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OFFICE OF THE AUDITOR-GENERAL

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THE LEADER OF  
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PARTY ON  
16/5/2017  
IBM

**REPORT**  
**OF**  
**THE AUDITOR-GENERAL**  
**ON**  
**THE FINANCIAL STATEMENTS OF**  
**CONSTITUENCIES DEVELOPMENT FUND**  
**MWALA CONSTITUENCY**

**FOR THE YEAR ENDED**  
**30 JUNE 2015**









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**CONSTITUENCY DEVELOPMENT FUND- MWALA CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2015**

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





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

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

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**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

The Constituencies Development Fund (CDF) was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013. The Constituencies Development Fund is represented by the Cabinet Secretary for Devolution and Planning, who is responsible for the general policy and strategic direction of the Constituencies Development Fund. The objective of the fund is to ensure that specific portion of the national annual budget is devoted to the constituency for the purposes of infrastructural development, wealth creation and in the fight against poverty at the constituency level.

**(b) Key Management**

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

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

**(c) Fiduciary Management**

The key management personnel who held office during the financial year ended 30<sup>th</sup> June 2015 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	Accounting Officer	<b>Yusuf Mbuno</b>
2.	A.I.E holder	<b>Patrick Namwambah</b>
3.	Accountant	<b>Njoroge Macharia</b>
4.		

**(d) Fiduciary Oversight Arrangements**

*List the CDFC as gazetted*

1.	ENG.JOSEPH KIAWA	-CHAIRMAN
2.	FLORENCE AMOIT	-DCC
3.	DOMINIC MUTISO	-MEMBER
4.	CATHERINE KYALO	-MEMBER
5.	DANSON MUANGE	-MEMBER
6.	DOMITILLA MUOKA	-MEMBER
7.	MARY NZUKI	-MEMBER
8.	ATHANAS MBATHA	-MEMBER
9.	COSMAS WASUA	-MEMBER
10.	PATRICK NAMWAMBAH	-FAM



**CONSTITUENCY DEVELOPMENT FUND- MWALA CONSTITUENCY**

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

**(e) MWALA CDF Headquarters**

Mwala CDF Office Building.

Along Kitui – Machakos Road.

P.O Box 858 Machakos.

**CONSTITUENCY DEVELOPMENT FUND- MWALA CONSTITUENCY**  
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**(f) MWALA CDF Contacts**

Telephone: (254)  
E-mail: mwala@cdf.go.ke  
Website: www.mwalacdf.go.ke

**(g) MWALA CDF Bankers**

Kenya Commercial Bank  
Masii Branch  
A/C No: 1106340353  
P.O. Box 400-90101  
Masii

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

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



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

The CDFC wish to express gratitude over the continued support of the community through the CDF funding programme. The CDF kitty has seen a turnaround in development status of our region in many sectors of this region such as improvement in infrastructural developments, security of the region, education e.t.c.

However, we feel it would be more accelerated if the disbursements of funding was done timely.

SIGN



JOSEPH KIAWA NTHIWA  
CHAIRMAN CDFC

**III. STATEMENT OF CDF MANAGEMENT RESPONSIBILITIES**

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government CDF shall prepare financial statements in respect of that CDF. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.


The Accounting Officer in charge of the Mwala CDF is responsible for the preparation and presentation of the CDF's financial statements, which give a true and fair view of the state of affairs of the CDF for and as at the end of the financial year (period) ended on June 30, 2015. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the CDF; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the CDF; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

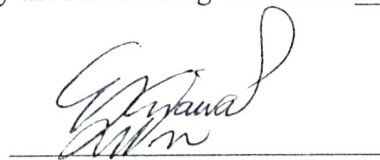
The Accounting Officer in charge of the Mwala CDF accepts responsibility for the CDF's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the CDF's financial statements give a true and fair view of the state of CDF's transactions during the financial year ended June 30, 2015, and of the CDF's financial position as at that date. The Accounting Officer charge of the Mwala CDF further confirms the completeness of the accounting records maintained for the CDF, which have been relied upon in the preparation of the CDF's financial statements as well as the adequacy of the systems of internal financial control.

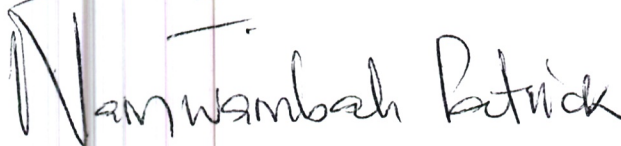
The Accounting Officer in charge of the Mwala CDF confirms that the CDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the CDF's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the CDF's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The CDF's financial statements were approved and signed by the Accounting Officer on 25<sup>th</sup> Sept 2015 2015.

  
Fund Account Manager

  
Chairman

  
Namwambah Patrick

JOSEPH KIAWA NTHIWA



# 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 CONSTITUENCIES DEVELOPMENT FUND - MWALA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2015

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#### REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund - Mwala Constituency set out on pages 6 to 25, which comprise the statement of financial assets as at 30 June 2015, and the statement of receipts and payments, 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 8 of the Public Audit Act, 2003. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

#### **Management's Responsibility for the Financial Statements**

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

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 7 of the Public Audit Act, 2003.

#### **Auditor-General's Responsibility**

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 9 (1) of the Public Audit Act, 2003 and submit the audit report in compliance with Article 229(7) of the Constitution. The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of

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*Constituencies Development Fund – Mwala Constituency – Reports and Financial Statements for the year ended 30 June 2015*



material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

### **Basis for Qualified Opinion**

#### **1. Budget and Budgetary Control**

##### **1.1 Differences between figures reflected in the summary statement of appropriation and the project proposal document with the CDF Board**

The summary statement of appropriation reflects a budget totalling Kshs.96,272,726 while the approved budget from the CDF Board reflects an amount of Kshs.114,203,146 resulting in a difference of Kshs.17,930,421 as shown below:

<b>Item</b>	<b>Budget figure as per statement of appropriation</b>	<b>Budget as per Approved code list</b>	<b>Variance</b>
	<b>a</b>	<b>b</b>	<b>c =b-a</b>
Compensation of employees	2,659,368	1,500,000	(1,159,368)
Use of good and Services	1,680,000	2,600,000	920,000
Committee expenses	6,985,909	3,100,000	(3,885,909)
Transfers to other government units	19,262,782	46,087,931	26,825,149
Other grants and transfers	62,672,666	60,315,215	(2,357,451)
Social security benefits	162,000	100,000	(62,000)
Acquisition of assets	2,850,000	500,000	(2,350,000)
	<b>96,272,725</b>	<b>114,203,146</b>	<b>17,930,421</b>

No explanation was provided for the variance between the approved budget and the figures in the summary statement of appropriation.



## 1.2 Low absorption of funds during the year

The summary statement of appropriation reflects expenditure totalling Kshs.47,269,468 compared to the approved budget of Kshs.96,272,726 resulting in a variance of Kshs.49,003,258 as shown below:

<b>Item</b>	<b>Budget figure as per summary statement of appropriation Kshs.</b>	<b>Actual expenditure as per summary statement of appropriation Kshs.</b>	<b>Variance Kshs.</b>
Compensation of employees	2,659,368	1,423,139	1,236,229
Use of good and Services	1,680,000	835,586	844,414
Committee expenses	6,985,909	3,726,500	3,259,409
Transfers to other government units	19,262,783	8,300,000	10,962,783
Other grants and transfers	62,672,666	31,448,323	31,224,343
Social security benefits	162,000	89,920	72,080
Acquisition of assets	2,850,000	1,446,000	1,404,000
	<b>96,272,726</b>	<b>47,269,468</b>	<b>49,003,258</b>

No explanation was provided for the low absorption of funds, considering that the CDF had received an amount of Kshs.49,654,995 in the year and had funds brought forward from the previous year amounting to Kshs.46,617,731.

## 2. Cash and Cash Equivalents

The statement of assets reflect cash and cash equivalents balance of Kshs.49,003,258, while the cashbook reflects an amount of Kshs.52,898,582. The difference of Kshs.3,895,324 between the two sets of records has not been reconciled.

In addition, examination of bank reconciliation statements revealed the following anomalies:-

- (i) The bank reconciliation statement reflects unpresented cheques amounting to Kshs.9,862,325, which includes stale cheques amounting to Kshs.3,290,134 some dating back to 2005.
- (ii) Receipts in bank statements not in cash book of Kshs.19,971 some of which are over five years old.
- (iii) Payments in bank statements not in cash book of Kshs.199,954 some of which relate to May 2011.
- (iv) Receipts in cash book not in bank statements of Kshs.2,651,971, which had been outstanding since September 2006.
- (v) The stale cheques mainly relate to bursaries issued to needy students. No reason was given for the failure to have the cheques presented on time.

Consequently, the completeness, accuracy and validity of cash and cash equivalents balance of Kshs.49,003,258 as at 30 June 2015 could not be confirmed.

### 3. Inaccuracies in the Financial Statements

The statement of receipts and payments reflect payments totalling Kshs.47,269,468. Included in the expenditure are five expenditure categories where differences were noted between figures in the financial statements and figures reflected in the supporting schedules for the year ended 30 June 2015 as shown below:-

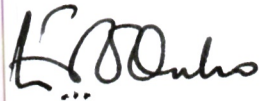
Item	Financial statements balance Kshs.	Support schedules Kshs.	Variance Kshs.
Compensation of employees	1,423,139	1,262,958	160,181
Use of goods and services	835,586	786,846	48,740
Committee expenses	3,726,500	4,221,639	(495,139)
Other grants and transfers	31,448,323	30,878,323	570,000
Acquisition of Assets	1,446,000	1,040,000	406,000

Consequently, the accuracy of the financial statements as at 30 June 2015 could not be confirmed.



## **Qualified Opinion**

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



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

**Nairobi**

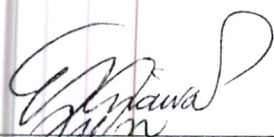
**01 September 2016**

CONSTITUENCY DEVELOPMENT FUND- MWALA CONSTITUENCY  
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IV. STATEMENT OF RECEIPTS AND PAYMENTS

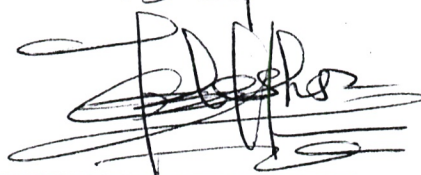
	Note	2014-2015 Kshs	2013-2014 Kshs
<b>RECEIPTS</b>			
Transfers from Other Government Entities	1	49,654,995	92,511,204
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
<b>TOTAL RECEIPTS</b>		<b>49,654,995</b>	<b>92,511,204</b>
<b>PAYMENTS</b>			
Compensation of Employees	4	1,423,139	895,697
Use of goods and services	5	835,586	53,181
Committee Expenses	6	3,726,500	3,064,514
Transfers to Other Government Units	7	8,300,000	43,306,686
Other grants and transfers	8	31,448,323	10,187,500
Social Security Benefits	9	89,920	10,800
Acquisition of Assets	10	1,446,000	5,800,000
Other Payments	11	-	543,373
<b>TOTAL PAYMENTS</b>		<b>47,269,468</b>	<b>63,859,751</b>
<b>SURPLUS/DEFICIT</b>		<b>2,385,527</b>	<b>28,651,453</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mwala CDF financial statements were approved on 28<sup>th</sup> Sept 2015 and signed by:



Chairman - CDFC

JOSEPH KIIRWA NTHIWA



Fund Account Manager

Namwambah Patrick

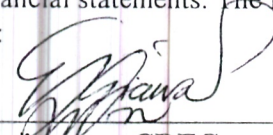


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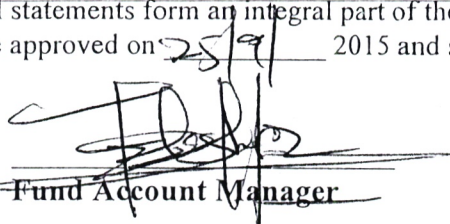
V. STATEMENT OF ASSETS

	Note	2014-2015 Kshs	2013-2014 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances (as per cash book)	12A	49,003,258	46,617,733
Cash Balances (cash at hand)	12B	-	-
Outstanding Imprests	12C	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>49,003,258</b>	<b>46,617,733</b>
<b>REPRESENTED BY</b>			
Fund balance b/fwd	13	46,617,731	17,966,280
Surplus/Deficit for the year		2,385,527	28,651,453
Prior year adjustments	14	-	0
<b>NET FINANCIAL POSITION</b>		<b>49,003,258</b>	<b>46,617,733</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mwala CDF financial statements were approved on 25/9/2015 and signed by:

  
 Chairman - CDFC

JOSEPH KIAWA NTHWA

  
 Fund Account Manager

Namwamba Patrick

**CONSTITUENCY DEVELOPMENT FUND- MWALA CONSTITUENCY**  
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**For the year ended June 30, 2015**

**VI. STATEMENT OF CASHFLOW**

		<b>2014 - 2015</b>	<b>2013 - 2014</b>
<b>Receipts for operating income</b>			
Transfers from CDF Board	1	49,654,995	92,511,204
Other Receipts	3	-	-
<b>Payments for operating expenses</b>			
Compensation of Employees	4	1,423,139	895,697
Use of goods and services	5	835,586	53,181
Committee Expenses	6	3,726,500	3,064,514
Transfers to Other Government Units	7	8,300,000	43,306,686
Other grants and transfers	8	31,448,323	10,187,500
Social Security Benefits	9	89,920	10,800
Other Payments	11	-	541,373
<b>Adjusted for:</b>			
Adjustments during the year		-	-
<b>Net cash flow from operating activities</b>		<b>3,831,527</b>	<b>34,451,453</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
		(1,446,000)	
Acquisition of Assets	10		(5,800,000)
<b>Net cash flows from Investing Activities</b>		<b>1,446,000)</b>	<b>(5,800,000)</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>2,385,527</b>	<b>28,651,453</b>
Cash and cash equivalent at BEGINNING of the year	15	46,617,731	17,966,280
Cash and cash equivalent at END of the year	16	49,003,258	46,617,733

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mwala CDF financial statements were approved on 25/9/ 2015 and signed by:

  
 Chairman CDFC

JOSEPH KIAWA NTHIWA

  
 Fund Account Manager

Namwambah Patrick



VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Transfers from CDF Board	49,654,995	46,617,731	96,272,726	96,272,726		100%
Proceeds from Sale of Assets						
Other Receipts						
<b>PAYMENTS</b>						
Compensation of Employees	2,229,368	430,000	2,659,368	1,423,139	1,236,229	54%
Use of goods and services	1,520,000	160,000	1,680,000	835,586	844,414	50%
Committee Expenses	4,400,000	2,545,909	6,985,909	3,726,500	3,259,409	53%
Transfers to Other Government Units	10,523,627	8,739,156	19,262,783	8,300,000	10,962,783	43%
Other grants and transfers	29,500,000	33,172,666	62,672,666	31,448,323	31,224,343	50%
Social Security Benefits	92,000	70,000	162,000	89,920	72,080	56%
Acquisition of Assets	1,350,000	1,500,000	2,850,000	1,446,000	1,404,000	51%
Other Payments	-	-	-	-	-	0%
<b>TOTALS</b>	<b>49,654,995</b>	<b>46,617,731</b>	<b>96,272,726</b>	<b>47,269,468</b>	<b>49,003,258</b>	<b>49%</b>

(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. Xxxx
- ii. Xxxx
- iii. Xxxx
- iv. Xxxx
- v. Xxxx

The MWALA CDF financial statements were approved on 25/9/ 2015 and signed by:

  
Chairman CDF

JOSEPH KIAWA NTHIWA

  
Fund Account Manager

Namwambah Patrick



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

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**I. SIGNIFICANT ACCOUNTING POLICIES**

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

**1. Statement of compliance and basis of preparation**

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the CDF and all values are rounded to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the CDF.

**2. Recognition of revenue and expenses**

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

**3. In-kind contributions**

In-kind contributions are donations that are made to the CDF in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the CDF includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

**4. Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

## **CONSTITUENCIES DEVELOPMENT FUND – MWALA CONSTITUENCY**

### **Reports and Financial Statements**

**For the year ended June 30, 2015**

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#### **SIGNIFICANT ACCOUNTING POLICIES (Continued)**

##### **5. Pending bills**

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as ‘memorandum’ or ‘off-balance’ items to provide a sense of the overall net cash position of the CDF at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

##### **6. Budget**

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

##### **7. Comparative figures**

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

##### **8. Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2015.



**CONSTITUENCIES DEVELOPMENT FUND – MWALA CONSTITUENCY**  
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**II. NOTES TO THE FINANCIAL STATEMENTS**

**1.1.1.1.1.1.1 TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2014 - 2015	2013 - 2014
		Kshs	Kshs
<b>Normal allocation</b>			
	2013/2014/822	39,154,995	52,856,209
	2013/2014/730	10,000,000	2,000,000
		500,000	37,654,995
			0
			0
			0
			0
<b>TOTAL</b>		<b>49,654,995</b>	<b>92,511,204</b>

**1.1.1.1.1.1.2 PROCEEDS FROM SALE OF ASSETS**

	2014 – 2015	2013 – 2014
	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		
<b>Total</b>		

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

## NOTES TO THE FINANCIAL STATEMENTS (Continued)

**1.1.1.1.1.1.3 OTHER RECEIPTS**

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

**1.1.1.1.1.1.4 COMPENSATION OF EMPLOYEES**

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Basic wages of contractual employees	1,371,314	895,697
Basic wages of casual labour	-	-
<b>Personal allowances paid as part of salary</b>	<b>-</b>	<b>-</b>
House allowance	-	-
Transport allowance	9,300	-
Leave allowance	-	-
Gratuity	42,525	-
Other personnel payments	-	-
	-	-
<b>Total</b>	<b>1,423,139</b>	<b>895,697</b>



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.5 **USE OF GOODS AND SERVICES**

	2014 - 2015	2013 – 2014
	Kshs	Kshs
Utilities, supplies and services	92,532	53,181
Communication, supplies and services	6,960	-
Domestic Travel	11,500	-
Printing, advertising and information supplies & services	-	-
Fuel & Lubricants	120,000	-
Training expenses	-	-
Hospitality supplies and services	433,139	-
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	83,545	-
Other operating expenses	80,100	-
Routine maintenance – vehicles and other transport equipment	7,810	-
Routine maintenance – other assets	-	-
<b>Total</b>	<b>835,586</b>	<b>53,181</b>

**TOTAL**

1.1.1.1.1.1.6 **COMMITTEE EXPENSES**

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Committee allowances	2,696,500	-
Other committee expenses	1,030,000	3,064,514
<b>Total</b>	<b>3,726,500</b>	<b>3,064,514</b>

**CONSTITUENCIES DEVELOPMENT FUND – MWALA CONSTITUENCY**

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**For the year ended June 30, 2015**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**1.1.1.1.1.1.7 TRANSFER TO OTHER GOVERNMENT ENTITIES**

<b>Description</b>	<b>2014 - 2015</b>	<b>2013 - 2014</b>
	<b>Kshs</b>	<b>Kshs</b>
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	2,050,000	-
Transfers to secondary schools (see attached list)	4,850,000	43,306,686
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	1,400,000	-
<b>-TOTAL</b>	<b>8,300,000</b>	<b>43,306,686</b>

**1.1.1.1.1.1.8 OTHER GRANTS AND OTHER PAYMENTS**

	<b>2014 - 2015</b>	<b>2013 - 2014</b>
	<b>Kshs</b>	<b>Kshs</b>
Bursary – secondary schools (see attached list)	210,000	8,506,000
Bursary – tertiary institutions (see attached list)	3,894,000	-
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	1,758,657	1,681,500
Water projects (see attached list)	8,375,000	-
Agriculture projects (see attached list)	5,700,000	-
Electricity projects (see attached list)	-	-
Security projects (see attached list)	1,742,000	-
Roads projects (see attached list)	7,100,000	-
Sports projects (see attached list)	1,000,000	-
Emergency projects (see attached list)	1,568,666	-
Other Projects (see attached list)	100,000	-
<b>Total</b>	<b>31,448,323</b>	<b>10,187,500</b>

**1.1.1.1.1.1.9 SOCIAL SECURITY BENEFITS**

	<b>2014 - 2015</b>	<b>2013 - 2014</b>
	<b>Kshs</b>	<b>Kshs</b>
Employer contribution to NSSF	89,920	10,800
<b>Total</b>	<b>89,920</b>	<b>10,800</b>



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.1.10 ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2014 - 2015	2013 - 2014
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	5,800,000
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	1,446,000	-
Purchase of Specialised Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
<b>Total</b>	<b>1,446,000</b>	<b>5,800,000</b>





**CONSTITUENCIES DEVELOPMENT FUND – MWALA CONSTITUENCY**

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

**12B: CASH IN HAND**

	2014 - 2015 Kshs	2013 – 2014 Kshs
Location 1		
Location 2		
Location 3		
Other Locations (specify)		
<b>Total</b>		

**[Provide cash count certificates for each]**

**12C: OUTSTANDING IMPRESTS**

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs

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

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**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

**13. BALANCES BROUGHT FORWARD**

	2014 - 2015 Kshs	2013 - 2014 Kshs
Bank accounts	46,617,731	17,966,280
Cash in hand		-
Imprest	-	-
<b>Total</b>	<b>46,617,731</b>	<b>17,966,280</b>

[Provide short appropriate explanations as necessary]

**14. PRIOR YEAR ADJUSTMENTS**

	2013 - 2014 Kshs	2012 - 2013 Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>-</b>	<b>-</b>



**CONSTITUENCIES DEVELOPMENT FUND – MWALA CONSTITUENCY**  
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**15. OTHER IMPORTANT DISCLOSURES**

**15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

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

**15.2: PENDING STAFF PAYABLES (See Annex 2)**

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

**15.3: OTHER PENDING PAYABLES (See Annex 3)**

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

**NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)**

**Reports and Financial Statements**

**For the year ended June 30, 2014 (Kshs'000)**

**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

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



**NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)**  
**Reports and Financial Statements**  
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**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		
<b>Senior Management</b>							
1.							
2.							
3.							
<b>Sub-Total</b>							
<b>Middle Management</b>							
4.							
5.							
6.							
<b>Sub-Total</b>							
<b>Unionisable Employees</b>							
7.							
8.							
9.							
<b>Sub-Total</b>							
<b>Others (specify)</b>							
10.							
11.							
12.							
<b>Sub-Total</b>							
<b>Grand Total</b>							

**NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)**

**Reports and Financial Statements**

**For the year ended June 30, 2014 (Kshs'000)**

**ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES**

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



**NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)**  
**Reports and Financial Statements**  
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**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

<b>Asset class</b>	<b>Historical Cost (Kshs) 2014/15</b>	<b>Historical Cost (Kshs) 2013/14</b>
Land		
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		
<b>Total</b>		

