bank limited account No. 1420262668499- Taveta Branch</i>	964,012.26	5,231,557
Total	964,012.26	5,231,557

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

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10B: CASH IN HAND

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Location 1		
Location 2		
Location 3		
Other Locations (<i>specify</i>)		
Total		

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>
		Kshs	Kshs	Kshs
Francis Kimotho	2009/2005/2007	88,600	-	88,600
Total		88,600		88,600

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

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. RETENTION

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Supplier 1		
Supplier 2		
Supplier 3		
Total		

13. BALANCES BROUGHT FORWARD

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Bank accounts	5,231,556.50	2,556,808
Cash in hand		
Imprest	88,600	88,600
Total	5,320,156.50	2,645,408

14. PRIOR YEAR ADJUSTMENTS

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Bank accounts		
imprest	88,600	88,600
Total	88,600	88,600

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

Reports and Financial Statements

For the year ended June 30, 2017

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Construction of buildings		
Construction of civil works		
Supply of goods		
Supply of services		

15.2: PENDING STAFF PAYABLES (See Annex 2)

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

15.3: OTHER PENDING PAYABLES (See Annex 3)

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

15.4: PMC account balances (See Annex 4)

	Kshs	Kshs
PMC account Balances (see attached list)	5,574,012	
	5,574,012	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – TAVETA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2017	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 CONSTITUENCIES DEVELOPMENT FUND – TAVETA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017	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 CONSTITUENCIES DEVELOPMENT FUND – TAVETA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017	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 CONSTITUENCIES DEVELOPMENT FUND – TAVETA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2016/17	Historical Cost (Kshs) 2015/16
Land		
Buildings and structures	6,000,000	6,000,000
Transport equipment	3,300,000	3,300,000
Office equipment, furniture and fittings	473,336	473,336
ICT Equipment, Software and Other ICT Assets	417,000	417,000
Other Machinery and Equipment	12,020,600	7,220,600
Heritage and cultural assets	-	-
Intangible assets	-	-
Total	22,210,936	17,410,936

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

Reports and Financial Statements

For the year ended June 30, 2017

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2017

PMC	Bank	Account number	Bank Balance 2016/17	Bank Balance 2015/16
Sports Activities	EQUITY	1420272046459	890	
KMTC Taveta Project	EQUITY	1420263406530	2,018,763	
St Norbert Tangini primary school project	EQUITY	1420268539350	2,580	
Machungwani Primary School Project	EQUITY	1420266785509	1,735	
Kitobo Primary School project	EQUITY	1420268304397	3,810	
Lesesia Primary School Project	EQUITY	1420264138328	890	
Malukiloriti Primary School Projjject	EQUITY	1420268412541	625	
Ziwani Primary School project	EQUITY	1420264780275	2795	
Eldoro Primary School Project	EQUITY	1420264466728	361,735	
Njukini Primary School Project	EQUITY	1420264700238	4,650	
St Joseph Kivukoni Primary School Project	EQUITY	1420269142518	810	
Majengo Primary School Project	EQUITY	1420263469023	771	
Rekeke Primary School Project	EQUITY	1420264308328	1,124	
Lotima Primary School Project	EQUITY	1420266636831	760	
Taveta Primary School Project	EQUITY	1420271170270	2,605	
Ulawani Primary School Project	EQUITY	1420263464943	9,758	
Orukung'u Primary School Project	EQUITY	1420264179568	2,460	
Sir-Ramson Primary School Project	EQUITY	1420264626534	403,031	
Msheghesheni Primary School Project	EQUITY	1420271322534	890	
Lumi Primary School Project	EQUITY	1420264863594	7,580	
Lumi Secondary School Project	EQUITY	1420263829981	1,619	
Kitobo Secondary School Project	EQUITY	1420263861721	570	
Mata Secondary School Project	EQUITY	1420263810182	1,794	
Chala Secondary School Project	EQUITY	1420266494545	1,624	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – TAVETA
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PMC	Bank	Account number	Bank Balance 2016/17	Bank Balance 2015/16
Bishop Njenga Secondary School Project	EQUITY	1420268218298	203,075	
Mahandakini Secondary School Project	EQUITY	1420271104238	14,620	
Chala Water Project	EQUITY	1420263418665	11,915	
Kitobo Chief's Office	EQUITY	1420268234545	5,570	
Deputy County Commissioner Residence Project	EQUITY	1420271459449	2,780	
Chala Divisional HQ's Project	EQUITY	1420272224611	390	
Jipe Divisional HQ's Project	EQUITY	1420272268008	2,000,000	
Chumvini Police Station Project	EQUITY	1420272856832	501,583	
Mazingira project	EQUITY	1420264157522	210	
TOTAL			5,574,012	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – TAVETA
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For the year ended June 30, 2017

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal person to resolve the issue and designation	Point to the (Name)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
Transfers to other government units	Mahoo girls school-use of Quotations for procurement of construction of Multi Purpose hall ksh 6,106,310	NG-cdftaveta provided Kshs.2,000,000 for the sub-Structure only. The balance was sourced from KPA by the school	Daniel Mwaluko	Fund account manager	Not resolved	October 2017
	-No inspection & acceptance committee Reports before payments are made	-inspection & acceptance committee to be put in place In place in the fy 2017/18	Daniel Mwaluko	Fund Account Manager	-Not resolved	Sept 2017