

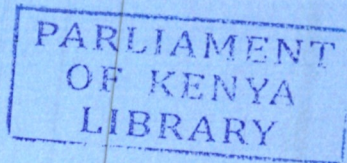
REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

OF



THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
NDHIWA CONSTITUENCY

FOR THE YEAR ENDED

30 JUNE 2017



NATIONAL ASSEMBLY
PAPERS LAID

DATE: 05 DEC 2018

DAY

wednesday

TABLED
BY:

Hon. Aden Duale, M.P.
Leader of Opposition Party

CLERK-AT
THE-TABLE:

Rachel Kaim - Principal
Clerk Assistant



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND
NDHIWA 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)



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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The *National Government Constituencies Development Fund (NGCDF)* was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013. The *National Government 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 *National Government 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 *NDHIWA Constituency's* day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)
- ii. National Government Constituency Development Fund Committee (NGCDFC)

(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:

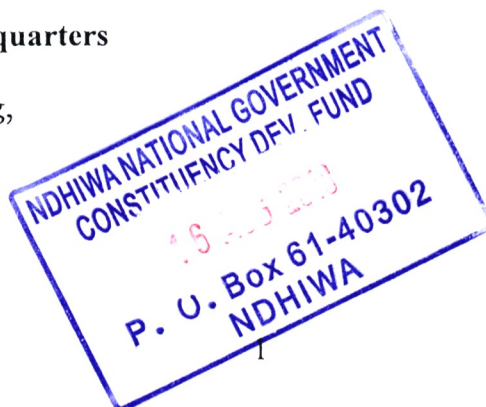
No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Kennedy Chacha
3.	Accountant	Meshack Amayo
4.		

(d) Fiduciary Oversight Arrangements

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

(e) NDHIWA CDF Headquarters

NGCDF Office Building,
P.O Box 61-40302,
Ndhiwa.
HomaBay County.



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
Reports and Financial Statements
For the year ended June 30, 2017

(f) NDHIWA NGCDF Contacts

Telephone: +254 (0) 722 471 936
E-mail: cdfndhiwa@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NDHIWA NGCDF Bankers

1. Co-operative Bank
P.O Box 228 - 40302
Ndhiwa, Kenya.

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. FORWARD BY THE CHAIRMAN NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND COMMITTEE (NGCDFC)

The NGCDFCs wish to have in summary the budget performance against actual amounts for current year based on economic classification and programmes. The NGCDF have improved the Education and Security infrastructures of NDHIWA.

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

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



CHAIRMAN CDFC



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
Reports and Financial Statements
For the year ended June 30, 2017

III. STATEMENT OF NGCDF 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 NDHIWA National Government Constituency Development Fund is responsible for the preparation and presentation of the NDHIWA NGCDF financial statements, which give a true and fair view of the state of affairs of the NDHIWA NGCDF 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 NGCDF; (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 NGCDF; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

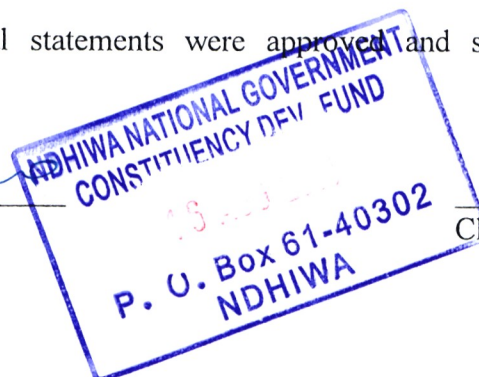
The Accounting Officer in charge of the NDHIWA NGCDF accepts responsibility for the NGCDF's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NGCDF's financial statements give a true and fair view of the state of NGCDF's transactions during the financial year ended June 30, 2017, and of the NGCDF's financial position as at that date. The Accounting Officer charge of the NDHIWA NGCDF further confirms the completeness of the accounting records maintained for the NGCDF, which have been relied upon in the preparation of the NGCDF's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NDHIWA NGCDF confirms that the NGCDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NGCDF'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 NGCDF'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 NGCDF's financial statements were approved and signed by the Accounting Officer on 30.9 2017.


Fund Account Manager




Chairman NGCDFC

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 THE NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - NDHIWA 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 – Ndiwa Constituency set out on pages 5 to 33, 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 – Ndiwa 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 Constituency 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. Inaccuracy of the Financial Statements

1.1 Schedules Variances

The following differences were noted between financial statement and schedules supporting the accounts:

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

Item	Financial Statement Balance (Kshs)	Schedule Balance (Kshs)	Variance (Kshs)
Compensation of Employees	3,812,417	3,611,738	200,679
Use of goods and services	4,566,760	1,990,640	2,576,120
Other payments	2,739,460	3,829,960	1,090,500

The financial statements and schedules to the accounts figure therefore differs contrary to Section 100 of the Public Finance Management Regulation 2015 which stipulates that Accounting Officers shall keep in all offices concerned with receiving cash or making payments a cash book showing the receipts and payments and shall maintain such other book and register as may be necessary for the proper maintenance and production of accounts of the vote for which he or she is responsible.

Consequently, the accuracy and status of balances of the financial statements as presented for the year ended 30 June 2017 could not be confirmed.

1.2 Unreconciled Cash Book

Included in the financial statements under Note V is statement of assets which includes financial assets out of which cash and cash equivalents reflects bank balances of Kshs.539,584. However, payments in bank statement not yet recorded in cash book of Kshs.471,516 comprised of mainly bank commissions relating to the period from July 2013 to August 2016 and have not been record in the cash book. This is contrary to Section 39(1) of the National Government Constituencies Development Fund Act, 2015 which stipulates that an accurate record of all disbursements made for projects to every constituency shall be kept and updated every month.

Consequently, accuracy of the cash and cash equivalents balance of Kshs.539,584 could not be confirmed and the Fund breached the law.

1.3 Trial Balance

During the year under review, it was noted that the Fund availed a trial balance which have unreconciled difference of Kshs.995,755 between the debit totals of Kshs.91,477,792 and the credit totals of Kshs.90, 482,038. Hence, the accuracy of the balances posted in the financial statements could not be ascertained contrary to Section 39(1) of the National Government Constituencies Development Fund Act, 2015 which stipulates that an accurate record of all disbursements made for projects to every constituency shall be kept and updated every month.

Consequently, the accuracy of the financial statements could not be confirmed.

2. Use of Goods and Services

Included in the statement of receipts and payments under Note 5 is use of goods and services of Kshs.4,566,760 which includes purchases of goods and services for various items totalling Kshs.951,060 and not accounted for. This contravenes Section 184 (I) of

the Public Finance Management Regulations that states that all receipts and payment vouchers of public moneys shall be properly supported by the appropriate authority and regulations.

Consequently, the propriety of the expenditure of Kshs.951,060 could not be confirmed.

3. Construction of Roads

Included in the financial statements under Note 7 is other grants and other payments of Kshs.68,633,277 which includes roads projects of Kshs.21,329,537 while the approved amount was Kshs.19,500,000 resulting to over expenditure of Kshs.1,829,537. However, the construction of such roads was devolved to the county governments and therefore the involvement of Fund's resources in the construction was unlawful and unprocedural. The roads budgeted and worked on were Kobodo-Kidoi-Kodiera Road Kshs.5,500,000, Kowuonda - Oriya Road Kshs.3,000,000, Ogango - Pala Road Kshs.5,000,000 and Manywanda - Koome - Mirogi Road Kshs.6,000,000. Physical verification conducted on 18 and 19 April 2018 indicated that though the works appeared to have been done, sections of the roads were already destroyed and impassable. The Fund therefore contravened Section 35 (2) which stipulates that the list of projects submitted for funding comply with the provisions of the National Government Constituencies Development Fund Act and their total cost does not exceed the allowable ceiling for the particular constituency and Section 24 (a) of the National Government Constituencies Development Fund Act, 2015 which states that a project under this Act shall only be in respect of works and services falling within the functions of the National Government under the constitution.

Consequently, the management were in breach of the law and propriety of the expenditure of Kshs.1,829,537 could not be confirmed.

4. Installation of Faulty Solar Lights

Included in the financial statements under Note 7 is other grants and other payments balance of Kshs.68,633,277 which includes electricity project of Kshs.5,100,000. The projects involved erection of 2 single arm solar flood lights in Obera, Bishop Ochiel Nyagidha Girls, Rambusi, Mirogi Boys, Ratanga Boys, Magina Girls and Rapedhi Mixed Secondary Schools each at Kshs.585,700.

Physical verification at Mirogi Boys, Ratanga Boys and Rapedhi Mixed on 18th and 19th April 2018 revealed that the solar flood lights are not operational and barely functioned for one month upon installation.10% of the contract sum was not also retained to cover for defects contrary to Section 37 of the National Government Constituencies Development Fund Act, 2015 which stipulates that all works and services relating to projects under this Act shall be procured in accordance with the provisions of the Public Procurement and Assets Disposal Act, 2015 under section 151(2) D and H, (d) which stipulates that there is right quality and within the time frame required, (h) ensure that the contract is complete, prior to closing the contract file including all handover procedure, transfer of title if need be and that the final retention payment has been made.

Consequently, the Fund breached the law and the schools did not get value for money.

5. Unspent funds

Included in the financial statements under note VII is summary statement of appropriation which includes adjustments of Kshs.9,085,486 of which the management did not submit new proposals for the unspent funds at the end of 2015/2016 financial year to the Board for approval. This contravenes Section 26(1) of the National Government Constituencies Development Fund Act, 2015 which provides that constituencies with unspent funds at the end of the financial year shall submit new proposals to the Board for approval in accordance with Section 31 of this Act.

Consequently, the Fund breached the law

6. Unsupported Project Managements Committees Bank Statement Returns

Included in the financial statements under note 6 is transfer to other government entities of Kshs.11,597,500 which includes Kshs.3,100,000 transferred to seven (7) projects during the year under review. Project implementation Committees did not avail bank statements for audit verification. Section 10 of National Government Constituencies Development Fund Act, 2015 on books of accounts to be kept, states that the sums set aside under Section 8 and 9 shall be properly accounted for and proper books of accounts shall be kept and returns made to the Constituency Committee for the constituency on how the sum has been used and Section 15(d) states that Project Implementation Committees shall prepare returns and file them with the Constituency Committee.

Consequently, the propriety of the expenditure of Kshs.3,100,000 could not be confirmed and the Project Management Committees breached the law.

7. Uncompleted Kodiera Health Centre

Included in the financial statements under Note 6 under transfer to other government entities is transfers to health institutions of Kshs.400,000. However, examination of payment vouchers and other related documents revealed that the Fund allocated Kshs.400,000 for completion of Kodiera Dispensary. Physical verification on 18 April 2018 revealed that the dispensary is not operational and is approximately 60% complete. Health being devolved function and it is not clear how Ndhiwa NG-CDF will hand over the Health Centre without involvement of the County Government. Section 24 (a) of the National Government Constituencies Development Fund Act, 2015 states that projects shall only be in respect of works and services falling within the functions of the National Government under the Constitution.

Consequently, the Fund breached the law.

8. Emergency Funds

Included in the financial statements under Note 7 is other grants and other payments of Kshs.68,633,277 which includes emergency projects of Kshs.6,048,600 out of which Kshs.4,091,500 were spent on casual wages, procurement of fuel, and grading of roads. However, the activities appear not to be urgent and unforeseen and therefore

emergency funds should not have been involved. This contravenes Section 8(3) of the National Government Constituency Development Fund Act, 2015 that states that emergency shall be construed to mean an urgent and unforeseen need for expenditure for which it is in the opinion of the committee that it cannot be delayed until the next financial year without harming the public interest of constituents.

Consequently, the Fund breached the law.

9. Prior Year Issues

During the year under review, it was observed that the Fund did not resolve all the issue recommended by the auditor as progress on follow-up of auditor's recommendations contrary to Public Sector Accounting Standards Reporting Template requirement. The Fund therefore breached the reporting requirements.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund - Ndhiwa 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 judgement, are of most significance in the audit of the financial statements. Except for the matters described 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. Budget Analysis

Analysis of the budget, revealed a drop in the budget by Kshs.47,297,331. Whereas the 2015/16 budget was Kshs.129,193,883, while the year under review it is Kshs.81,896,552.

No explanation was provided by management on such a significant 37% budget drop.

The following variances were also noted between the budget and actual figures for the year under review;

Item	Budget (Kshs)	Actual (Kshs)	Variance (Kshs)
Other payments	0	2,739,460	2,739,460
Health	0	500,000	500,000
Water	0	400,00	400,000
Administration	4,913,973	8,379,177	3,465,204
Monitoring and Evaluation	2,456,897	0	2,456,897

Contrary to section 31(1) of the Public Finance Management Regulations, 2015 which states that the Accounting Officer shall ensure that the draft estimates relating to her or his department are prepared in conformity with the Constitution, the Act and these Regulations. Sub-section 31:2(b) states that the estimates should be complete and accurate as possible.

Consequently, drop in the budget was detrimental to the constituency's development agenda and variances distorted the community's development priorities.

2. Failure to Implement Project- St Gabriel's Secondary School

Included in the financial statements under note 6 is transfer to other government entities of Kshs.11,597,500 which includes transfers to secondary schools of Kshs.4,800,000 out of which St Gabriels Secondary School-Miranda was allocated Kshs.4,000,000 for purchase of school bus in the financial year under review. A quotation from General Motors East Africa Limited reflected that the bus was to cost Kshs.4,995,000. As at the time of the audit in April 2018 the school had not purchased the bus and the funds were not returned to the constituency account for re-allocation. This is contrary to Section 12(6) and (8) NGCDF Act 2015 which stipulate under subsection (6) that all receipts, savings and accruals to the constituency account and the balances thereof at the end of each financial year shall be returned to the Constituency Account.

Consequently, the school breached the law.

3. Labelling of Projects

During physical verification, we noted that a number of the projects for roads, schools, health centers and security places financed by Fund were not labelled as required in contrary to Section 42 of NGCDF Act, 2015 which stipulates that the Board shall ensure that no duplication of projects occur particularly where it is prudent to combine efforts on projects designed to benefit a large section of a community which traverses two or more Constituencies. To avoid possible duplication and claim of funding of projects by other government entities, National Government Constituencies Development Fund Projects should be clearly labelled.

Consequently, the Fund breached the law.

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 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 the Fund's ability to continue 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 liquidate the Fund or 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 Fund'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.

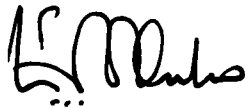
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- 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 the Fund'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 the Fund's 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 the Fund 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 the Fund 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

17 September 2018

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2016 - 2017	2015 - 2016
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	81,896,552	128,693,883
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	
TOTAL RECEIPTS		81,896,552	128,693,883
PAYMENTS			
Compensation of employees	4	3,812,417	2,849,964
Use of goods and services	5	4,566,760	8,394,770
Transfers to Other Government Units	6	11,597,500	41,820,000
Other grants and transfers	7	68,633,277	89,859,280
Acquisition of Assets	8	1,332,500	403,920
Other Payments	9	-	-
TOTAL PAYMENTS		89,942,454	143,327,934
SURPLUS/DEFICIT		(8,045,902)	(14,634,051)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NDHIWA NGCDF financial statements were approved on 30.9.2017 and signed by:


Chairman - NGCDFC



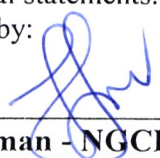

Fund Account Manager

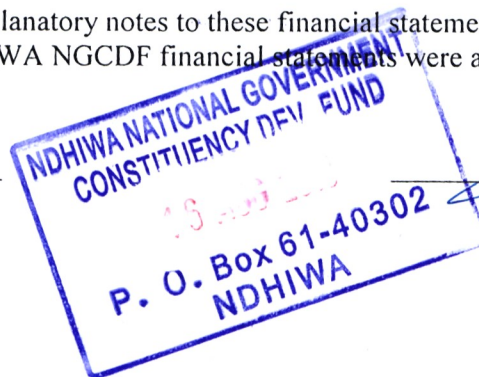
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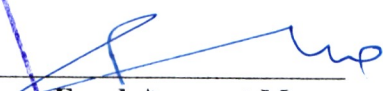
V. STATEMENT OF ASSETS

	Note	2016 - 2017	2015 - 2016
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	539,584	8,585,486
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		539,584	8,585,486
REPRESENTED BY			
Retention	12		
Fund balance b/fwd 1st July...	13	8,585,486	23,219,537
Surplus/Deficit for the year		(8,045,902)	(14,634,051)
Prior year adjustments	14	-	-
NET LIABILITIES		539,584	8,585,486

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NDHIWA NGCDF financial statements were approved on 30.9 2017 and signed by:


 Chairman - NGCDFC




 Fund Account Manager

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA

Reports and Financial Statements

For the year ended June 30, 2017

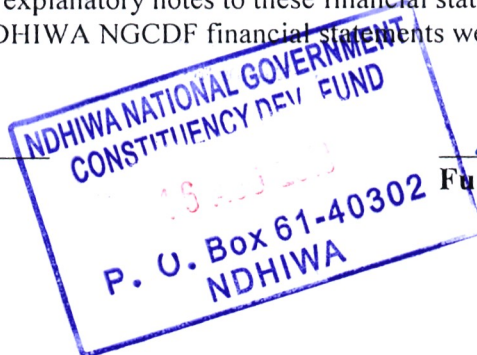
VI. STATEMENT OF CASHFLOW

Receipts for operating income		2016 - 2017	2015 - 2016
Transfers from CDF Board	1	81,896,552	128,693,883
Other Receipts	3	-	-
		81,896,552	128,693,883
Payments for operating expenses			
Compensation of Employees	4	3,812,417	2,849,964
Use of goods and services	5	4,566,760	8,394,770
Transfers to Other Government Units	6	11,597,500	41,820,000
Other grants and transfers	7	68,633,277	89,859,280
Other Payments	9	-	-
		88,609,954	142,924,014
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		(6,713,402)	(14,230,131)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	1,332,500	403,920
Net cash flows from Investing Activities		(1,332,500)	(403,920)
NET INCREASE IN CASH AND CASH EQUIVALENT		(8,045,902)	(14,634,051)
Cash and cash equivalent at BEGINNING of the year	13	8,585,486	23,219,537
Cash and cash equivalent at END of the year		539,584	8,585,486

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NDHIWA NGCDF financial statements were approved on 30.9 2017 and signed by:

Chairman NGCDFC

Fund Account Manager



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NDHIWA


Reports and Financial Statements

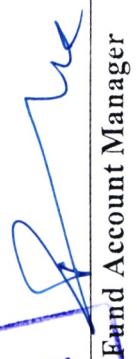
For the year ended June 30, 2017

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	81,896,552	9,085,486	90,482,038	89,942,454	500,000	98.35%
Proceeds from Sale of Assets				-	-	
Other Receipts				-	-	
TOTAL	81,896,552	9,085,486	90,482,038	89,942,454	500,000	98.35%
PAYMENTS						
Compensation of Employees	3,143,793.10	681,061	3,824,854	3,812,417	12,437	99.7%
Use of goods and services	4,226,896.55	363,325	4,590,222	4,566,760	23,462	99.5%
Transfers to Other Government Units	11,200,000	400,000	11,600,000	11,597,500	2,500	100.0%
Other grants and transfers	62,194,828	6,939,600	69,134,428	68,633,277	501,151	99.3%
Acquisition of Assets	1,131,034	201,500	1,332,534	1,332,500	34	100.0%
Other Payments		500,000	500,000	-	500,000	0.0%
TOTAL	81,896,552	9,085,486	90,982,038	89,942,454	1,039,584	98.9%

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]
 The NDHIWA NGCDF financial statements were approved on 30.9.2017 and signed by:


 Chairman NGCDF


 Fund Account Manager

GOVERNMENT OF NDHIWA NATIONAL CONSTITUENCIES DEVELOPMENT FUND
 18.03.2017
P. O. Box 61-40302 NDHIWA

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 *NGCDF* 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 *NGCDF*.

2. Recognition of revenue and expenses

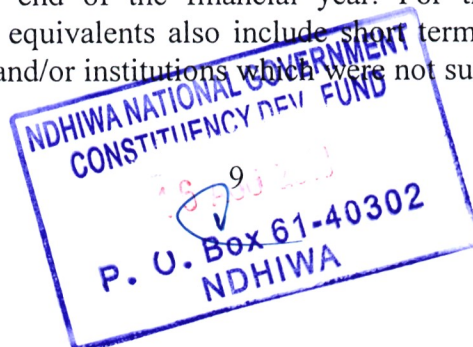
The *NGCDF* recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the *NGCDF*. In addition, the *NGCDF* recognises all expenses when the event occurs and the related cash has actually been paid out by the *NGCDF*.

3. In-kind contributions

In-kind contributions are donations that are made to the *NGCDF* 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 *NGCDF* 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 – NDHIWA
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 *NGCDF* 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 *NGCDF*'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 *NGCDF*'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 – NDHIWA

Reports and Financial Statements

For the year ended June 30, 2017

IX. NOTES TO THE FINANCIAL STATEMENTS

1.1.1.1.1.1.1 TRANSFERS FROM OTHER GOVERNMENT ENTITIES

	Description		2016 - 2017	2015 - 2016
			Kshs	Kshs
1330407	Normal Allocation	A829963	4,094,828	10,000,000
		A839613	36,853,449	10,000,000
		A855540	40,948,275	20,000,000
				24,000,000
				32,000,000
				32,693,883
	TOTAL		81,896,552	128,693,883

1.1.1.1.1.1.2 PROCEEDS FROM SALE OF ASSETS

	Description		2016 - 2017	2015 - 2016
			Kshs	Kshs
3510202	Receipts from the Sale of Buildings		-	
3510601	Receipts from the Sale of Vehicles and Transport Equipment		-	-
3510801	Receipts from the Sale Plant Machinery and Equipment		-	
3510803	Receipts from the Sale of office and general equipment		-	
	Total		-	-



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

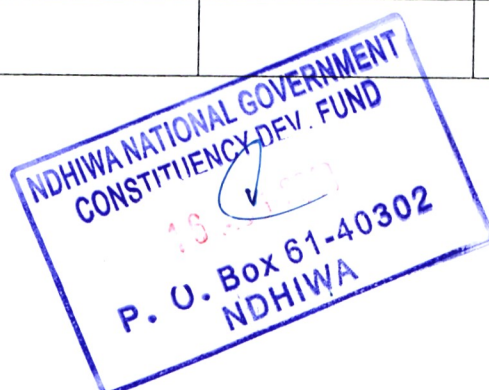
NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.3 OTHER RECEIPTS

	Description	2016 - 2017	2015 - 2016
		Kshs	Kshs
1410107	Interest Received	-	-
1410405	Rents	-	-
1420601	Interest Received	-	-
1450207	Other Receipts Not Classified Elsewhere	-	-
	Total	-	-

1.1.1.1.1.1.4 COMPENSATION OF EMPLOYEES

	Description	2016 - 2017	2015 - 2016
		Kshs	Kshs
2110201	Basic wages of contractual employees	2,824,814	2,431,084
2110202	Basic wages of casual labour	43,716	345,500
	Personal allowances paid as part of salary	-	-
2110301	House allowance	-	-
2110314	Transport allowance	-	-
2110320	Leave allowance	-	-
2110326	Other personnel payments	-	-
2120101	Employer contribution to NSSF, NHIF	223,380	73,380
2710120	gratuity	720,507	-
	Total	3,812,417	2,849,964



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NDHIWA

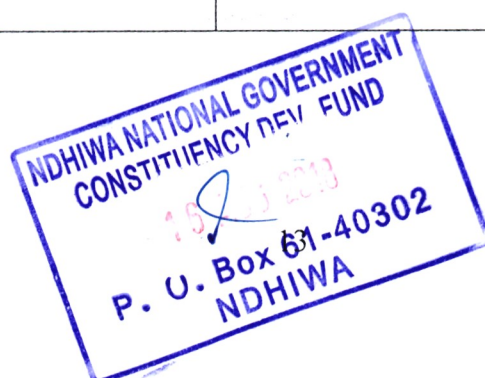
Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.5 USE OF GOODS AND SERVICES

	Description	2016 - 2017	2015 - 2016
		Kshs	Kshs
2210100	Utilities, supplies and services	66,720	23,500
2210104	Office rent	-	-
2210200	Communication, supplies and services	297,490	281,440
2210300	Domestic travel and subsistence	108,870	129,900
2210500	Printing, advertising and information supplies & services	12,040	65,400
2210600	Rentals of produced assets	-	-
2210700	Training expenses	-	-
2210800	Hospitality supplies and services	62,115	158,000
2210802	Other committee expenses	1,536,945	2,738,436
2210809	Committee allowance	1,620,200	2,843,300
2210900	Insurance costs	-	-
2211000	Specialised materials and services		73,100
2211100	Office and general supplies and services	229,960	588,734
2211200	Fuel ,oil & lubricants	298,740	673,380
2211300	Other operating expenses	57,090	183,740
2220100	Routine maintenance – vehicles and other transport equipment	187,250	233,400
2220200	Routine maintenance – other assets	89,340	402,440
		-	-
	Total	4,566,760	8,394,770



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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.6 TRANSFER TO OTHER GOVERNMENT ENTITIES

	Description	2016 - 2017	2015 - 2016
		Kshs	Kshs
2630204	Transfers to primary schools	6,397,500	18,150,000
2630205	Transfers to secondary schools	4,800,000	20,690,000
2630206	Transfers to Tertiary institutions	-	-
2630207	Transfers to Health institutions	400,000	2,980,000
	TOTAL	11,597,500	41,820,000

1.1.1.1.1.1.7 OTHER GRANTS AND OTHER PAYMENTS

	Description	2016 - 2017	2015 - 2016
		Kshs	Kshs
2640101	Bursary -Secondary	13,653,580	10,399,900
2640102	Bursary -Tertiary	8,092,500	8,404,600
2640104	Bursary-Special schools	-	-
2640105	Mocks & CAT	-	1,500,000
2640504	water	500,000	2,000,000
2640505	Other Payments	2,739,460	317,520
2640506	Electricity projects	5,100,000	6,400,000
2640507	Security	7,812,000	1,600,000
2640508	Roads	21,329,537	49,500,660
2640509	Sports	-1,827,600	663,000
2640510	Environment	1,530,000	2,548,000
2640200	Emergency Projects (specify)	6,048,600	6,525,600
	Total	68,633,277	89,859,280

NDHIWA NATIONAL GOVERNMENT
 CONSTITUENCY DEV FUND
 P. O. Box 61-40302
 NDHIWA

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NDHIWA

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.8 ACQUISITION OF ASSETS

Non-Financial Assets		2016 - 2017	2015 - 2016
		Kshs	Kshs
3110102	Purchase of Buildings	-	-
3110202	Construction of Buildings	-	-
3110302	Refurbishment of Buildings	1,131,000	-
3110701	Purchase of Vehicles	-	-
3110704	Purchase of Bicycles & Motorcycles	-	-
3110801	Overhaul of Vehicles	-	-
3111001	Purchase of office furniture and fittings	201,500	197,620
3111002	Purchase of computers ,printers and other IT equipments	-	78,900
3111005	Purchase of photocopier	-	-
3111009	Purchase of other office equipments	-	127,400
3111112	Purchase of soft ware	-	-
3130101	Acquisition of Land	-	-
	Total	1,332,500	403,920



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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.9 OTHER PAYMENTS

<i>I</i>		-	-
TOTAL		-	-

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	Account Number	2016 - 2017 Kshs (30/6/2017)	2015 - 2016 Kshs (30/6/2016)
Cooperative Bank Ndhiwa Branch, A/c No. 01141434476700	01141434476700	539,584	8,585,486
Total		539,584	8,585,486



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NDHIWA

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 (30/6/2017)	Kshs (30/6/2016)
Location 1		-	-
Location 2		-	-
Location 3		-	-
Total		-	-

11: OUTSTANDING IMPRESTS

Name of Officer		Amount Taken	Amount Surrendered	Balance (30/6/2017)
	Date imprest taken	Kshs	Kshs	Kshs
		NIL	NIL	NIL



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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. PENDING DISBURSEMENT FROM THE CDF BOARD

		2016-2017	2015-2016
Undisbursed amount		500,000	500,000
Total		500,000	500,000

13. BALANCES BROUGHT FORWARD

Bank accounts		1039584	31,879,504
Cash in hand		-	-
Imprest			-
Total		1,039,584	31,879,504

14. PRIOR YEAR ADJUSTMENTS

		2016 - 2017	2015 - 2016
Bank accounts		Kshs	Kshs
Cash in hand		-	-
Imprest		-	-
		-	-
Total		-	-



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NDHIWA

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		-	-
TOTAL		-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management		
Middle management	732,959.04	868,359.60
Unionisable employees		
Others		
	<u>732,959.04</u>	<u>868,359.60</u>

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		
	<u> </u>	<u> </u>

15.4: PMC account balances (See Annex 5)

	Kshs	Kshs
PMC account Balances (see attached list)		
	<u> </u>	<u> </u>



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	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						

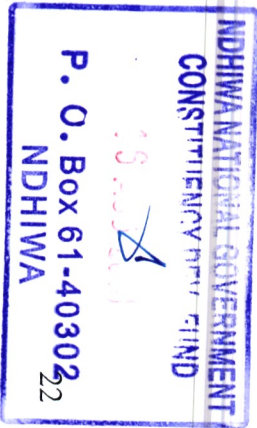


NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
Reports and Financial Statements

For the year ended June 30, 2017 (Kshs'000)

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount a	Date Payable Contracted b	Amount Paid To-Date c	Outstanding Balance 2016 d=a-c	Outstanding Balance 2014	Comments
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 CONSTITUENCY DEVELOPMENT FUND - NDHIWA
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contract ended	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
		a	b	c	d=a-c		
Senior Management							
Sub-Total							
Middle Management							
1. Dorcas Matunga	Clerk of works	251,055.36		83,685.12	167,370.24	167,370.24	To be paid October 2017
2. James O. Oyugi	Accounts assistant	215,789.76		71,929.92	143,859.84	143,859.84	To be paid October 2017
3. Mbusiro Ruth Kerioba	Secretary	226,391.76		226,391.76	150,927.84	150,927.84	To be paid October 2017
4. Joseph Abot Opiyo	Records management officer	203,100.84		203,100.84	0.00	135,400.56	All dues paid
5. Alphonse Omondi Achienge	Clerical officer	203,100.84		67,700.28	135,400.56	135,400.56	To be paid October 2017
6. Cleophas O. Omollo	Driver	203,100.84		67,700.28	135,400.56	135,400.56	To be paid October 2017
Sub-Total		1,302,539.40			732,959.04	868,359.60	
Unionisable Employees							
Sub-Total							
Others (specify)							
Sub-Total		1,302,539.40			582,031.20	868,359.60	
Grand Total							

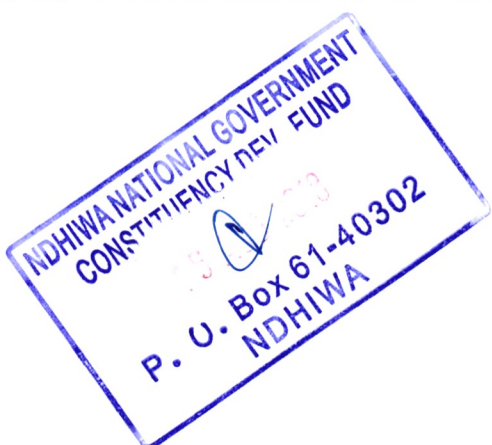
NDHIWA NATIONAL GOVERNMENT
 CONSTITUENCY DEVELOPMENT FUND
 15/06/2017
 P. U. Box 61-40302
 NDHIWA

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
 Reports and Financial Statements

For the year ended June 30, 2017 (Kshs'000)

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2016 - 2017	Historical Cost (Kshs) 2015 - 2016
Land		
Buildings and structures	13,780,000	12,649,000
Transport equipment	5,451,413	5,451,413
Office equipment, furniture and fittings	1,425,620	1,224,120
ICT Equipment, Software and Other ICT Assets	919,900	919,900
Other Machinery and Equipment	11,259,400	11,259,400
Heritage and cultural assets	0	-
Intangible assets	0	-
Total	32,836,333	31,503,833



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

ANNEX 4 –PMC BANK BALANCES AS AT 30TH JUNE 2017

FINANCIAL YEAR	PMC	BANK	BANK A/C NO	BANK BALANCE 2015/2016	BANK BALANCE 2016/2017
2015/2016	Akala Primary School	CO-OPERATIVE BANK NDHIWA	01100048365400	250.00	340.00
2015/2016	Alur Mixed Secondary School	CO-OPERATIVE BANK NDHIWA	01100076483000	2240.00	5,620.00
2015/2016	Apuche Secondary School	CO-OPERATIVE BANK NDHIWA	01129292351500	28,462.00	85,663.86
2015/2016	Arembe Primary School	CO-OPERATIVE BANK NDHIWA	01100433168600	0.00	0.00
2015/2016	Arina Primary School	NDHIWA GOVERNMENT CONSTITUENCY DEV. FUND	1100048064101	460.00	0.00
2015/2016	Ariri Primary School	CO-OPERATIVE BANK NDHIWA	1100434585200	499,780.93	590.93
2015/2016	Bishop Ochiel Nyagidha Mixed Secondary School	P.CO-OPERATIVE BANK NDHIWA	01100292885400	1,740.00	0.00
2015/2016	Bongu Girls Secondary School	CO-OPERATIVE BANK NDHIWA	1100433891300	499,256.37	0.00
2015/2016	Buche Primary School	CO-OPERATIVE BANK NDHIWA	01100048004100	3,740.00	0.00
2015/2016	Bwanda Primary School	CO-OPERATIVE BANK NDHIWA	01100048054901	860.00	0.00
2015/2016	Dago Primary School	CO-OPERATIVE BANK NDHIWA	1100048238600	2,382.02	0.00

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDDHIWA

Reports and Financial Statements

For the year ended June 30, 2017 (Kshs'000)

2015/2016	Gina Primary School	CO-OPERATIVE BANK NDDHIWA	01100048111500	44.75	0.00
2015/2016	Got Adundo Primary School	CO-OPERATIVE BANK NDDHIWA	110029226800	1,940.00	0.00
2015/2016	Got Kojowi Mixed Secondary School	CO-OPERATIVE BANK NDDHIWA	1139048239502	501,932.50	482.50
2015/2016	Got Kowiti Primary School	CO-OPERATIVE BANK NDDHIWA	01117076000900	1,843.35	1,698.75
2015/2016	Kaguria Secondary School	CO-OPERATIVE BANK NDDHIWA	01129636297500	1,276,612.85	39,791.36
2016/2017	Kanasi Primary School	CO-OPERATIVE BANK NDDHIWA	01100076033900	-440.00	-1,100.00
2016/2017	Kawere Togo Assistant Chiefs Office	CO-OPERATIVE BANK NDDHIWA	1100434961500	182.71	952.71
2016/2017	Kobodo D.O's office	CO-OPERATIVE BANK NDDHIWA	01141637050800	-	218,755
2016/2017	Kodida Primary School	CO-OPERATIVE BANK NDDHIWA	01141341365000	303.12	73,325
2016/2017	Kodiera Chief's Office	CO-OPERATIVE BANK NDDHIWA	1100434961800	2,346.00	0.00
2015/2016	Kodiera dispensary	CO-OPERATIVE BANK NDDHIWA	01120048326400	4,345.44	3,965.22
2015/2016	Kodul Primary School	CO-OPERATIVE BANK NDDHIWA	01139048232303	-	342.50
2015/2016	Kongo Primary School	CO-OPERATIVE BANK NDDHIWA	01100048039600	299,462.65	0.00
2015/2016	Kuoyo Primary School	CO-OPERATIVE BANK NDDHIWA	01100048030400	1,140.00	0.00
2015/2016	Langi Secondary School	CO-OPERATIVE BANK NDDHIWA	01100047424200	-1,240.00	0.00
2015/2016	Lwanda Kawuor Primary School	CO-OPERATIVE BANK NDDHIWA	01141048792100	962.50	1,562.00

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

2015/2016	Lwanda kobita AP houses	CO-OPERATIVE BANK NDHIWA	O1109636506900	532.50	27.50
2015/2016	Malela Primary School	CO-OPERATIVE BANK NDHIWA	O1100076028400	-	680.00
2015/2016	Maroo Primary School	CO-OPERATIVE BANK NDHIWA	O1100048068500	120.00	680.00
2015/2016	Minyere Primary School	CO-OPERATIVE BANK NDHIWA	O1109047892200	499,794.00	276.00
2016/2017	Ndhiwa Hospital Primary	CO-OPERATIVE BANK NDHIWA	O1139434414201	2,442	3,942
2016/2017	Ndisi Primary School	CO-OPERATIVE BANK NDHIWA	1100048008500	1,105.00	465.00
2015/2016	Nyamware Girls Secondary School	CO-OPERATIVE BANK NDHIWA	O1100048112900	300.00	2,110.00
2016/2017	Nyarandi Primary School	CO-OPERATIVE BANK NDHIWA	O1100048071800	260.00	810.00
2015/2016	Nyarath Primary School	CO-OPERATIVE BANK NDHIWA	O1100048007900	3,615.52	0.00
2015/2016	Nyarath Secondary School	NDHIWA CO-OPERATIVE BANK CONSTITUENCY DEVELOPMENT FUND	O1139636234102	0.00	1,077.50
2015/2016	Ober Kabuoch Primary School	CO-OPERATIVE BANK NDHIWA	1100076002400	226.44	0.00
2015/2016	Ogadi Primary School	CO-OPERATIVE BANK NDHIWA	O1100048195700	1,006.00	0.00
2015/2016	Ogingo Primary School	CO-OPERATIVE BANK NDHIWA	O1100048066700	1,240.00	0.00
2016/2017	Ojode Pala Secondary School	CO-OPERATIVE BANK NDHIWA	1129048054500	14,752.75	11,987.73
2016/2017	Ojode Unga Primary School	CO-OPERATIVE BANK NDHIWA	1100048037701	740.00	56,170.00
2015/2016	Ombo Primary School	CO-OPERATIVE BANK NDHIWA	O1139048071603	0.00	2,692.75

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2015/2016	Omoya Primary School	CO-OPERATIVE BANK NDHIWA	O1100048028300	783.30	1,031.70
2015/2016	Ondati Primary School	CO-OPERATIVE BANK NDHIWA	O110048071500	3,740.00	0.00
2015/2016	Ononam Primary School	CO-OPERATIVE BANK NDHIWA	O1139292940101	0.00	1,112.50
2015/2016	Ongako Primary School	CO-OPERATIVE BANK NDHIWA	O1100076026300	1,650.00	0.00
2015/2016	Ongeng Primary School	CO-OPERATIVE BANK NDHIWA	1100076029900	169,590.00	0.00
2015/2016	Oridi Girls Secondary School	CO-OPERATIVE BANK NDHIWA	1100433410600	498,700.00	171.00
2015/2016	Osoyo Primary School	CO-OPERATIVE BANK NDHIWA	1100048112300	59,670.00	0.00
2015/2016	Ototo Secondary School	CO-OPERATIVE BANK NDHIWA	O1139047444702	4,705.00	3,435.00
2015/2016	Pap Kamanya School	CO-OPERATIVE BANK NDHIWA	1100048235300	2,860.00	220.00
2015/2016	Radienya Primary School	CO-OPERATIVE BANK NDHIWA	O1100048008300	3,740.00	0.00
2015/2016	Rairi Primary School	CO-OPERATIVE BANK NDHIWA	O1100048006400	673.73	1,686.27
2015/2016	Rakoro Primary School	CO-OPERATIVE BANK NDHIWA	O110048002800	740.00	0.00
2015/2016	Rambusi Primary School	CO-OPERATIVE BANK NDHIWA	O1139048020400	1,424.50	1,691.92
2015/2016	Ranganya Primary Secondary School	KCB, HOMABAY	1390760702		
2015/2016	Rarage Mixed Secondary School	CO-OPERATIVE BANK NDHIWA	O1100047547300	370.00	0.00
2015/2016	Rarage Primary School	CO-OPERATIVE BANK NDHIWA	O1139048008701	0.00	962.50

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND
NDHIWA
PO-OPERATIVE BANK
NDHIWA
Box 61-40302

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2015/2016	Ratanga Girls Secondary School	CO-OPERATIVE BANK NDHIWA	O1139292853700	0.00	0.00
2015/2016	Ratil Primary School	CO-OPERATIVE BANK NDHIWA	O1100048030400	1,140.00	0.00
2015/2016	Rota Primary School	CO-OPERATIVE BANK NDHIWA	O1139048009801	1,175.00	625.00
2015/2016	Saramba Primary School	CO-OPERATIVE BANK NDHIWA	O1100048057800	20.00	120.84
2015/2016	Sasi Primary School	CO-OPERATIVE BANK NDHIWA	O1100047394300	298,810.00	1,000.00
2015/2016	Sibuoche Primary School	CO-OPERATIVE BANK NDHIWA	O1100048110600	3,740.00	4,400.00
2016/2017	Sigama Primary School	CO-OPERATIVE BANK NDHIWA	O1100076030000	760.00	299,780
2016/2017	Sing'enge Primary School	NDHIWA CO-OPERATIVE BANK CONSTITUENCY DEVELOPMENT FUND	1100434815100	1,100.00	398,380.00
2016/2017	St. Gabriels Miranga Secondary School	CO-OPERATIVE BANK NDHIWA	1139076512203	3,322.50	4,003,322
2015/2016	Wayaga Secondary School	CO-OPERATIVE BANK NDHIWA	O1100076031900	3,740.00	4,400.00
2015/2016	Wikoonye-Sikwadhhi Road	CO-OPERATIVE BANK NDHIWA	O1100048234600	784.20	0.00
2015/2016	Wirakuom Primary School	CO-OPERATIVE BANK NDHIWA	O1100048036201	-3,740.00	-395.31
2016/2017	Nyamogo Girls Secondary School				
2015/2016	Boma health centre	CO-OPERATIVE BANK NDHIWA	01141636118000	5,915.00	1,115.00
2015/2016	Koga Primary School	CO-OPERATIVE BANK NDHIWA	01100076030600	3,740.00	0.00
2015/2016	Kombe Primary School	CO-OPERATIVE BANK NDHIWA	01100047920801	3,740.00	0.00

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2016/2017	Kwandiku Assist Chiefs Office	CO-OPERATIVE BANK NDDHIWA	01141636778600	-	187.50
2015/2016	Ligege Primary School	CO-OPERATIVE BANK NDDHIWA	01100047424200	-1,240.00	0.00
2015/2016	Magina Girls Secondary School	CO-OPERATIVE BANK NDDHIWA	01100047299900	0.00	0.00
2015/2016	Maranyona Primary School	CO-OPERATIVE BANK NDDHIWA	01100048024500	60,908.00	0.00
2015/2016	Mariwa Primary School	CO-OPERATIVE BANK NDDHIWA	01100048030900	301,244.00	0.00
2015/2016	Minya Primary School	CO-OPERATIVE BANK NDDHIWA	01141624698900	0.00	9,325.00
2015/2016	Mirogi Primary School	CO-OPERATIVE BANK NDDHIWA	01100076029200	-2,835.00	0.00
2015/2016	Ndhiwa Deputy County Commissioner's residence				
2015/2016	Ndhiwa Police station				
2015/2016	Ndira Kokoth Primary School				
2016/2017	North Kanykela Chiefs Office(Ongaro)	CO-OPERATIVE BANK NDDHIWA	01141636778600	0.00	187.50
2015/2016	Nyakarombe Secondary School				
2015/2016	Nyamanga Mixed Secondary School				
2015/2016	Nyandema Secondary School				
2015/2016	Nyoniang' Secondary School	CO-OPERATIVE BANK NDDHIWA	01100433169700	120,010.00	260.00
2015/2016	Ochol Primary School	CO-OPERATIVE BANK	01100048037600	-3,740.00	0.00

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			NDHIWA			
2015/2016	Ojode Pala Primary School		CO-OPERATIVE BANK NDHIWA	01100048145001	780.00	0.00
2015/2016	Okota Mixed Secondary School		CO-OPERATIVE BANK NDHIWA	01100076025200	6,260.00	3,840.00
2015/2016	Otangre Primary School		CO-OPERATIVE BANK NDHIWA	01100292930500	820.00	0.00
2016/2017	Pala Boya Primary School		CO-OPERATIVE BANK NDHIWA	01100076027500	740.00	0.00
2015/2016	Sangore Primary School		CO-OPERATIVE BANK NDHIWA	01100048026100	732.08	0.00
2015/2016	Wayara Primary School		CO-OPERATIVE BANK NDHIWA	01100048113600	143,449.00	699.48
	TOTAL					



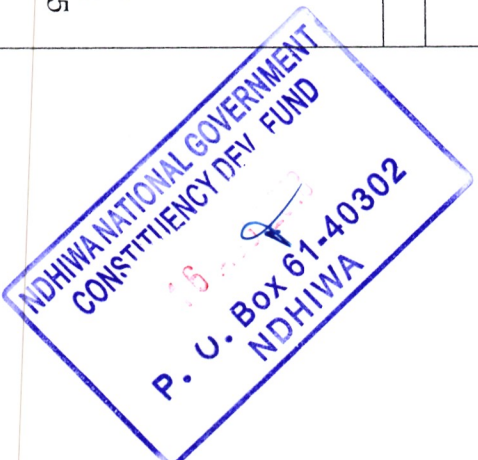
NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA
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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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 Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
KSM/NDHIWA-CDF/2014/2015(21)					
1.0	Budget implementation and performance was over absorbed of 111%	The constituency was allocated Kshs. 121,803,350 in the financial year 2014/2015, but received a total of Kshs. 122,358,350 from the CDF board. The excess of Kshs. 555,000 relates to receipt of arrears vide AIE number A750274. The bank balance at the beginning of the year amounted to Kshs. 35,474,858. The constituency spent a total of Kshs. 134,613,672 representing a budget over absorption of 11%	Kennedy Chacha Fund Account Manager	Status resolved and certificate issued by KENAO	28th Sept 2015



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
KSM/NDHI WA-CDF/2014/2015(21)					
1.1	Unrolled out projects at close of financial year 2014/15 and projects worth 16,630,000	This delay was occasioned by funds received towards close of financial year 2014/15 hence had not been utilized by the PMC	Kennedy Chacha Fund Account Manager	Funds were disbursed and utilized by the PMCs	30 th July 2015
1.2	Delay in delivery of service	The constituency allocated Kshs. 76,444,627 in the 2014/15 budget estimates towards the implementation of 109 projects. As at 30 th June 2015, the CDFC had implemented 88 projects totaling to Kshs. 68,206,930 representing an 89% absorption rate. The delay in budget execution may have occasioned unnecessary delays in service delivery especially on security and electricity projects	Kennedy Chacha Fund Account Manager	Funds disbursed in subsequent months and utilized	30 th July 2015
1.3	Unrealized benefits on	The said projects had been drilled and handed over to	Kennedy Chacha	The contractor	30 th Sept



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NDHIWA

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeline: (Put a date when you expect the issue to be resolved)
KSM/NDHIWA- CDF/2014/2015(21)	borehole drilling	the community in working condition certified by the water officer. However, vandalism was done on Lwanda borehole while Dago and Konyango borehole had dried up.	Fund Account Manager	was asked to redo the Konyango and Dago borehole. The Lwanda borehole was reported to police and action being taken	2015

Prepared by:

[Signature]

Kennedy Chacha
Fund Account Manager
NDHIWA

