



OFFICE OF THE AUDITOR-GENERAL-

28 SEP 2017

REPORT

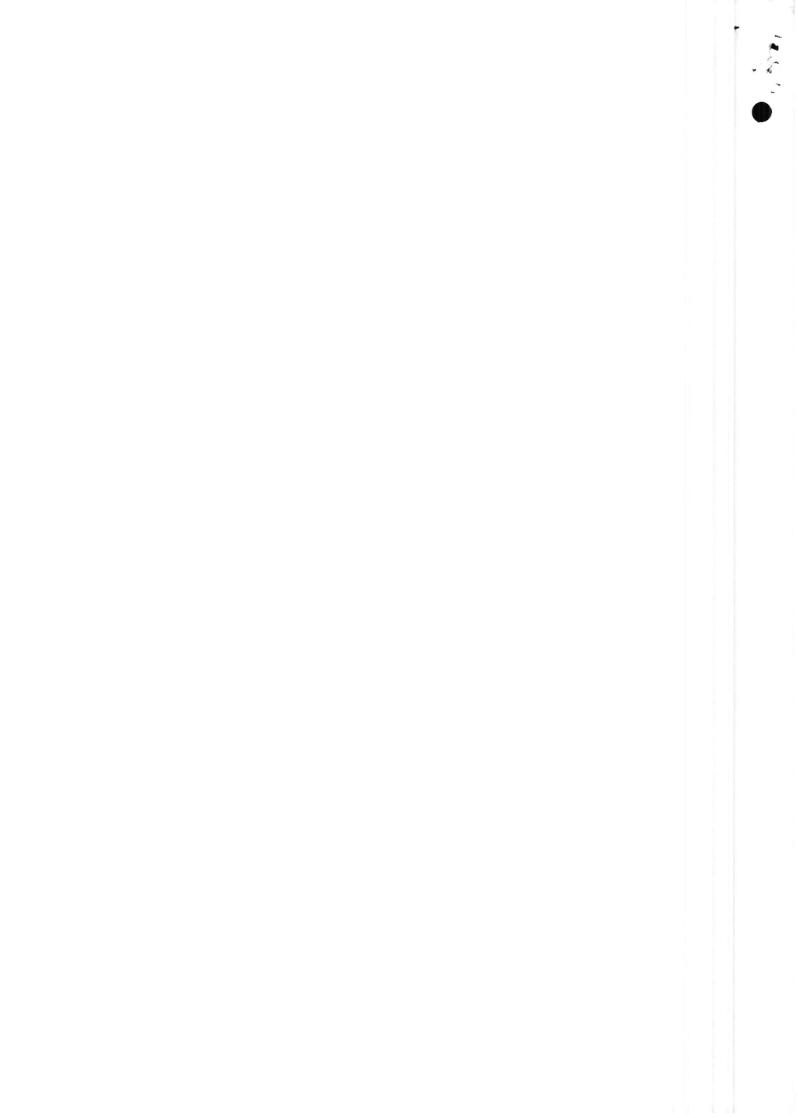
OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
TAVETA CONSTITUENCY

FOR THE YEAR ENDED 30 JUNE 2016







MOMBASA HUA

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-TAVETA CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED JUNE 30, 2016

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

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

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

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) was set up under the CDF Act, 2003 now repealed by the NG-CDF Act, 2015.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

(b) Key Management

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

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

(c) Fiduciary Management

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

Designation	Name
Accounting Officer	Yusuf Mbuno
A.I.E holder	Daniel Mwaluko
Accountant	Robert Kibet
	Accounting Officer A.I.E holder

(d) Fiduciary Oversight Arrangements

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

(e) Taveta NG-CDF Headquarters

P.O. Box. 243-80302 CDF Building TAVETA TOWN, KENYA

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

Key constituency information (continued)

(f) TAVETA NG-CDF Contacts Telephone: (254) 043-535062 E-mail: tavetacdf@cdf.go.ke

(g) Entity Bankers

Equity Bank Limited P.O. Box.305-80302 Taveta Taveta Branch A/C NO.1420262668499

(h) Independent Auditors

Auditor General
Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 00100
Nairobi, Kenya

(i) Principal Legal Adviser

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

Reports and Financial Statements

For the year ended June 30, 2016

II. FORWARD BY THE CHAIRPERSON NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND COMMITTEE TAVETA CONSTITUENCY

Taveta Constituency is one of the four constituencies in Taita Taveta County, Coast Region. During the financial year 2015/2016 we received kshs: 131,048,776 out of which kshs:25,121,499 were funds for the previous financial year. Amount owing from the NG-CDF Board is kshs: 500,000 only, our utilization of funds for the financial year stands at 98% of the total budget of kshs: 134,105,584. The NG-CDF Board should provide funds in time for 100% utilization to be achieved.

Achievements

- > Efficient disbursement of funds to projects for funds received from NG-CDF Board.
- > Phenomenal improvement of infrastructure in the education sector.
- > Improved standards of education, health and water accessibility.

Challenges

- > Erratic disbursement of funds from the NG-CDF Board affecting timely implementation of projects and absorption of trial allocation.
- > Insufficient funds for monitoring and evaluation and capacity building of various operatives.

Way forward

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

CHAIRPERSON NG-CDFC

Reports and Financial Statements

For the year ended June 30, 2016

HI.STATEMENT OF NG-CDF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the TAVETA NG-CDF is responsible for the preparation and presentation of the NG-CDF's financial statements, which give a true and fair view of the state of affairs of the NG-CDF for and as at the end of the financial year (period) ended on June 30, 2016. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the NG-CDF; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the NG-CDF; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the TAVETA NG-CDF accepts responsibility for the NG-CDF's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NG-CDF's financial statements give a true and fair view of the state of NG-CDF's transactions during the financial year ended June 30, 2016, and of the NG-CDF's financial position as at that date. The Accounting Officer charge of the TAVETA NG-CDF further confirms the completeness of the accounting records maintained for the NG-CDF, which have been relied upon in the preparation of the NG-CDF's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The NG - CDF's financial statements were approved and signed by the Accounting Officer on 26/8/2016.

Fund Account Manager

Chairperson - NG-CDFC

REPUBLIC OF KENYA

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



P.O. Box 30084-00100 NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NG-CDF) – TAVETA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Taveta Constituency set out on pages 6 to 25, which comprise the statement of financial assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows and a summary statement of appropriation – recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015.

Management's Responsibility for the Financial Statements

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

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act. 2015.

Auditor-General's Responsibility

My responsibility is to express an opinion on the financial statements based on the audit and report in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the report in compliance with Article 229(7) of the Constitution. The audit was conducted in accordance with International Standards of Supreme Audit Institutions. Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk

Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund – Taveta Constituency for the year ended 30 June 2016 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 Firm's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, I am not able to obtain sufficient appropriate audit evidence to provide a basis for an opinion.

Basis for Disclaimer of Opinion

1.0 Presentation of the Financial Statements

The financial statements for the year ended 30 June 2016 availed for audit review contained the following presentation anomalies:

- 1.1 Annex 3 to the financial statements did not provide breakdown of pending bills as required by the financial reporting template issued by the International Public Sector Accounting Standards Board.
- 1.2 Annexes 2 and 3 indicate financial years as 2014 and 2015 instead of 2015 and 2016 respectively.

Consequently, the financial statements do not comply with the presentation requirements of the Public Sector Accounting Standards Board.

2.0 Bank Balance

The statement of financial assets as at 30 June 2016 reflects a bank balance of Kshs.5,231,557. Review of the Fund's bank reconciliation statement as at 30 June 2016 revealed payments in cash book not in bank statement of Kshs.2,667,340.30, out of which Kshs.69,920 related to stale cheques and bank charges of Kshs.13,190 not included in cash book. The management has not explained the reason for non-reversal of the stale cheques and failure to account for the bank charges. Further, the subsequent bank statements showing clearance of unpresented cheques totalling Kshs.2,597,420.30 were not availed for audit verification.

Consequently, the accuracy and completeness of the bank balance of Kshs.5,231,557 as at 30 June 2016 cannot be confirmed.

3.0 Cash Balance

The statement of financial assets as at 30 June 2016 reflects nil cash balance. However, the management did not provide the respective Board of Survey Certificate for audit review.

Consequently, the accuracy and completeness of nil cash balance as at 30 June 2016 cannot be confirmed

4.0 Outstanding Imprest

The statement of financial assets as at 30 June 2016 reflects imprest balance of Kshs.88,600 which was issued to an officer on 09 May, 2007. Delay in surrendering the imprest contradicts to Section 93 of the Public Finance Management Regulations, 2015 which requires an officer with outstanding imprest to account for or surrender the same within seven (7) days of return to duty station or completion of the task for which the imprest was issued.

In the circumstance, recoverability of the un-surrendered imprest of Kshs.88,600 as at 30 June 2016 is doubtful.

5.0 Use of Goods and Services

5.1 Committee Allowances

Note 5 to the financial statements reflects Kshs.3,313,700 in respect of committee allowances but the names of the payees, nature of allowances paid and dates of payment were not availed for audit review.

Therefore it has not been possible to confirm the propriety of the expenditure.

5.2 Domestic Travel and Subsistence Allowances

Note 5 to the financial statements reflects Kshs.1,031,800 relating to domestic travel and subsistence allowance payments out of which Kshs.112,600 was not supported with invitation letters and attendance registers.

As a result, the propriety and completeness of domestic travel and subsistence allowances expenditure of Kshs.112,600 for the year under review cannot be confirmed.

6.0 Transfers from Other Government Entities

The statement of receipts and payments for the year ended 30 June 2016 reflects transfers from other government entities of Kshs.131,048,776 while records maintained

by the National Government Constituencies Development Fund Board reflects a figure of Kshs.70,000,000, resulting to a variance of Kshs.61,048,776 which the management has not explained.

As a result, the accuracy, validity and completeness of the transfers from other government entities of Kshs.131,048,776 for the year ended 30 June 2016 cannot be confirmed.

7.0 Transfers to Other Government Units

Note 6 to the financial statements reflects transfers to secondary schools totalling Kshs.15,500,000, out of which a sum of Kshs.2,000,000 was transferred to Mahoo Secondary School for construction of a multipurpose hall. The contract was awarded to a construction company at a contract sum of Kshs.6,106,310. However, records availed for audit review indicated that the Project Management Committee awarded the tender through request for quotations method instead of national open tender method, contrary to the First Schedule of the Public Procurement and Disposal (Amendment) Regulations, 2013, which sets a minimum of Kshs.4,000,000 for use of national open tender method of procurement.

Consequently, the propriety and value-for-money for Kshs.2,000,000 spent on construction of a multipurpose hall for the year ended 30 June 2016 cannot be confirmed.

8.0 Other Grants and Transfers

8.1 Bursaries to Secondary Schools

Note 7 to the financial statements reflects bursary payments totalling Kshs.4,500,000 made to secondary schools. However, documentary evidence of receipt by beneficiaries of bursaries totaling Kshs.1,182,000 was not availed for audit verification. Further, included in the bursaries figure is Kshs.229,000 re-allocated from the emergency vote but Board approval for the re-allocation was not availed for audit verification.

Consequently, the propriety of bursary payments totaling Kshs.1,411,000 for the year ended 30 June 2016 cannot be confirmed.

8.2 Bursaries to Tertiary Institutions

Note 7 to the financial statements reflects bursary payments totalling Kshs.1,500,000 made to tertiary institutions but acknowledgement letters from the institutions and receipts for bursaries amounting to Kshs.1,040,000 were not availed for audit verification.

Consequently, the propriety of bursary payments totalling Kshs.1,040,000 for the year ended 30 June 2016 cannot be confirmed.

8.3 Environment Projects

Note 7 to the financial statements reflects transfers totalling Kshs.700,000 made to environment projects. Records availed for audit review indicated that the budget was for purchase of tree seedlings for planting at Kitobo Secondary School, Kimala Irrigation Scheme, Challa Secondary School, Challa Tuhire Irrigation Scheme, Bishop John Njenga Secondary School, Lumi Secondary School, Challa Primary School, Mahoo Girls Secondary School and Rekeke Model Health Centre. Further, the records indicated that the Project Management Committee re-allocated the funds to Njoro High School, Kiwalwa Dispensary, Ngutini Secondary School, Njukuni Scheme, Kamleza Scheme and St. Norbert Primary School. However, Board approvals of the reallocations were not availed for audit verification.

Consequently, the propriety and value-for-money for the expenditure of Kshs.700,000 reported to have been incurred on purchase of tree seedlings for the year under review cannot be confirmed.

9.0 Budgetary Control and Performance

During the year under review, the Fund had a budget of Kshs.134,105,584 but incurred expenditure of Kshs.128,374,028 equivalent to 95.7% of the budget, resulting in net under-expenditure of Kshs.5,606,457 or 4.3% as shown below:

Item	Budget	Expenditure	Under Absorption	Over Expenditure	%
	(Kshs.)	(Kshs.)	(Kshs.)	(Kshs.)	
Compensation of Employees	2,218,704	1,542,320	676,384	-	30.5
Use of Goods and Services	6,065,589	5,065,608	999,981	-	16.5
Transfers to Other Government Units	95,650,000	93,650,000	2,000,000	-	2.1
Other Grants and Transfers	28,242,292	27,721,000	521,292	-	1.9
Acquisition of Assets	270,000	395,100	-	125,100	46.3
Other Payments	1,659,000	-	1,659,000	-	100.0
Total	134,105,584	128,374,028	5,731,557	125,100	

The underutilization of funds by Kshs.5,731,557 indicates that the budget was not implemented in as planned hence, delivery of goods and services to residents of Taveta Constituency was curtailed to some extent.

10.0 Implementation of Projects

The projects status report as at 30 June 2016 availed for audit review indicated that Kshs.85,250,000 was allocated to 35 projects while Kshs.83,350,000 or 97.8% was disbursed during the year under review. Further, the report indicated that cumulative disbursements totalled Kshs.241,022,966 against cumulative expenditure of Kshs.232,190,785 resulting to unspent balance of Kshs.8,832,181 or 3.7% of the budget as detailed in appendix I to this report.

Further, no funds were spent on Challa Primary School project in 2015/2016, despite the project having started in the previous year, a situation which contributed to low implementation level of 66% as at 30 June 2016. The total unspent funds amounting to Kshs.8,832,181 indicate that the Fund's projects were not implemented as planned. This impacted service delivery to the residents of Taveta Constituency negatively.

11.0 Verification of Projects

In the course of the audit, twenty (20) projects with total disbursements of Kshs.76,750,000 were inspected in the month of April 2017 and many anomalies noted as highlighted in Appendix II to this report.

As a result of the anomalies noted during the audit inspection, the propriety of expenditure totalling Kshs.76,750,000 incurred on Taveta CDF projects during the year ended 30 June 2016 cannot be confirmed.

Disclaimer of Opinion

Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the financial statements.

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

Nairobi

07 July 2017

Appendix I : Implementation of Projects

No.	Name of project	Details of the project	Amount of allocation as per approved proposal	Disbursement in 2015/2016	Cumulative disbursements (since the start) as at 30th June 2016	Expenditure in 2015/2016	Cumulative expenditure as at 30th June 2016	Unspent Amount
			(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
1.	Mahoo Primary School project	Completion of a Girls Dormitory (flooring, painting and ablution block)	2,000,000	2,000,000	7,400,000	1,000,000	7,107,135	292,865
2.	Chala primary school project	completion of two classrooms (plastering, painting and fixing doors and windows)	950,000	950,000	1,450,000	nil	500,000	950,000
3.	Lumi primary school project	completion of two classrooms (roofing, plastering, painting and fixing doors and windows)	1,000,000	1,000,000	2,000,000	1,000,000	1,846,300	153,700
4.	St. Norbert's Tangini primary School Project	construction of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
5.	Kiwalwa primary school project	Completion of administrati on block and two classrooms (painting and fixing doors and windows)	2,000,000	2,000,000	4,000,000	2,000,000	4,000,000	-
6.	Mata primary school project	Completion of administrati on block	2,000,000	2,000,000	4,000,000	2,000,000	4,000,000	-

No.	Name of project	Details of the project	Amount of allocation as per approved proposal	Disbursement in 2015/2016	Cumulative disbursements (since the start) as at 30th June 2016	Expenditure in 2015/2016	Cumulative expenditure as at 30th June 2016	Unspent Amount
			(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
		and two classrooms (painting and fixing doors and windows)						
7.	Machun gwani primary school project	Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	998,670	1,330
8.	Kitobo primary school project	Construction of two new classrooms	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	-
9.	Lessesi a primary school project	Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
10		Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
11.	Ziwani primary school project	Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
12.	Eldoro primary school project	Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
13.	Njukini primary school project	Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
14.		Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-

No.	Name of project	Details of the project	Amount of allocation as per approved proposal	Disbursement in 2015/2016	Cumulative disbursements (since the start) as at 30th June 2016	Expenditure in 2015/2016	Cumulative expenditure as at 30th June 2016	Unspent Amount
			(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
15	Ulawani primary school project	Completion of two classrooms, (plastering, flooring, painting, fixing windows and electrificati on) and toilet	1,000,000	1,000,000	2,200,000	1,000,000	1,846,000	354,000
16	Kitoghot o primary school project	(i) Completion of two classrooms (plastering, flooring, painting, fixing windows and electrificati on) (ii)Construc tion of modern Girls Toilet	1,000,000	1,000,000	2,000,000	1,000,000	1,842,970	157,030
17.	Majengo school project	Constructio n of two new classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
18.	Rekeke Primary school project	Constructio n of two new classrooms	1,500,000	1,500,000	1,500,000	1,500,000	1,499,559	441
19.		Rehabilitati on of 3 classrooms	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	-
20.		Constructio n of two new classrooms	1,500,000	1,500,000	1,500,000	1,500,000	1,498,770	1,230

No.	Name of project	Details of the project	Amount of allocation as per approved proposal	Disbursement in 2015/2016	Cumulative disbursements (since the start) as at 30th June 2016	Expenditure in 2015/2016	Cumulative expenditure as at 30th June 2016	Unspent Amount
			(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
	project							
21	Mata Second ary school project	Constructio n of two new classrooms	1,500,000	1,500,000	1,500,000	1,500,000	1,498,959	1,041
22	Second ary school project	Constructio n of two new classrooms	2,000,000	2,000,000	2,000,000	2,000,000	1,937,970	62,030
23	Second ary school project	Constructio n of two new classrooms	1,500,000	1,500,000	1,500,000	1,500,000	1,498,080	1,920
24	Eldoro Girls High school project	Constructio n of ablution block and septic Tank	1,000,000	1,000,000	1,000,000	1,000,000		1,000,000
25	Chala Second ary school project	Constructio n of two new classrooms	1,500,000	1,500,000	1,500,000	1,500,000	1,497,826	2,174
26	Bishop Njenga Second ary school project	Constructio n of twin staff houses	2,500,000	2,500,000	2,500,000	2,500,000	-	2,500,000
27		Constructio n of Multipurpos e Hall	2,000,000	2,000,000	2,000,000	2,000,000	-	2,000,000
28		Constructio n of administrati on block, lecture halls and computer lab	36,000,000	36,000,000	156,190,184	36,000,000	156,190,184	-

No.	Name of project	Details of the project	Amount of allocation as per approved proposal	Disbursement in 2015/2016	Cumulative disbursements (since the start) as at 30th June 2016	Expenditure in 2015/2016	Cumulative expenditure as at 30th June 2016	Unspent Amount
			(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
29	Chala Youth Plotech nic	Completion of Computer Lab(fixing doors and windows, flooring, painting, plastering and electrificati on	1,000,000	1,000,000	1,500,000	1,000,000	1,498,500	1,500
30	Chala Water Project	Constructio n of water tank 100m3	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	-
31	Taveta Sub County Police Division al Headqu arters project	Construction of OCPD'S Office (first floor - fixing doors and windows, plastering and painting	4,900,000	4,900,000	21,800,000	4,900,000	21,647,080	152,920
32.	Kitobo Chiefs Office Project	Constructio n of Chiefs Office and Toilet	1,200,000	nil	1,200,000	689,000	-	1,200,000
33.	Mazingir a project	purchase of tree seedlings for planting in river catchment areas and public institutions	700,000	nil	1,300,000	700,000	1,300,000	-
34.	Rekeke Model Health Centre Project	Completion of twin staff houses	1,000,000	1,000,000	3,241,391	1,000,000	3,241,391	-

No.	Name of project	Details of the project	Amount of allocation as per approved proposal	Disbursement in 2015/2016	Cumulative disbursements (since the start) as at 30th June 2016	Expenditure in 2015/2016	Cumulative expenditure as at 30th June 2016	Unspent Amount
			(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)	(Kshs)
35.	Njukini Model Health Centre Project	Completion of twin staff houses	1,000,000	1,000,000	3,241,391	1,000,000	3,241,391	-
		TOTAL	85,250,000	83,350,000	241,022,966	82,789,000	232,190,785	8,832,181

Appendix II: Verification of Projects

No.	Project Name	Details	Amount (Kshs.)		Documents not Availed/Anomalies noted
1.	Taveta Sub County Police Divisional Headquarters Project	Completion of Taveta Sub - County Police headquarters (first floor plastering and fixing doors and windows ground floor and painting	9,800,000	07/04/2017	The project tender register and tender advertisement were not availed for audit review. Further, records availed for audit review indicated that the contractor was paid Kshs.4,829,426 inclusive of 10% retention money amounting to Kshs.482,942 and 6% withholding tax amounting to Kshs.289,765.56 while another contractor was paid Kshs.4,852,920 inclusive of 10% retention money of Kshs.485,292 and 6% withholding tax of Kshs.291,175 all totalling Kshs.1,549,174,56 for the completion of second phase. A visit to the project revealed that it was complete but not yet handed over while two (2) front sliding windows had been vandalized and a third one broken.
2.	Bishop Njenga Secondary School Project	Construction of twin Staff Houses	2,500,000	11/4/2017	There were cracks on one wall and pavement.
3.	Chala Secondary School Project	Construction of two New Classrooms	1,500,000	11/4/2017	Management did not avail the Inspection and Acceptance Committee report for the project. At the time of verification, the project was complete and in use but some cracks were visible on a classroom floor.
4.	KMTC Taveta Project	Construction of Administration Block, Lecture Halls and Computer Lab	46,200,000	07/04/2017	The interim certificate availed for review did not show details of measured works, nor invoice from the contractor. The report of the Inspection and Acceptance Committee was also not availed for audit verification. Further, the amount paid to the contractor was inclusive of 10% retention money amounting to Kshs.4,412,916 and 6% withholding tax amounting to Kshs.2,647,749.66. In addition, bank statements availed for audit verification indicated withdrawals totalling Kshs.565,126 for undisclosed purposes. At the time of the project visit, no work was going on in the hostels wing. Doors and windows had not been

No.	Project Name	Details	Amount (Kshs.)	Date of Project Visit	Documents not Availed/Anomalies noted
					fitted in the administration block, six years after construction work started.
5.	Kitobo Chiefs Office Project	Construction of Chiefs Office	1,200,000	07/04/2017	The project was not labelled as funded by NG-CDF.
6.	Chala Youth Polytechnic	Completion of computer Lab (fixing doors and windows, flooring, painting, plastering and Electrification	1,000,000	11/04/2017	The bank statements and related records availed for audit review indicated that the contractor was paid Kshs.998,500 inclusive of 10% retention money of Kshs.99,850 and 6% withholding tax amounting to Kshs.59,910, all totalling Kshs.159,760. Further, the title deed for the parcel of land on which the facility stands was not availed for audit review.
7.	Njukuni Primary School	Completion of two classrooms.	500,000	11/04/2017	Classes were complete and in use. There were cracks on class floors, a window pane and door for one class had been vandalized. There were cracks on the verandah
8.	Rekeke Primary School	Construction of Two New Classrooms	1,500,000	12/04/2017	The Interim certificate of completion was not availed for audit verification. Further at the time of project inspection, the classrooms had been completed and were in use, although not handed over. Further, one side of the Classrooms had not been painted. The project was not labelled.
9.	Lotima Primary School	Rehabilitation of Three Classrooms	1,000,000	12/04/2017	Management did not avail the interim certificate of completion for audit verification. A visit to the project, revealed one door had not been fixed. The floor to one classroom had not been renovated. Further, painting and wiring work had not been done.
10.	Eldoro Primary School	Completion of two classrooms (plastering, flooring, painting, fixing windows and electrification).	500,000	12/04/2017	Project was verified and found complete and in use. However, cracks were seen on the verandah while sixty two (62) windows had missing panes.
11.	Mata Primary School	For completion of administration block and two classrooms (completion of	2,000,000	12/04/2017	The management did not avail the certificate of completion for audit verification although the project was complete and in use.

No.	Project Name	Details	Amount (Kshs.)	Date of Project Visit	Documents not Availed/Anomalies noted
		walling and roofing)			
12.	Challa Water Project	Construction of water tank 200m3.	3,000,000	11/04/2017	The amount was transferred to the project whose contract sum was Kshs.2,988,400. Records availed for audit review indicated that the contractor was paid inclusive of 10% (Kshs.298,840) in contravention of Section 55 of the NG-CDF ACT,2015.At the time of verification, the project was complete and in use.
13.	Challa Water Project	Completion of pipe laying.	1,000,000	11/04/2017	The funds were for paying off debt owed to the contractor from the previous financial year and included cost of repair of water intake destroyed by rain. However, when the project was verified, there was no evidence of pipe laying work. Further, the report of the Inspection and Acceptance Committee and completion certificates were not availed for audit review.
14.	Majengo Primary School(Emergency)	Construction of a Four-door Pit Latrine and a Shower.	650,000	11/04/2017	The payment was not supported with the Inspection and Acceptance Committee's report or bank statements showing receipt and payments availed for audit verification. A visit to the project revealed cracks on the walls although the project was complete and in use.
15.	Majengo Primary School(Re-allocated from Emergency Vote)	Construction and Completion of Two door Pit Latrines.	300,000	11/04/2017	The payment was not supported with the Report of Inspection and Acceptance Committee and Board's approval of the re-allocation. At the time of project visit, it was complete and in use.
16.	Jipe Primary School (Re-allocated form Emergency Vote)	Rehabilitation of Three Classrooms.	600,000	12/04/2017	The expenditure was not supported with certificate of completion, bank statements showing payments to contractor and Board's approval of reallocation of funds. Further, during a visit to the project, construction work on three classrooms was ongoing with plastering and painting work remaining. It was observed that doors of one classroom had been vandalized and cracks visible on the floor.
17.	Mahoo Girls Secondary School (Re-allocated from	Labour Charges for the	500,000	11/04/2017	The payment was not supported with quotations, engineer's certificate of work done and the Board's approval of

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

No.	Project Name	Details	Amount (Kshs.)	Date of Project Visit	Documents not Availed/Anomalies noted
	Emergency Vote)	Construction of the Substructure, External and Internal Walling, Roofing and Doors for the Kitchen			the re-allocation. The project was co- funded by the Economic Stimulus Programme (ESP). Work on external and internal walling, roofing and doors was complete.
18.	Njukini Model Health Centre	Completion of twin staff houses	1,000,000	12/04/2017	At the time of the audit visit, construction work was complete and the houses occupied. However, there were cracks on the verandah.
19.	Rekeke Model Health Centre	Completion of twin staff houses	1,000,000	12/04/2017	When the project was inspected, the houses were complete and occupied, although four window panes were missing.
20.	Training Institute	Completion of Workshop and lecture hall	1,000,000	14/04/2017	The funds were re-allocated from emergency vote but the Board's approval of the same and title deed for the land on which it is situated were not availed for audit verification. Further, the project was complete but not in use while cracks were visible on the verandah.
	TOTAL		76,750,000		

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

STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30TH JUNE ,2016

FUNTIFIC TEAR EMBED 30	301112 ,2010		
	Note	2015-2016	2014-2015
		Kshs	Kshs
RECEPTS			
Transfers from Other Government Entities	1	131,048,776	75,364,498
Proceeds from Sale of Assets	2	-	_
Other Receipts	3	-	-
TOTAL RECEIPTS		131,048,776	75,364,498
PAYMENTS			
Compensation of Employees	4	1,542,320	1,371,600
Use of goods and services	5	5,065,608	5,480,560
Transfers to Other Government Units	6	93,650,000	59,320,690
Other grants and transfers	7	27,721,000	15,170,000
Acquisition of Assets	8	395,100	50,000
Other Payments	9	-	_
TOTAL PAYMENTS		128,374,028	81,392,850
SURPLUS/(DEFICIT)		2,674,748	(6,028,352)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TAVETA NG-CDF financial statements were approved on 26/8/2016 and signed by:

Fund Account Manager

Chairperson – NG-CDFC

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

VI. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE, 2016

	Note	2015-2016	2014-2015
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per cash book)	10.A	5,231,557	2,556,808
Cash Balances (cash at hand)	10 B	-	-
Outstanding Imprests	11	88,600	88,600
TOTAL FINANCIAL ASSETS		5,320,157	2,645,408
REPRESENTED BY			ye.
Retention	12	-	-
Fund balance b/fwd 1 st july, 2015	13	2,645,408	8,673,761
Surplus/Deficit for the year		2,674,749	(6,028,352)
Prior year adjustments	14	-	
NET FINANCIAL POSITION		5,320,157	2,645,408

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TAVETA NG-CDF financial statements were approved on 26/8/2016 and signed by:

Fund Account Manager

Chairperson - NG-CDFC

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

VII. STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 ¹¹ JUNE, 2016			
Receipts for operating income		2015-2016	2014 - 2015
Transfers from Other Government Entities	1	131,048,776	75,364,498
Proceeds from Sale of Assets	2	•	-
Other Receipts	3	-	-
Payments for operating expenses			
Compensation of Employees	4	1,542,320	1,371,600
Use of goods and services	5	5,065,608	5,480,560
Transfers to Other Government Units	6	93,650,000	59,320,690
Other grants and transfers	7	27,721,000	15,170,000
Other Payments	9	-	-
Total cash outflow from operating activities		(127,978,928)	(81,342,850)
Adjusted for:			
Adjustments during the year			
Net cash flow from operating activities		3,069,848	(5,978,352)
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		(50.000)
Acquisition of Assets	8	(395,100)	(50,000)
Net cash flows from financing Activities		(395,100)	(50,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		2,674,748	(6,028,352)
Cash and cash equivalent at BEGINNING of the year	10A	2,645,408	8,673,760
		5 220 15(2 (45 400

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TAVETA NG-CDF financial statements were approved on 26/8/2016 and signed by:

Fund Account Manager

Cash and cash equivalent at END of the year

Chairperson NG-CDFC

10A

5,320,156

2,645,408

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

VIII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED FOR THE YEAR ENDED 30TH JUNE, 2016

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c= a+b	d	e=c-d	f=d/c %
RECEIPTS		res factorists				
Transfers from CDF Board	106,427,277	27,678,307	134,105,584	131,048,776	3,056,808	98%
Proceeds from Sale of Assets						
Other Receipts						
Total	106,427,277	27,678,307	134,105,584	131,048,776	3,056,808	98%
PAYMENTS						
Compensation of Employees	2,116,800	101,904	2,218,704	1,542,320	676,384	70%
Use of goods and services	5,863,830	201,759	6,065,589	5,065,608	999,981	84%
Transfers to Other Government Units	75,450,000	20,200,000	95,650,000	93,650,000	2,000,000	98%
Other grants and transfers	21,567,647	6,674,645	28,242,292	27,721,000	521,292	98%
Acquisition of Assets	270,000		270,000	395,100	(125,100)	146%
Other Payments	1,159,000	500,000	1,659,000	_	1,659,000	0%
TOTALS	106,427,277	27,678,307	134,105,584	128,374,028	5,731,557	98%
SURPLUS/(DEFICIT)	0	0	0	2,674,748	(2,674,748)	

(a) Provide below a commentary on significant underutilization (below 50% of utilization) and any overutilization

i. Other payment constitutes Audit fee that was not approved by NG-CDF Board and re-submission of the project has been done and preparation of strategic plan that is on going.

ii. Acquisition of assets constitutes kshs: 125,100 that was sourced from goods and services vote.

The TAVETA NG-CDF financial statements were approved on 26/8/2016 and signed by:

Chairperson NG-CDF

Fund Account Manager

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

IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of revenue and expenses

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

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

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Pending bills

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

6. Budget

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

7. Comparative figures

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

8. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2016.

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

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

70	2015-2016	2014 - 2015
Description	Kshs	Kshs
AIE NO. A796159	25,121,499	
AIE NO. A724159	10,000,000	
AIE NO. A796375	10,000,000	
AIE NO. A820649	10,000,000	
AIE NO. A820795	23,000,000	
AIE NO. A825514	16,000,000	
AIE NO. A825637	36,927,277	
AIE NO. A750386		7,300,000
AIE NO. A759539		17,821,499
AIE NO. A796648		14,072,900
AIE NO. A796877		11,048,600
AIE NO. A797043		25,121,499
TOTAL	131,048,776	75,364,498

2. PROCEEDS FROM SALE OF ASSETS

2. PROCEEDS FROM SALE OF ASSETS	2015-2016	2014 - 2015
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport		
Equipment	-	
Receipts from sale of office and general equipment	-	
Receipts from the Sale Plant Machinery and Equipment		
Total	-	

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For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

Total

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

4. COMPENSATION OF EMPLOYEES

COMPENSATION OF EMILEOTEES	2015 - 2016	2014 - 2015	
	Kshs	Kshs	
Basic wages of contractual employees	1,025,100	984,000	
Basic wages of casual labour	110,000	-	
Personal allowances paid as part of salary			
House allowance	180,000	174,000	
Transport allowance	96,000	94,000	
Leave allowance	20,000	20,000	
Gratuity	_	_	
Other personnel payments	96,000	90,000	
Employer contribution to NSSF	15,220	9,600	
Gratuity	-	· _	
Total	1,542,320	1,371,600	

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Utilities, supplies and services	83,027	43,539
Communication, supplies and services	111,800	_
Domestic travel and subsistence	1,031,800	
Printing, advertising and information supplies & services	-	
Rentals of produced assets	_	
Training expenses	_	50,000
Hospitality supplies and services	_	
Insurance costs	_	
Fuel ,oil and lubricants	28,101	-
Office and general supplies and services	163,800	563,690
Other operating expenses	4,830	24,240
Routine maintenance – vehicles and other transport equipment	80,700	801,000
Routine maintenance – other assets	140,650	
Other committee expenses	107,200	
Committee allowances	3,313,700	3,998,091
Total	5,065,608	5,480,560

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or the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFERS TO OTHER GOVERNMENT UNITS

Description	2015 - 2016	2014 - 2015
	Kshs	Kshs
Transfers to primary schools	28,950,000	11,537,931
Transfers to secondary schools	15,500,000	9,500,000
Transfers to tertiary institutions	47,200,000	33,800,000
Transfers to health institutions	2,000,000	4,482,759
TOTAL	93,650,000	59,320,690

7. OTHER GRANTS AND TRANSFERS

	2015 - 2016	2014- 2015
	Kshs	Kshs
Bursary – secondary schools	4,500,000	4,460,000
Bursary – tertiary institutions	1,500,000	1,540,000
Bursary – special schools		
Mock & CAT		
Water projects	4,000,000	4,000,000
Agriculture projects		
Electricity projects		
Security projects	11,000,000	_
Roads projects		
Sports projects		
Environment projects	700,000	600,000
Emergency projects	6,021,000	4,570,000
Total	27,721,000	15,170,000

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets	2015 - 2016	2014 - 201
A PART A PART AND A PA	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		_
Refurbishment of Buildings		
Purchase of Vehicles and Other Transport Equipment		
Overhaul of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment	195,100	
Purchase of ICT Equipment, Software and Other ICT Assets	200,000	50,000
Purchase of Specialized Plant, Equipment and Machinery		
Rehabilitation and Renovation of Plant, Machinery and Equip.		
Acquisition of Land		
Acquisition of Intangible Assets		
Total	395,100	50,000

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For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

	2015 - 2016	2014 - 2015
	Kshs	Kshs
	-	_
Total	-	-

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2015 - 2016	2014 - 2015
	Kshs	Kshs
Equity Bank, A/C NO. 1420262668499- Taveta Branch	5,231,557	2,556,808
KCB, A/C NO. 1103904892 – Taveta Branch	-	-
Total	5,231,557	2,556,808

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for the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10B: CASH IN HAND

		2015 - 2016 Kshs	2014 - 2015 Kshs
Location	1	-	-
Location	2	-	-
Location	3	-	
Other Lo	cations (specify)	-	-
	-		
Total		-	

11: OUTSTANDING IMPRESTS

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
Francis Kimotho	09/05/2007	88,600	-	88,600
Total		88,600		88,600

12. Retention

Supplier / Contrac	tor	PV No.	2015-2016	2014-2015
			Kshs	Kshs
	9 9			-
Total				

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-TAVETA

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For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Bank accounts	2,556,808	8,585,161
Cash in hand		_
Imprest	88,600	88,600
Total	2,645,408	8,673,761

14. PRIOR YEAR ADJUSTMENTS

	2015 - 2016	2014 - 2015
	Kshs	~~ .
Bank accounts		
Cash in hand		
Imprest	88,600	88,600
Total	88,600	88,600

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

XI. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2015 - 2016 Kshs	2014 - 2015 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		-	-
Unionisable employees		-	-
Others (specify)	***************************************	-	-
			_

15.3: OTHER PENDING PAYABLES (See Annex 3)

	Kshs	Kshs
Amounts due to other Government entities (see attached list)	-	18,200,000
Amounts due to other grants and other transfers (see attached list)	-	6,421,499
Others (Audit fee)	500,000	500,000
	500,000	25,121,499

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

ANNEX 3 – PENDING PAYABLES OTHER PAYMENTS

NO	NAME OF PROJECT	AMOUNT
1	AUDIT FEE	500,000
	TOTAL	500,000

Reports and Financial Statements

For the year ended June 30, 2016

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	С	d=a-c		
Construction of buildings						
1.	1			-		
2.						
3						· · · · · · · · · · · · · · · · · · ·
Sub-Total			CHARLES			All the control of th
Construction of civil works						
4.	, 1					
5.						
6. Sub-Total				N		
Supply of goods						
7.						
8.						
9. Sub-Total			115			And the state of t
Supply of services	1 1					
10.						
11.						
12.						
Sub-Total						(中央)中国的第三人称形式
Grand Total			一种 大学	3551		

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

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	Compents V
			a	b	С	d=a-c		
Senior Management	Salas Para Salas							
1.								
2.								
3.								
	Sub-Total							
Middle Management								
4.								
5.							-	
6.			1		-			
	Sub-Total	数据 机流流						
Unionisable Employees							-	
7.								
8.	· · · · · · · · · · · · · · · · · · ·							
9.	a					-		
	Sub-Total			A. Janes and Market				
Others (specify)								
10.								
11.								
12.								
	Sub-Total							Activities and activities activities and activities activities and activities activities and activities activities activities and activities activi
	Grand Total					<u> </u>		1000年10月日本公司第二十二十二十二十二十二十二十二十二十二十二十二十二十二十二十二十二十二十二十

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For the year ended June 30, 2016

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

		Contracted	To-Date	2015	Balance 2014	Comments
Amounts due to other Government entities	a	ь	С	d=a-c		
1. 2. 3.						
Sub-Total Amounts due to other grants and other transfers		2.1 47				
4. 5. 6.						
Sub-Total Sub-Total						
Others (specify) 7. 8.						
9. Sub-Total Grand Total						

Reports and Financial Statements

For the year ended June 30, 2016

ANNEX 4 - SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost	Historical Cost
	(Kshs)	(Kshs) 2014/2015
	2015/2016	2014/2013
Land	-	-
Buildings and structures	6,000,000	6,000,000
Transport equipment	3,300,000	3,300,000
Office equipment, furniture and fittings	473,336	278,236
ICT Equipment, Software and Other ICT Assets	417,000	217,000
Other Machinery and Equipment	7,220,600	7,220,600
Heritage and cultural assets	-	
Intangible assets		
Total	17,410,936	17,015,836