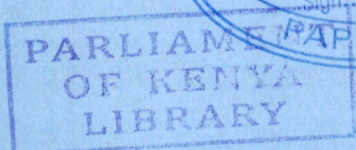




OFFICE OF THE AUDITOR-GENERAL

*Paper laid by
the Leader of
Majority on
14/09/2017
Chumbi.*



REPORT

OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE 2016**



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
TETU 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 –
TETU CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TETU
CONSTITUENCY**

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

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The Constituencies Development Fund (CDF) was established under the Constituencies Development Fund (CDF) Act, 2003, amended in 2007 and repealed by the CDF Act of 2013. In 2015, the CDF Act of 2013 was declared unconstitutional and a new Act was enacted in 2015, being the National Government Constituencies Development Fund Act, NG-CDF Act, 2015. The National Government Constituencies Development Fund (NG-CDFA) is under the Ministry of Devolution and Planning. The objective of the Fund is to provide mechanisms for supplementing implementation of the National Government development Agenda at the constituency level.

(b) Key Management

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

- i. National Government Constituencies Development Fund Board (NG-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.	Chief Executive Officer	Yusuf Mbuno
2.	Fund Account Manager	Peter Kamau Wageraka
3.	District Accountant	Fredrick Muriithi

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of Tetu 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) Tetu NG-CDF Headquarters

P.O.Box 12132-10100
Nyeri.



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TETU
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

(f) TETU NG-CDF Contacts

Telephone: (254) 0716047883
E-mail: cdf tetu@NG-CDF.go.ke
Website: www.cdf tetu.go.ke

(g) TETU NG-CDF Bankers

1. Cooperative Bank-Nyeri Branch
A/C no: 01141032528500
Nyeri

(h) Independent Auditors

Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 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- TETU
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 NG-CDFCs wish to have in summary the budget performance against actual amounts for current year based on economic classification and programmes. The NG-CDF have improved the Education and Security infrastructures of Tetu.

However there have been emerging issues like political, economic, social, legal and global challenges influencing the implementation of NG-CDF Project. Other issues affecting the project implementation process is the late disbursement of funds, late approved of proposals and reallocations

The NG-CDFCs wish that the issues of having the project on going for more than 2years be stopped and the NG-CDF board to reduce the rate of staff turnovers in Constituencies i.e. FAM transfers.

Sign.....
CHAIRMAN NG-CDFC

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TETU
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**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 NG-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.

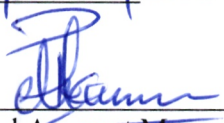
The Accounting Officer in charge of the Tetu NG-CDF is responsible for the preparation and presentation of the NG-CDF's financial statements, which give a true and fair view of the state of affairs of the NG-CDF for and as at the end of the financial year (period) ended on June 30, 2016. This responsibility 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 Tetu 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, 2015, and of the NG-CDF's financial position as at that date. The Accounting Officer charge of the Tetu 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 Tetu 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 20/02 2016.



Fund Account Manager



Chairman

REPUBLIC OF KENYA

Telephone: +254-20-342330
Fax: +254-20-311482
E-mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NG-CDF) - TETU 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 - Tetu Constituency set out on pages 5 to 35, which comprise the statement of financial assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya 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.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 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 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. 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 risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the

Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund - Tetu Constituency for the year ended 30 June 2016

purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

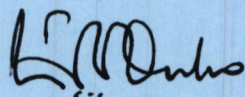
In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund -Tetu Constituency as at 30 June 2016, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and National Government Constituencies Development Fund Act, 2015.

Emphasis of Matter

Projects Implementation

Attention is drawn to note 6 and note 7 to the financial statements on transfers to other government entities and other grants and transfers payments of Kshs.27,487,931 and Kshs.57,476,790 respectively. The expenditure relates to 2014/2015 roll over projects implemented in 2015/2016 period. A review of project implementation status report as at 30 June 2016 revealed that the CDF management had identified projects and allocated funds in 2015/2016 period amounting to Kshs.88,419,628. However, none of the projects appear to have been implemented during the period under review. The management attributes non implementation of the projects mainly to delay in disbursements of funds by the NG-CDF Board amongst other reasons. Further, the CDF had fifty two (52) projects rolled forward from 2014/2015 and prior years with a budget provision of Kshs.89,926,973, out of which eleven (11) projects with a budget allocation of Kshs.6,475,448 were not implemented despite release of funds by the NG-CDF Board. No reason was provided for the failure to implement these projects as planned to benefit the residents of Tetu Constituency.

My opinion is not qualified in respect of this matter.



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

Nairobi

23 May 2017

Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund - Tetu Constituency for the year ended 30 June 2016

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TETU
CONSTITUENCY**

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

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015 – 2016	Restated 2014-2015	Audited 2014 - 2015
		Ksh	Ksh	Ksh
RECEIPTS				
Transfers from CDF board- AIEs' Received	1	94,163,812	78,599,287	78,599,287
Proceeds from Sale of Assets	2	-		
Other Receipts	3	28,000		
		94,191,812		78,599,287
TOTAL RECEIPTS				
PAYMENTS				
Compensation of employees	4	174,214		-
Use of goods and services	5	2,983,750	2,807,110	2,828,000
Transfers to Other Government Units	6	27,487,931	38,808,970	38,808,970
Other grants and transfers	7	57,476,790	27,933,423	28,633,423
Acquisition of Assets	8	-		-
Other Payments	9	-	13,860	13,860
		88,122,675	69,563,363	70,284,253
TOTAL PAYMENTS				
		6,069,127	9,035,924	8,315,034
SURPLUS/DEFICIT				

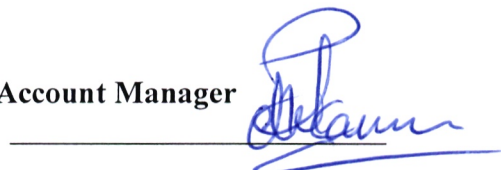
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Tetu NG-CDF financial statements were approved on 20/02/16 2016 and signed by:

- NG-CDFC



Chairman

Fund Account Manager



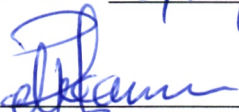
**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TETU
CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016**

V. STATEMENT OF ASSETS

	Note	2015 - 2016 Ksh	Restated 2014-2015 Ksh	Audited 2014 - 2015 Ksh
FINANCIAL ASSETS				
Cash and Cash Equivalents				
Bank Balances (as per the cash book)	10A	62,956,238	56,737,111	56,011,221
Cash Balances (cash at hand)	10B	-	-	-
Outstanding Imprests	11	-	-	-
TOTAL FINANCIAL ASSETS		62,956,238	56,737,111	56,011,221
REPRESENTED BY				
Retention	12	-	-	-
Fund balance b/fwd 1st July...	13	56,887,111	47,701,188	47,696,188
Surplus/Defict for the year		6,069,127	9,035,924	8,315,034
NET LIABILITIES		62,956,238	56,737,111	56,011,221

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Tetu NG-CDF financial statements were approved on 29/02 2016 and signed by:


Chairman - NG-CDFC


Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TETU
CONSTITUENCY**

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

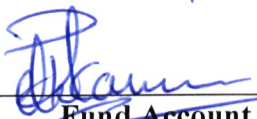
VI. STATEMENT OF CASHFLOW

		2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
Receipts for operating income				
Transfers from CDF Board	1	94,163,812	78,599,287	78,599,287
Other Receipts	3	28,000	-	
		94,191,812	78,599,287	78,599,287
Payments for operating expenses				
Compensation of Employees	4	174,214	-	-
Use of goods and services	5	2,983,750	2,807,110	2,828,000
Transfers to Other Government Units	6	27,487,931	38,808,970	38,808,970
Other grants and transfers	7	57,476,790	27,933,423	28,633,423
Other Payments	9		13,860	13,860
		88,122,675	69,563,363	70,284,253
Net cash flow from operating activities		6,219,127	9,035,924	8,315,034
Adjustments for, Stale cheques (reversed)		150,000	-	
CASHFLOW FROM INVESTING ACTIVITIES				
Proceeds from Sale of Assets	2			-
Acquisition of Assets	9			-
Net cash flows from Investing Activities				-
NET INCREASE IN CASH AND CASH EQUIVALENT		6,219,127	9,035,924	8,315,034
Cash and cash equivalent at BEGINNING of the year	13	56,737,111	47,701,188	47,696,188
Cash and cash equivalent at END of the year		62,956,238	56,737,111	56,011,221

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Tetu NG-CDF financial statements were approved on 20/02/ 2016 and signed by:



Chairman NG-CDFC



Fund Account Manager

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

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	97,213,877	97,275,032	194,488,909	94,163,812	100,325,097	48.4%
Proceeds from Sale of Assets	-	-	-	-	-	
Other Receipts	28,000		28,000	28,000	-	100.0%
TOTAL	97,241,877	97,275,032	194,516,909	94,191,812	100,325,097	48.4%
PAYMENTS						0.0%
Compensation of Employees	1,064,000	2,000,000	3,064,000	174,214	2,889,786	5.7%
Use of goods and services	7,730,249	5,348,059	13,078,308	2,983,750	10,094,558	22.8%
Transfers to Other Government Units	42,840,956	27,487,930	70,328,886	27,487,931	42,840,955	39.1%
Other grants and transfers	39,704,672	62,439,043	102,143,715	57,476,790	44,666,925	56.3%
Acquisition of Assets	5,874,000	-	5,874,000	-	5,874,000	0.0%
Other Payments	-	-	-	-	-	0.0%
TOTAL	97,213,877	97,275,032	194,488,909	88,122,685	106,366,224	45.3%

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

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

- (a) [For the revenue items, indicate whether they form part of the AIA by inserting the “AIA” alongside the revenue category.]
- (b) [Provide below a commentary on significant underutilization (below 50% of utilization) and any overutilization]
- i. The underutilization below 50% is due to delay of funds disbursement from the board and delay with the ministry of public works in preparation of bills of quantity to enhance release of funds from sub- country district treasury to PMC accounts.

The TETU NG-CDF financial statements were approved on 20/02/ 2016 and signed by:



Chairman NG-CDF



Fund Account Manager

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

Reports and Financial Statements

For the year ended June 30, 2016

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 – TETU
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 – TETU
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	Restated 2014-2015	Audited 2014 - 2015
		Ksh	Ksh	Ksh
Normal allocation				
	AIE NO..A820933	45,363,812	32,435,475	32,435,475
	AIE NO..A825646	48,000,000	23,080,906	23,080,906
	AIE NO..A825712	800,000	23,082,906	23,082,906
TOTAL		94,163,812	78,599,28	78,599,287

2. PROCEEDS FROM SALE OF ASSETS

	2015 – 2016	Renstated 2014-2015	Audited 2014-2015
	Ksh	Ksh	Ksh
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	-	-	-

2/2

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

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2015 - 2016	Restated 2014-2015	2014 - 2015
	Kshs	Ksh	Kshs
Interest Received	-	-	-
Rents	-	-	-
Receipts from Sale of tender documents	28,000	-	-
Other Receipts Not Classified Elsewhere	-	-	-
	-	-	-
Total	28,000	-	-

4. COMPENSATION OF EMPLOYEES

Description	2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Basic wages of contractual employees	165,574	165,574	-
Basic wages of casual labour	-	-	-
Personal allowances paid as part of salary	-	-	-
House allowance	-	-	-
Transport allowance	-	-	-
Leave allowance	-	-	-
Other personnel payments	-	-	-
Employer contribution to NSSF	8,640	-	-
gratuity	-	-	-
Total	174,214	-	-

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

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Utilities, supplies and services	73,650		-
Office rent	-		-
Communication, supplies and services	20,000	329,110	350,000
Domestic travel and subsistence	75,000	48,000	48,000
Printing, advertising and information supplies & services	-	-	-
Rentals of produced assets	-	-	-
Training expenses	1,245,000	830,000	830,000
Hospitality supplies and services	-	-	-
Other committee expenses	857,100		205,000
Committee allowance	288,000		395,000
Insurance costs	-		-
Specialised materials and services	-	1,000,000	1,000,000
Office and general supplies and services	400,000	-	-
Fuel ,oil & lubricants	-		-
Other operating expenses	25,000	-	-
Routine maintenance – vehicles and other transport equipment	-		-
Routine maintenance – other assets	-	-	
Total	2,983,750	2,807,110	2,828,000

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

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Transfers to National Government entities	-	-	-
Transfers to primary schools	10,087,931	13,750,000	13,750,000
Transfers to secondary schools	6,000,000	20,076,211	20,076,211
Transfers to tertiary institutions	11,400,000	500,000	500,000
Transfers to health institutions	-	4,482,759	4,482,759
-TOTAL	27,487,931	38,808,970	38,808,970

7. OTHER GRANTS AND OTHER PAYMENTS

	2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Bursary – secondary schools	12,707,000	11,899,000	11,899,000
Bursary – tertiary institutions	5,323,000	3,101,000	3,101,000
Bursary – special schools	120,000	35,000	35,000
Mock & CAT	-	-	-
Water projects	-	-	-
Agriculture projects	-	-	-
Electricity projects	-	-	-
Security projects	15,600,000	2,350,000	2,350,000
Roads projects	10,675,448	200,000	200,000
Sports projects	1,721,789	2,879,300	2,879,300
Environment projects	1,721,789	2,569,123	2,569,123
Other Projects	-	-	-
Emergency Projects (Education, Health& security)	9,607,764	4,900,000	5,600,000
Total	57,476,790	27,933,423	28,633,423

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

Reports and Financial Statements

For the year ended June 30, 2016

OTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non-Financial Assets	2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Purchase of Buildings	-	-	-
Construction of Buildings	-	-	-
Refurbishment of Buildings	-	-	-
Purchase of Vehicles and Other Transport Equipment	-	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-	-
Purchase of Household Furniture and Institutional Equipment	-	-	-
Purchase of Office Furniture and General Equipment	-	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-	-
Purchase of Specialized Plant, Equipment and Machinery	-	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-	-
Acquisition of Land	-	-	-
Acquisition of Intangible Assets	-	-	-
Total	-	-	-

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

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

	2015 – 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Bank Charges	-	13,860	13,860
		13,860	13,860

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
	Kshs		Kshs
Co-operative bank Nyeri Branch A/c 01141032528500	62,956,238	56,737,111	56,011,221
	-	-	-
	-	-	-
	-	-	-
	62,956,238	56,737,111	56,011,221
10B: CASH IN HAND			
	2015 – 2016	Restated 2014-2015	Audited 2014 – 2015
	Ksh	Ksh	Ksh
Location 1	-	-	-
Location 2	-	-	-
Location 3	-	-	-
Other Locations (specify)	-	-	-
Total	-	-	-
[Provide cash count certificates for each]			

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

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2015 - 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Bank accounts	56,887,111	47,701,188	47,696,188
Cash in hand	-	-	-
Imprest	-	-	-
Total	56,887,111	47,701,188	47,696,188

The financial statements for financial year 2014/2015 have been restated reversal of a cancelled cheque No. 3416 for Ksh 700,000 initially issued to Gaaki social hall, reversal of bank charges of Ksh 20,890 initially charged on a closed account and transfer of Ksh 5,000 from the said closed account.

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

Reports and Financial Statements

For the year ended June 30, 2016

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2015- 2016	Restated 2014-2015	Audited 2014 - 2015
	Ksh	Ksh	Ksh
Construction of buildings	-	-	-
Construction of civil works	-	-	-
Supply of goods	-	-	-
Supply of services	-	-	-
	-	-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Ksh	Ksh	Ksh
Senior management	-	-	-
Middle management	-	-	-
Unionisable employees	-	-	-
Others (specify)	-	-	-
	-	-	-

15.3: OTHER PENDING PAYABLES (See Annex 3)

	Ksh	Ksh	Ksh
Amounts due to other Government entities (see attached list)	-	-	-
Amounts due to other grants and other transfers (see attached list)	-	-	-
Others (specify)	-	-	-
	-	-	-

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2016 (Kshs'000)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2016 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2016 (Kshs'000)

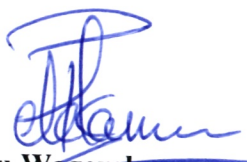
ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

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

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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Ksh) 2015/16	Historical Cost (Ksh) 2014/15
Land	N/A	N/A
Buildings and structures	-	-
Transport equipment	-	-
Office equipment, furniture and fittings	-	-
ICT Equipment, Software and Other ICT Assets	-	-
Other Machinery and Equipment	-	-
Heritage and cultural assets	-	-
Intangible assets	-	-
Total	-	-

Prepared by: 

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Tetu

