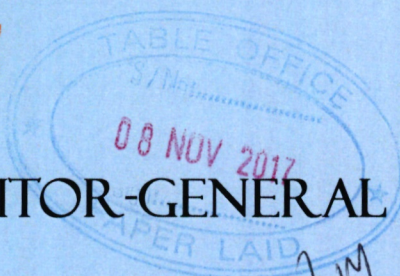


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Paper laid by bwm
Wednesday 8/11/17
Afternoon sitting
Agh*

REPORT

PARLIAMENT
OF KENYA
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THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE 2016**



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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
TURBO CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2016**

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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –
TURBO CONSTITUENCY**

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

Table of Content	Page
I. Key Constituency Information And Management.....	1
li. Forward By The NGCDFC Chairperson.....	3
lii. Statement Of NGCDF Management Responsibilities.....	4
Iv Statement Of Receipts And Payments.....	5
V. Statement Of Assets.....	6
Vi. Statement Of Cashflow.....	7
Vii. Summary Statement Of Appropriation: Recurrent And Development Combined.....	8
Viii. Significant Accounting Policies.....	9
Ix. Notes to the Financial Statements.....	11

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TURBO
CONSTITUENCY**

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

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The Constituencies Development Fund (CDF) was set up under the CDF Act, 2003 now repealed by the NGCDF Act, 2015.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 Constituencies Development Fund. The objective of the fund is to ensure that specific portion of the national annual budget is devoted to the constituency for the purposes of infrastructural development, wealth creation and in the fight against poverty at the constituency level.

(b) Key Management

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

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

(c) Fiduciary Management

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

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Rotich Edwin
3.	Accountant	Michael Munene

(d) Fiduciary Oversight Arrangements

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

KVDA PLAZA
4th Floor
P.O Box 10894-30100
ELDORET

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TURBO
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

TURBO NG-CDF Contacts

Telephone: (254) 0721965454

E-mail: turbo@cdf.go.ke

Website: www.go.ke

(f) TURBO NGCDF Bankers

1. Cooperative Bank- Eldoret west Branch
P.O Box 2220-30100
ELDORET

(g) Independent Auditors

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

(h) Principal Legal Adviser

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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TURBO
CONSTITUENCY**

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

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

This report and financial statement represents the financial position of TURBO constituency for the financial year 2015/16. It lays down the receipts and expenditures of all the funds that TURBO NG-CDFC received from the NG-CDF BOARD.

I wish to make the following remarks;

a). Year Performance

In the financial year 2015/16 TURBO CDF was able to achieve the following comparative performance in various sectors

Sector	Budget	Utilization	% achievements
Compensation of Employees	3,834,529	3,067,112	80%
Use of goods and services	9,376,088	3,630,413	40%
Transfers to Other Government Units (education)	86,822,836	29,535,000	35%
Other grants and transfers	52,456,401	27,484,594	53%
Audit fees	500,000	0	0%

b). NG-CDF TURBO has been able to achieve the following;

1. It has completed 12 dormitories in primary school projects, 16 secondary school projects, 1 chief's offices which are in use and has resulted in improved infrastructure in our institutions.
2. Funded 1,670 needy students in both secondary and tertiary institutions which has resulted in students' retention in school and improved their academic performance.
3. Construction of 3 prefabricated staff houses in 4 health centres has enabled access to primary health care in our constituency.
4. Sponsored standard eight examinations for all public primary schools in the constituency in the FYR 2015/2016.

c). Emerging issues related to CDF in TURBO Constituency are;

1. All learning institutions i.e secondary and primary schools depend on NG-CDF 100% on development as directed by ministry of education
2. Need to compete with counties to justify the long existence of NG-CDF

d). NG-CDF Implementation challenges in TURBO Constituency are;

1. Overdependence of the fund by the public on all development related issues
2. Need for the board to design uniform working programmes for all NG-CDF activities
3. NG-CDFC committees feeling that they are not well remunerated

Through my leadership, NG-CDFC Soy constituency will endeavour to fulfil its mandate in disbursement and monitoring of projects funds as per the quid lines of the NG-CDF ACT 2015

ISAAC LAGAT
CHAIRMAN NG-CDFC

SIGN-----*Isaac Lagat*-----Date-----*30/6/16*-----



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TURBO
CONSTITUENCY**

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

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

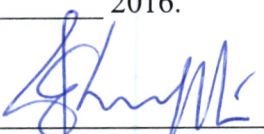
The Accounting Officer in charge of the TURBO NG-CDF is responsible for the preparation and presentation of the NGCDF's financial statements, which give a true and fair view of the state of affairs of the NGCDF for and as at the end of the financial year (period) ended on June 30, 2016. This responsibility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



Fund Account Manager





Chairman

REPUBLIC OF KENYA

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P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - TURBO 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 - Turbo Constituency set out on pages 5 to 23, which comprise the statement of assets as at 30 June 2016, 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.

Management's Responsibility for the Financial Statements

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

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

Auditor-General's Responsibility

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

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

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

material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

1.0. Cash and Cash Equivalents

The statement of assets as at 30 June 2016 reflects bank balances of Kshs.29,336,867. However, a review of the bank reconciliation statement for the month of June 2016 reflects unpresented cheques amounting to Kshs.18,807,751 out of which cheques totalling Kshs.1,040,941 were stale but had not been written back to the cashbook. The bank reconciliation statement further reflects receipts in bank statement not yet recorded in cashbook amounting to Kshs.40,249 which are reflected in the statement of receipts and payments as other receipts. In addition, the bank reconciliation statement for the month of June 2016 reflects payments in bank statement not recorded in cashbook amounting to Kshs.2,090 relating to bank charges which had not been recorded in the cashbook and therefore excluded from the statement of receipts and payments.

Consequently, the accuracy, validity and completeness of the cash and cash equivalent balance of Kshs.29,336,867 as at 30 June 2016 could not be confirmed.

2.0. Transfers to Other Government Units

2.1 Construction of Classrooms at Kiwato Primary School

Included in transfers to other government units figure of Kshs.29,535,000 as at 30 June 2016 is transfers to primary schools balance of Kshs.22,485,000 as disclosed in note 7 to the financial statements out of which Kshs.1,000,000 was transferred to Kiwato Primary School for construction of three classrooms. However, available information revealed that the classrooms are being constructed on a private land which is not owned by the school. Although the management has explained that the school Project Management Committee has entered into a written agreement with the owner of the land and the area chief, no documentary evidence has been provided in support of the purchase or terms of the agreement. Consequently, the propriety of the expenditure of Kshs.1,000,000 incurred on construction of the classrooms as at 30 June 2016 could not be confirmed.

2.2 Construction of a Classroom at Leseru Secondary School

Included also in transfers to other government units figure of Kshs.29,535,000 is transfers to secondary schools amount of Kshs.7,050,000 as disclosed in note 7 to the financial statements out of which Kshs.800,000 was transferred to Leseru Secondary School for construction of a classroom. Available information revealed that the money was not used for construction of a classroom but was instead used to complete the school dining hall. However, no documentary evidence was provided to show that the reallocation of the funds was approved by the CDF Board. Consequently, the management breached the law and the propriety of Kshs.800,000 incurred on the construction of the hall could not be confirmed for the year ended 30 June 2016.

3.0. Other Grants and Transfers

3.1 Bursary Sub-Committees not Properly Constituted

The statement of receipts and payments reflects other grants and transfers figure of Kshs.27,484,594, which includes bursaries to secondary and tertiary institutions amounting to Kshs.2,161,000 and Kshs.19,173,594 respectively as disclosed in note 8 to the financial statements. However, the bursary subcommittee as constituted did not co-opt two members who are not members of the CDFC and one who must be the area education officer or a representative of the Ministry of Education as required by the CDF Board bursary guidelines. Consequently the management breached the law and the propriety of the amount of Kshs.21,334,594 incurred on bursaries disbursement for the year ended 30 June 2016 could not be confirmed.

3.2 Emergency Projects

Other grants and transfers figure of Kshs.27,484,594 also includes emergency projects balance of Kshs.2,950,000 as disclosed in note 8 to the financial statements out of which Kshs.2,850,000 was disbursed to six primary schools in respect of projects that were ongoing as detailed below:

Payee	Details	Amount (Kshs)
Kaptendon Primary School	Completion of dormitory	300,000
AIC Leseru Primary School	Completion of dormitory	650,000
Atnas Kandie Primary School	Roof painting and replacement of ceilings	350,000
AIC Tarus Primary School	Renovation of 14 class rooms	650,000
Kaptendon Primary School	Completion of dormitory	650,000
Kaaboi Primary School	Completion of dormitory	250,000
Total		2,850,000

Although the disbursements were approved by the Constituency Development Fund Committee, however, the projects funded did not meet the criteria of the projects to be funded under emergency as required by Section 8(3) of the National Government Constituencies Development Fund Act, 2015. Consequently, the

management breached the law and the propriety of the expenditure of Kshs.2,850,000 for the year ended 30 June 2016 could not be confirmed.

4.0. Failure to Charge PAYE on Staff Allowances

The statement of receipts and payments for the year ended 30 June 2016 reflects compensation of employees amount of Kshs.3,067,112 and which include house allowances totalling Kshs.351,200 and commuter allowances totalling Kshs.270,600 paid to six employees of the Fund. However, audit review of the monthly payrolls and tax computation revealed that PAYE totalling Kshs.143,892 was not deducted and remitted to KRA in respect of house and commuter allowances figure of Kshs.621,800 contrary to the provisions of the Income Tax Act. The management was therefore in breach of the law and risks the Fund being penalised for failure to deduct and remit PAYE on time.

Qualified Opinion

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of the National Government Constituencies Development Fund – Turbo Constituency as at 30 June 2016, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015.

Other Matter

5.0 Budgetary Control and Performance

5.1 Budget Performance

During the year under review, the Fund- had a budget of Kshs.152,989,854 against actual expenditure of Kshs.63,717,119 resulting in under expenditure of Kshs.89,272,735 (58%) of the budgeted amount as detailed below:

Receipt/Expense Item	Approved Budget (Kshs)	Actual Expenditure (Kshs)	Under Expenditure (Kshs)	% of Under-utilization
Compensation of Employees	3,834,529	3,067,112	767,417	20
Use of goods and services	9,376,088	3,630,413	5,745,675	61
Transfers to Other Government Units	86,822,836	29,535,000	57,287,836	66
Other grants and transfers	52,456,401	27,484,594	24,971,807	48
Other Payments Audit)	500,000	0	500,000	-
Total	152,989,854	63,717,119	89,272,735	58

Funds not utilized is an indication that services and approved programs were not delivered, and therefore the budget did not meet the intended objectives of improving service delivery to the residents of Turbo Constituency or the management may have over budgeted on its activities. The management should therefore re-look on its budgeting mechanism to ensure that only priority areas are budgeted for, or redirect the funds to other needy areas.

5.2 Project implementation Status

During the financial year 2015/2016, Turbo CDF had an approved budget of Kshs.136,021,871 to finance one hundred and sixty eight (168) projects. Available information revealed that out of a total allocation of Kshs136,021,871, the Constituency Development Fund management disbursed an amount of Kshs.51,974,436 to fund fifty four (54) projects with a total budget of Kshs.70,042,486 while one hundred and fourteen (114) projects with total budget of Kshs.65,979,385 were not funded during the year as detailed below:

	Project Name	Sub-Project Activities	Budget (Kshs)	Disbursement (Kshs)	% of completion	Implementation Status As At 30 Jun 2016
1	Huruma Primary School	Construction of one computer laboratory for e-learning	800,000	800,000	85%	Ongoing
2	Kapkoros Fam Primary School	Construction of a library/ books store	500,000	500,000	100%	Complete
3	Emkoin Primary School	Construction of 1 classroom	400,000	400,000	100%	Complete
4	Teldet Primary School	Construction of one classroom	400,000	400,000	100%	Complete
5	Kapkeben Primary School	Construction of staff quarters	300,000	300,000	100%	Complete
6	Kapsaos Primary School	Construction of one dormitory	750,000	750,000	100%	Complete
7	Sigowet Primary School	Construction of one classroom	400,000	400,000	100%	Complete
8	Ainabmoi Primary	Construction of two new classrooms to roofing level	400,000	400,000	100%	Complete
9	Kaaboi Primary School	Construction of one new classroom	100,000	100,000	100%	Complete
10	Kaaboi Primary School	Construction of one new dormitory	750,000	750,000	100%	Complete
11	Township Primary School	Replacement of roofing (asbestos) of eight classrooms	800,000	800,000	100%	Complete
12	Union Primary School	Construction of one classroom	300,000	300,000	100%	Complete
13	Cheptabach North Primary School	Construction of one more classroom	400,000	400,000	100%	Complete
14	Chemalal Primary School	Completion of ongoing classrooms by installation of windows and doors plastering of verandah	300,000	300,000	100%	Complete
15	Cheramei Primary School	Construction of dormitories for boys and girls to completion	1,500,000	750,000	65%	Ongoing

16	Moi Barracks Primary	Renovation of three classrooms by flooring and plastering	300,000	300,000	100%	Complete
17	Ainapnetik Primary	Completion of administration block	300,000	300,000	100%	Complete
18	Kamagut Primary School	Construction of a staff quarters	400,000	700,000	100%	Complete
19	Aic Tired Primary School	Construction of two dormitories	750,000	750,000	100%	Complete
20	Elgon Estate Primary School	Renovation of 10 classrooms at Kshs.1,200,000 by flooring and plastering	1,200,000	1,200,000	100%	Complete
21	St. Columbans Primary School	Renovation of 9 classrooms by flooring and plastering old classes	800,000	800,000	100%	Complete
22	St. Columbans Social Hall	Completion of the social hall by plastering and installation of glasses and flooring	500,000	500,000	100%	Complete
23	Sugoi Primary School	Construction of 3 classes	1,000,000	1,000,000	100%	Complete
24	Kosachei Primary School	Construction of two dormitories	750,000	750,000	100%	Complete
25	St. John Sokyot Primary School	Construction of additional two classrooms	800,000	800,000	100%	Complete
26	Besiebor Primary School	Construction of two dormitories for boys and girls, completion of two dormitories by installation of doors flooring and plastering	950,000	750,000	80%	Ongoing
27	Moro Primary School	Construction of one classroom	400,000	400,000	100%	Complete
28	Kombaeren Primary School	Construction of dormitories for boys and girls 1,500,000	1,500,000	1,500,000	100%	Complete
29	Tarus Primary School	Construction of 1 classroom	435,000	435,000	100%	Complete
30	Chepsaita Primary School	Construction of 2 dormitories	950,000	750,000	70%	Ongoing
31	Kapkures Hill Primary	Construction of one classroom	300,000	350,000	100%	Complete
32	Aic Kipyonget Pry.	Construction of 1 classroom	300,000	300,000	100%	Complete
33	Tuigoi Primary School	Construction of 1 classroom	350,000	350,000	100%	Complete
34	Murgusi Primary School	Construction of 2 dormitories	650,000	650,000	65%	Ongoing
35	Tebeson Primary School	Construction of one classroom	400,000	400,000	100%	Complete
36	Eldoret Kandie Secondary School	Construction of one laboratory	1,300,000	1,300,000	65%	Ongoing
37	Kapsaos Secondary School	Completion of a laboratory by installation of gas fittings	800,000	800,000	100%	Complete
38	Kiplombe Sec. School	Construction of one dormitory	950,000	950,000	100%	Complete
39	Leseru Secondary School	Construction of 1 classroom	800,000	800,000	100%	Funds Used In Hall Completion

40	St. Anthony Boinet Secondary School	Construction of 1 classroom	400,000	400,000	100%	Complete
41	Kosachei Secondary School	Construction of a girl's dormitory	500,000	500,000	100%	Complete
42	Sokyot Secondary School	Construction of 2 classrooms to completion	700,000	700,000	100%	Complete
43	Chepsaita Secondary School	Construction of 1 classroom	400,000	400,000	100%	Complete
44	Murgusi Secondary School	Construction of a new dormitory	800,000	800,000	70%	Ongoing
45	Kiwato Primary School	Construction of 3 classes	1,000,000	1,000,000	70%	Ongoing
46	Kapyemit Chiefs Office	New construction of AP staff houses	450,000	450,000	100%	Complete
47	Ng'enyilel Chief's Office	Construction of chief's office	300,000	300,000	30%	Ongoing
48	Tapsagoi Chief's Office	Completion of chief's office	200,000	200,000	100%	Complete
49	Kiplombe Chief's Office	Construction of chief's office	300,000	300,000	100%	Complete
50	Leseru Chief's Office	Construction of chief's office	300,000	300,000	0%	Not Started
51	Sosiani Chief's Office	Completion of chief's office	150,000	150,000	100%	Complete
52	Mocks And Cats	Printing and distribution of mocks and cats	4,500,000	1,500,000		
53	Bursary		28,289,839	17,839,436		
54	Emergency Funding	Various	6,767,647	2,950,000	100%	Complete
		Sub-total	70,042,486	51,974,436		
55	Atnas Kandie Primary School	Construction of 3 new classrooms	1,300,000	-	Not funded	Not Started
56	Ug Primary School	Re-roofing of 10 classrooms	1,400,000	-	Not funded	Not Started
57	Emkoin Primary School	Completion of 6 classrooms by plastering painting (total face lift of the school)	600,000	-	Not funded	Not Started
58	Teldet Primary School	Completion of two classrooms	350,000	-	Not funded	Ongoing
59	Kapkeben Primary School	Construction of boys dormitory	750,000	-	Not funded	Not Started
60	Kapyemit Primary School	Renovation of 8 classrooms	800,000	-	Not funded	Not Started
61	Tebeswet Primary School	Construction of one dormitory	750,000	-	Not funded	Not Started
62	Kolongei Primary School	Construction of one new dormitory	750,000	-	Not funded	Not Started
63	Chebarus Primary School	Construction of one new dormitory	750,000	-	Not funded	Not Started
64	Kapleketet Primary School	Construction of one new classroom	400,000	-	Not funded	Not Started
65	Kapchumba Primary School	Construction of 2 dormitories for boys and girls	1,500,000	-	Not funded	Not Started

66	Union Primary School	Construction of one classroom to completion	400,000	-	Not funded	Not Started
67	St. Mary's Primary School	Construction of one classroom to completion	400,000	-	Not funded	Not Started
68	St. Patricks Primary School	Replacement of roofing (asbestos) of six classrooms	600,000	-	Not funded	Not Started
69	Lower Sosiani Primary School	Construction of two dormitories for boys and girls	1,500,000	-	Not funded	Not Started
70	Sugoi Gaa Primary School	Purchase one acre piece of land	300,000	-	Not funded	Not Started
71	Kuresiet Primary School	Construction of dormitories for boys and girls	1,500,000	-	Not funded	Not Started
72	Kaptich Primary School	Completion of ongoing 4 classrooms by installation of windows and doors and plastering	500,000	-	Not funded	Not Started
73	Cheramei Primary School	Construction of dormitories for boys and girls to completion	1,500,000	-	Not funded	Ongoing
74	Sambut Primary School	Construction of a staff quarters	400,000	-	Not funded	Not Started
75	Chepkongi Primary School	Completion of two classrooms by installation of windows doors	300,000	-	Not funded	Not Started
76	Seiyot Primary School	Renovation of 3 classrooms by flooring and plastering	300,000	-	Not funded	Not Started
77	Murgor Hills Primary School	Construction of dormitories for boys and girls to completion	1,500,000	-	Not funded	Not Started
78	Aic Tiret Primary School	Completion of 2 dormitories at Kshs.200,000 and construction of a staff quarters at Kshs.400,000	600,000	-	Not funded	Ongoing
79	Sugoi Primary School	Construction of dormitories for boys and girls to completion	1,500,000	-	Not funded	Not Started
80	Chepkoiyo Primary School	Construction of one classroom	400,000	-	Not funded	Not Started
81	Chepkumia Primary School	Construction of one classroom	400,000	-	Not funded	Not Started
82	Kosachei Primary School	Construction of one classroom	400,000	-	Not funded	Not Started
83	St. Paul Kenduiywo Primary School	Completion of two dormitories by installation of doors flooring and plastering	300,000	-	Not funded	Not Started
84	Tuiyobei Primary School	Completion of ongoing two classrooms	400,000	-	Not funded	Not Started
85	Manzini Primary School	Completion of 5 classrooms by installation of windows and doors and plastering plus painting	500,000	-	Not funded	Not Started
86	Kapkong Primary School	Construction of a kitchen	300,000	-	Not funded	Not Started

87	Besiebor Primary School	Construction of two dormitories for boys and girls, completion of two dormitories by installation of doors flooring and plastering	950,000	-	Not funded	Ongoing
88	Tarus Primary School	Completion of 6 classrooms by installation of windows and doors and plastering plus painting	600,000	-	Not funded	Ongoing
89	Tapsagoi Primary School	Completion of 2 dormitories at Kshs.200,000 and completion of adminstration block 400,000	600,000	-	Not funded	Ongoing
90	Tuiyobei Gaa Primary School	Completion of one classroom at Kshs.100,000 and constrution one new at 400,000	500,000	-	Not funded	Ongoing
91	Milimani Primary School	Completion of three classrooms by instalation of windows and doors	300,000	-	Not funded	Ongoing
92	Mwangaza Primary School	Completion of three classrooms by plastering installation of windows and doors	300,000	-	Not funded	Ongoing
93	Upendo Primary School	Construction of one classrooms to completion	400,000	-	Not funded	Not Started
94	Chepsaita Primary School	Construction of staff quarters to roofing level at Kshs.300,000	300,000	-	Not funded	Ongoing
95	Kapkures Hill Primary	Construction of one classroom to completion	400,000	-	Not funded	Not Started
96	Chepkemel Primary School	Construction of two new dormitories	1,500,000	-	Not funded	Not Started
97	Aic Kipyonget Pry.	Construction of one new classroom	400,000	-	Not funded	Not Started
98	Kaptendon Primary School	Construction of staff house	400,000	-	Not funded	Not Started
99	St. Joseph Emgoin Primary School	Completion of administration block by installation of doors, indows plastering and painting	300,000	-	Not funded	Not Started
100	Osorongai Primary School	Renovation of one dormitory at Kshs.300,000 and renovatyon of 9 classrooms at Kshs.900,000	1,200,000	-	Not funded	Not Started
101	Labuiywet Primary School	Completion of six classrooms by plastering, installation of windows and doors and painting	600,000	-	Not funded	Not Started
102	Tuigoi Primary School	Construction of one classroom	400,000	-	Not funded	Not Started
103	Murgusi Primary School	Completion of on-going dormitories by roofing, installation of windows and doors plastering and painting	750,000	-	Not funded	Ongoing
104	Soin Primary School	Construction of one classroom	400,000	-	Not funded	Not Started

105	Kimolwet Primary School	Construction of one classroom	400,000	-	Not funded	Not Started
106	Mogoon Primary School	Construction of three classes	1,000,000	-	Not funded	Not Started
107	Mogoon Primary School	Construction of three classes	1,000,000	-	Not funded	Not Started
108	U G Secondary School	Completion of an ongoing multi-purpose hall	700,000	-	Not funded	Ongoing
109	Chebarus Secondary School	Construction of one dormitory	750,000	-	Not funded	Not Started
110	Kapkeben Secondary School	Completion of an ongoing multipurpose hall by construction of walls, plastering and flooring	1,000,000	-	Not funded	Ongoing
111	Umoja Secondary School	Completion of ongoing 2 classrooms project storeyed buildings	500,000	-	Not funded	Ongoing
112	Kapchumba Secondary School	Construction to completion of two classrooms	800,000	-	Not funded	Ongoing
113	Leseru Secondary School	Construction of admin block at the girls section at Kshs.500,000 and construction of one staff house at the boy's section of the school at kshs.500,000	1,000,000	-	Not funded	Not Started
114	St. Anthony Boinet Secondary School	Part funding of a school bus	1,000,000	-	Not funded	Not Started
115	Kamagut High School	Completion of multipurpose hall by construction of walls, plastering and flooring	800,000	-	Not funded	Ongoing
116	Christ The King Sambut Secondary	Construction of a dormitory for boys up to roofing level	500,000	-	Not funded	Not Started
117	Seiyot Secondary School	Construction of a dormitory to completion	750,000	-	Not funded	Not Started
118	Moi Barracks High School	Part Funding Of A School Bus 1million	1,000,000	-	Not funded	Not Started
119	Kaptebee Secondary School	Construction of a dormitory	700,000	-	Not funded	Not Started
120	Sugoi Girls Secondary School	Construction of an adminisration block	500,000	-	Not funded	Not Started
121	Paul Boit Boys High School	Completion of the ongoing resource center by plastering and installation of furniture and fittings	500,000	-	Not funded	Ongoing
122	Aic Tapsagoi Secondary School	Completion of an ongoing admin block at Kshs.500,000 and part funding of the school bus at Kshs. 1,000,000	1,500,000	-	Not funded	Ongoing
123	Turbo Girls Secondary School	Completion of ongoing two storeyed classrooms by installation of windows and doors, plastering and painting	800,000	-	Not funded	Ongoing
124	Chepsaita Secondary School	Part funding of a bus 1,000,000	1,000,000	-	Not funded	Not Started

125	St. Peter's Soin Secondary School	Part funding of a bus 1,000,000	1,000,000	-	Not funded	Not Started
126	St. Marys Osorongai Secondary School	Completion of an administration block by installation furniture and fittings to the block	800,000	-	Not funded	Ongoing
127	Kapkoros Chief's Office	Completion of the chief's office by installation of windows and doors, plastering and painting	350,000	-	Not funded	Ongoing
128	Kapyemit Chiefs Office	Completion of ap houses by installation of doors and windows ,plastering and painting	300,000	-	Not funded	Ongoing
129	Sugoi Chief's Office	Completion of chief's office	200,000	-	Not funded	Ongoing
130	Ack St. John Sigowet Secondary	Borehole drilling at the school	800,000	-	Not funded	Not Started
131	Volley Ball Games	Volleyball/football tournament within the constituency by purchasing uniforms, balls and trophies for the winning teams	1,585,013	-	Not funded	Not Started
132	Uasingishu Secondary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
133	Kamagut High School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
134	Moi Barracks High School	Purchase of tree seedlings	34,372	-	Not funded	Not Started
135	Kaptich Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
136	Seiyot Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
137	Sambut Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
138	Mogoiywa Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
139	Lower Sosian Primery School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
140	Huruma Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
141	Kandie Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
142	Uasin Gishu Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
143	Kapsaos Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
144	Emkoin Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
145	Kapkoros Farm Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
146	Teldet Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
147	Chebarus Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
148	Kolangei Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started

149	Sigowet Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
150	Kaplelach Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
151	Kapleketet Primary School	Purchase of tree seedlings	35,000	-	Not funded	Not Started
152	Chepkoiyo Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
153	Sugoi Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
154	Kombaeren Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
155	AIC Tiret Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
156	Ngenyilel Primery School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
157	Bukwo Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
158	Emgoin St Joseph Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
159	Chepsata Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
160	Chepkemel Primary School	Purchase of tree seedlings	35,000	-	Not funded	Not Started
161	Tuigoin Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
162	Kaaboi Primary Shool	Purchase of tree seedlings	30,000	-	Not funded	Not Started
163	Murgor Hills Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
164	Chepkongi Sambut Primary	Purchase of tree seedlings	30,000	-	Not funded	Not Started
165	Chemalal Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
166	Boinet Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
167	Manzini Primary School	Purchase of tree seedlings	30,000	-	Not funded	Not Started
168	Cheptabach Technal and Vocational Training Institute	Construction	10,000,000	-	Not funded	Not Started
	Sub Total		65,979,385	-		
	Total		<u>136,021,871</u>	<u>51,974,436</u>		

The management has not provided any reason for not funding the one hundred and fourteen (114) projects with a budget of Kshs.65,979,385 while the Fund had idle cash at bank amounting to Kshs.29,336,867 as at 30 June 2016. This is an indication of poor budget planning and there is need for the management to relook at its budgeting mechanism with a view to paying attention to priority areas and put in place strategies to fast track budget implementation. In addition, Leseru Chief's office with a disbursement of Kshs.300,000 had not commenced as at the time of audit in June 2017.

The management should therefore strive and ensure that all the planned projects are implemented in accordance with the approved budget for the benefit of the constituents of Turbo.

5.3 Project Verification

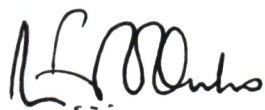
During the year under review, twenty six (26) projects costing Kshs.17,800,000 were verified during the audit in May 2017. Fourteen (14) projects with total disbursements amounting to Kshs.11,050,000 were found to be incomplete but construction was ongoing as shown below:

No	Project	Project Description	Amount (Kshs)	Results of verification/ examination of records
1	Township Primary	Replacement of roofing asbestos for 8 classes	800,000.00	Project completed and in use
2	Uasin Gishu Primary	Construction of dining hall	450,000.00	Funds used in renovation of classes. Project complete and in use.
3	Huruma Primary	construction of one classroom	500,000.00	Class completed and in use
4	Huruma Primary	construction of computer lab	800,000.00	Builders work completed. Ceilings not fixed and wiring not complete. Class already in use at current status.
5	Kosachei Primary	Construction of dormitory	750,000.00	Project completed and in use.
6	Kiwato Primary	Construction of three classes	1,000,000.00	A new school funded from scratch. Two classes put up. 1 class completed except for window glasses. Second class walling and roofing done but no plastering and no windows fitted, floor slab not yet done.
7	Kombaeren Primary School	Construction of dormitories for boys and girls	1,500,000.00	First dormitory complete except wiring not yet done. Second dormitory builder's work complete except for floor not plastered, walls not painted and wiring not yet done.
8	Elgon Estate primary School	Renovation of 10 classrooms by flooring and plastering	1,200,000.00	13 Classes renovated with window glasses fitted, 13 metallic doors fitted, roof painted, inside and outside walls painted, rams fixed and floors done. Complete and in use.
9	Sugoi Primary School	Construction of 3 classrooms	1,000,000.00	The 3 new classrooms not seen except for 2 dormitories budgeted in 2015/16 but funded in the current 2016/17 financial year which were in place. Management was not available for comment.
10	AIC Tarus Primary	Completion of 6 classrooms by installation of	600,000.00	Project completed and in use.

		windows and doors, plastering and painting		
11	Sigowet Primary	Completion of dormitory	400,000.00	Project is complete but has not been put to use.
12	Sigowet Primary	Completion of dormitory	350,000.00	Project is complete but has not been put to use.
13	Kiplombe Primary	Construction of staff quarters	300,000.00	New building for staff quarter not verified except for two dormitories previously funded and fitted with double deck beds in place. Management was not available for comments neither were expenditure returns provided.
14	Sokyt Secondary	Construction of two classes to completion	700,000.00	Foundation, walling and roofing done. Wall and floor plastering not done, doors and windows not fitted. Classes in use at current state.
15	Eldoret Kandie Secondary School	Construction of one laboratory	1,300,000.00	Project not complete. Foundation, walling and roofing completed with no plastering, windows and doors fittings not done.
16	Murgusi Sec. School	Construction of a new dormitory	800,000.00	Project at truss level, roofing yet to be done with ordinary galvanized iron sheets in place. Floor foundation partially done with half of the floor still filled with hard core yet to be filled with marram and concrete.
17	Kosachei Secondary	Construction of a girls dormitory	500,000.00	Project at lintel level with brick walling and foundation slab done.
18	Leseru Secondary School	Construction of 1 classroom	800,000.00	Funds were used in completion of multipurpose hall which was complete and in use.
19	RCEA Kiplombe Secondary	Construction of one dormitory	950,000.00	Foundation, walling and roofing done. Wall and floor plastering done. Window frames fitted and 3 double metal doors also fitted.
20	RCEA Kiplombe Secondary	Construction of 1 classroom	400,000.00	Foundation, walling and roofing complete with no finishes. Project still incomplete.
21	AIC Tarus Primary	Renovation of 14 classrooms	650,000.00	Project completed and in use.
22	Leseru Primary School	Emergency re-roofing of 4 classes	650,000.00	Re-roofing completed for 4 classes and staff room which were blown away by wind. Complete
23	Atnas Kandie primary	Completion of re-roofing of classes	350,000.00	Project completed and in use.
24	Ngenyilel chief 's office	New construction of chief 's office	300,000.00	Mega project started which is at window level with the foundation slab semi-done along the walls and most of the foundation floor filled with hard core awaiting filling with marram and concrete.
25	Leseru Chief 's office	New construction of chief 's office	300,000.00	Project not yet commenced due to challenges of land. Current land size reduced due to high voltage

				electricity transmission line and a road project hence not sufficient. Committee exploring land purchase option.
26	Kapyemit Chiefs Office	Completion of AP houses by installation of doors and windows and plastering and painting	450,000.00	Two new AP houses constructed to completion and are in use.
		Total	17,800,000.00	

Delay in completion of the projects has the effect of denying the people of Turbo Constituency the services they are entitled to.



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

Nairobi

06 October 2017

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TURBO
CONSTITUENCY**

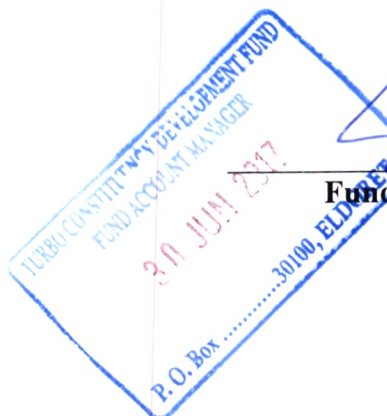
**Reports and Financial Statements
For the year ended June 30, 2016**

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015 - 2016	2014 - 2015
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	85,815,379	122,100,311
Proceeds from Sale of Assets	2	-	
Other Receipts	3	40,250	
TOTAL RECEIPTS		85,855,629	122,100,311
PAYMENTS			
Compensation of employees	4	3,067,112	1,391,895
Use of goods and services	5	3,630,413	3,763,892
Committee expenses	6	0	5,521,739
Transfers to Other Government Units	7	29,535,000	62,508,329
Other grants and transfers	8	27,484,594	42,131,320
Social Security Benefits	9	0	9,600
Acquisition of Assets	10	-	-
Other Payments	11	-	-
TOTAL PAYMENTS		63,717,119	115,326,775
SURPLUS/DEFICIT		22,138,510	6,773,536

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TURBO NGCDF financial statements were approved on _____ 2016 and signed by:

Chairman - NGCDFC



Fund Account Manager

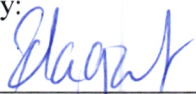
**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TURBO
CONSTITUENCY**

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

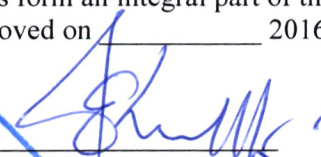
V. STATEMENT OF ASSETS

	Note	2015 - 2016	2014 - 2015
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalent			
Bank Balances (as per the cash book)	10A	29,336,867	7,198,357
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		29,336,867	7,198,357
REPRESENTED BY			
Retention	12		
Fund balance b/fwd 1st July...	13	7,198,357	424,822
Surplus/Defict for the year		22,138,510	6,773,536
Prior year adjustments	14	-	-
NET LIABILITIES		29,336,867	7,198,358

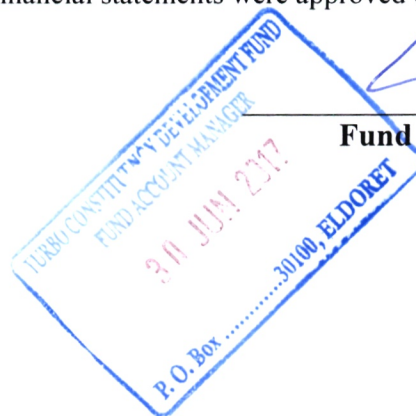
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Chairman - NGCDFC



Fund Account Manager



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- TURBO
CONSTITUENCY**

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

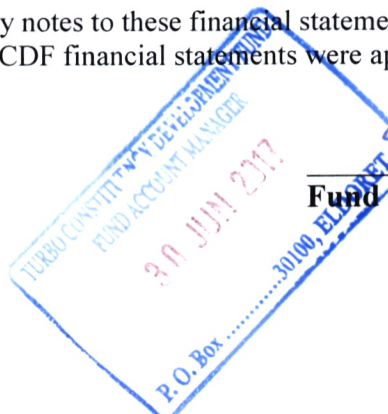
VI. STATEMENT OF CASHFLOW

		2015 - 2016	2014 - 2015
Receipts for operating income			
Transfers from CDF Board	1	85,815,379	122,100,311
Other Receipts	3	40,250	-
		85,855,629	122,100,311
Payments for operating expenses			
Compensation of Employees	4	3,067,112	1,391,895
Use of goods and services	5	3,630,413	3,763,892
Committee Expenses	6	0	5,521,739
Transfers to Other Government Units	7	29,535,000	62,508,329
Other grants and transfers	8	27,484,594	42,131,320
Social Security Benefits	9	-	9,600
		63,717,119	115,326,775
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		22,138,510	6,773,536
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	10	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		22,138,510	6,773,536
Cash and cash equivalent at BEGINNING of the year	13	7,198,357	424,822
Cash and cash equivalent at END of the year		29,336,867	7,198,357

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


Chairman NGCDFC

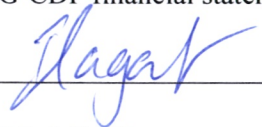

Fund Account Manager



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	117,935,868	35,013,736	152,949,604	93,013,737	59,935,867	61%
Proceeds from Sale of Assets	-	-	-	-	-	0.0%
Other Receipts(ELDOR ET NORTH)	-	40,250	40,250	40,250	-	100%
TOTAL	117,935,868	35,053,986	152,989,854	93,053,987	59,935,867	61%
PAYMENTS						
Compensation of Employees	3,082,500	752,029	3,834,529	3,067,112	767,417	80.0%
Use of goods and services	7,532,370	1,843,718	9,376,088	3,630,413	5,745,675	39%
Transfers to Other Government Units	67,450,000	19,372,836	86,822,836	29,535,000	57,287,836	34.0%
Other grants and transfers	39,370,998	13,085,403	52,456,401	27,484,594	24,971,807	52.%
Other Payments(Audit)	500,000	-	500,000	-	500,000	0.0%
TOTAL	117,935,868	35,053,986	152,989,854	63,717,119	89,272,735	42%

The TURBO NG-CDF financial statements were approved on _____ 2016 and signed by:



ISAAC LAGAT
 Chairman NGCDF



ROTICH EDWIN
 Fund Account Manager



VIII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the 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 – TURBO
CONSTITUENCY Reports and Financial Statements For the year ended June 30, 2016**

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as ‘memorandum’ or ‘off-balance’ items to provide a sense of the overall net cash position of the 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, 2016.

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

I. NOTES TO THE FINANCIAL STATEMENTS			
1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES			
Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Normal Allocation	AIE NO. A796654	0	14,659,227
	AIE NO-A735835	0	38,684,176
	AIE NO-A750391	0	7,300,000
	AIE NO-A796654	0	20,515,379
	AIE NO-A796909	0	13,126,151
	AIE NO-A797206	0	27,815,379
	AIE NO-A7906164	17,815,379	0
	AIE NO-A724059	10,000,000	0
	AIE NO-A796454	20,000,000	0
	AIE NO-A820851	28,000,000	
	AIE NO-A820656	10,000,000	0
Conditional grants		0	0
TOTAL		85,815,379	122,100,311
2. PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS			
Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Receipts from the Sale of Buildings		-	-
Receipts from the Sale of Vehicles and Transport Equipment		-	-
Receipts from the Sale Plant Machinery and Equipment		-	
Receipts from the Sale of office and general equipment		-	-
Total		-	-

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

3 OTHER RECEIPTS			
Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Interest Received		-	-
Rents		-	-
Sale of tender		-	-
Other Receipts Not Classified Elsewhere (specify)		40,250	-
Total		40,250	-
4 COMPENSATION OF EMPLOYEES			
Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Basic wages of contractual employees		3,040,712	1,391,895
Basic wages of casual labour		-	-
Personal allowances paid as part of salary		-	-
House allowance		-	-
Transport allowance		-	-
Leave allowance		-	-
Other personnel payments		-	-
Employer contribution to NSSF		26,400	-
gratuity		-	-
Total		3,067,112	1,391,895

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

5. USE OF GOODS AND SERVICES			
Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Utilities, supplies and services		142,990	402,800
Office rent		587,563	1,205,517
Communication, supplies and services		34,460	33,000
Domestic travel and subsistence			-
Printing, advertising and information supplies & services			149,980
Rentals of produced assets			-
Training expenses		538,600	1,079,000
Hospitality supplies and services			-
Other committee expenses			-
Committee allowance		2,026,800	-
Insurance costs			-
Specialized materials and services			-
Office and general supplies and services			-
Fuel, oil & lubricants		300,000	600,521
Other operating expenses			-
Routine maintenance – vehicles and other transport equipment			98,054
Routine maintenance – other assets			195,020
Total		3,630,413	3,763,892

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

6. COMMITTEE EXPENSES			
	Description	2015- 2016	2014 - 2015
			Kshs
2210802	Other committee expenses	0	0
2210809	Committee allowance	0	5,521,739
	TOTAL	0	5,521,739
7. TRANSFER TO OTHER GOVERNMENT ENTITIES			
Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Transfers to primary schools		22,485,000	41,075,570
Transfers to secondary schools		7,050,000	16,950,000
Transfers to Tertiary institutions		0	0
Transfers to Health institutions		0	4,482,759
TOTAL		29,535,000	62,508,329
8. OTHER GRANTS AND OTHER PAYMENTS			
Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Bursary -Secondary		2,161,000	4,059,200
Bursary -Tertiary		19,173,594	23,862,700
Bursary-Special schools		0	-
Mocks & CAT		1,500,00	-
water		0	800,000
Agriculture (food security)		0	-
Electricity projects		0	-
Security		1,700,000	1,500,000
Roads		0	2,250,000
Sports		0	1,500,000
Environment		0	1,000,000
Other capital grants and transfer		0	-
Emergency Projects (specify)		2,950,000	7,159,420
Total		27,484,594	42,131,320

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

9. SOCIAL SECURITY BENEFITS

	2015 - 2016	2014 -2015
	Kshs	Kshs
Employer contribution to NSSF	0	9,600
Total	0	9,600

10. ACQUISITION OF ASSETS

Non Financial Assets	2015 - 2016	2014 - 2015
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings (NG-CDFC office)	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of office furniture and fittings	-	-
Purchase of computers, printers and another IT equipment	-	-
Purchase of photocopier	-	-
Purchase of other office equipment	-	-
Purchase of soft ware	-	-
Acquisition of Land	-	-
Total	-	-
11. OTHER PAYMENTS		
specify	-	-
specify	-	-
specify	-	-
TOTAL	-	-

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

10A: Bank Balances (cash book balance)			
Name of Bank, Account No. & currency		2015 - 2016	2014 - 2015
	Account Number	Kshs	Kshs
<i>cooperative bank-Eldoret west Branch</i>	1141598056700	29,336,867	7,198,357
		-	-
Total		29,336,867	7,198,357
10B: CASH IN HAND)			
		2015 - 2016	2014 - 2015
		Kshs	Kshs
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other receipts (specify)		-	-
Total		-	-
11: OUTSTANDING IMPRESTS			
Name of Officer	Date imprest taken	Amount Taken	Amount Surrendered
		Kshs	Kshs
		-	-
		-	-

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

12 Retention			
Supplier/Contractor	PV no	2015 - 2016	2014 - 2015
		-	-
		-	-

13 BALANCES BROUGHT FORWARD (1/7/2015)			
		2015 - 2016	2014 - 2015
		Kshs	Kshs
Bank accounts		7,198,357	45,891
Cash in hand		-	-
Imprest		-	378,930
Total		7,198,357	424,821
14. PRIOR YEAR ADJUSTMENTS			
		2015 - 2016	2014 - 2015
		Kshs	Kshs
Bank accounts		-	-
Cash in hand		-	-
Imprest		-	-
Total		-	-

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

15. OTHER IMPORTANT DISCLOSURES			
15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)			
		2015 - 2016	2014 - 2015
		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	-	-	-
Unionisable employees	-	-	-
Others (specify)	-	-	-
	-	-	-
15.3: OTHER PENDING PAYABLES (See Annex 3)			
		Kshs	Kshs
Amounts due to other Government entities (see attached list)		15,300,000	2,550,000
Amounts due to other grants and other transfers (see attached list)		13,496,617	4,505,872
Others (audit fee)		500,000	142,485
un allocated from ELDORET NORTH		40,250	-
		29,336,867	7,198,357

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND TURBO CONSTITUENCY

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	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 TURBO CONSTITUENCY

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	Comments
		A	B	c	d=a-c		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (specify)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

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

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2015	Outstanding Balance 2014	Comments
		A	B	c	d=a-c		
Amounts due to other Government entities							
KAPYEMIT PRIMARY SCHOOL	RENOVATION OF 10 CLASSROOMS	800,000					AWAITING DISBURSEMENT
UASIN GISHU PRIMARY SCHOOL	RE-ROOFING OF TEN CLASSROOMS	1,400,000					Awaiting disbursement
KAPCHUMBA PRIMARY SCHOOL	CONSTRUCTION OF 2 DORMITORIES	1,500,000					Awaiting disbursement
SOIN PRIMARY SCHOOL	CONSTRUCTION OF ONE CLASSROOM	400,000					Awaiting disbursement
TENDWA OSORONGAI PRIMARY SCHOOL	RENOVATION OF A DORMITORY AND 9 CLASSES	1,200,000					Awaiting disbursement
CHEPTABACH YOUTH POLYTECHNIC	NEW POLY IN THE CONSTITUENCY	10,000,000					Awaiting disbursement
Sub-Total		15,300,000					
Amounts due to other grants and transfers							
1. BURSARY ALLOCATIONS	BURSARY TO SEVERAL INSTITUTIONS FOR NEEDY STUDENTS IN THE CONSTITUENCY	11,928,970	0	0	0	0	Awaiting disbursement

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND TURBO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2015	Outstanding Balance 2014	Comments
2. EMERGENCY RESERVE	FOR CATERING FOR EMERGENCIES IN THE CONSTITUENCY	1,567,647	0	0		0	WAITING FOR ANY EMERGENCY
Sub-Total		13,496,617	0	0		0	
Others (specify)							
2. AUDIT FEES	TO BE RE-ALLOCATED TO OTHER PROJECT	500,000					YET TO BE APPROVED BY THE BOARD
3. UN- ALLOCATED FROM ELDORET NORTH CONSTITUENCY	TO BE ALLOCATED TO BURSARY BENEFICIARIES	40,250					YET TO BE APPROVED BY THE BOARD
4.							
Sub-Total		540,250	0	0		0	
Grand Total		29,336,867	0	0		0	

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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015/16	Historical Cost (Kshs) 2014/15
Land	0	0
Buildings and structures	0	0
Transport equipment (MITSUBISHI PAJERO) GKB 407F	5,500,000	5,500,000
Office equipment, furniture and fittings (ASSORTED)	803,374	803,374
ICT Equipment, Software and Other ICT Assets	0	0
Other Machinery and Equipment	-	-
Heritage and cultural assets	-	-
Intangible assets	-	-
Total	6,303,374	6,303,374



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