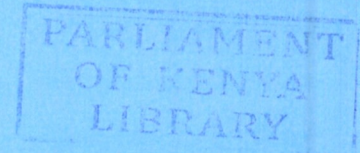


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT



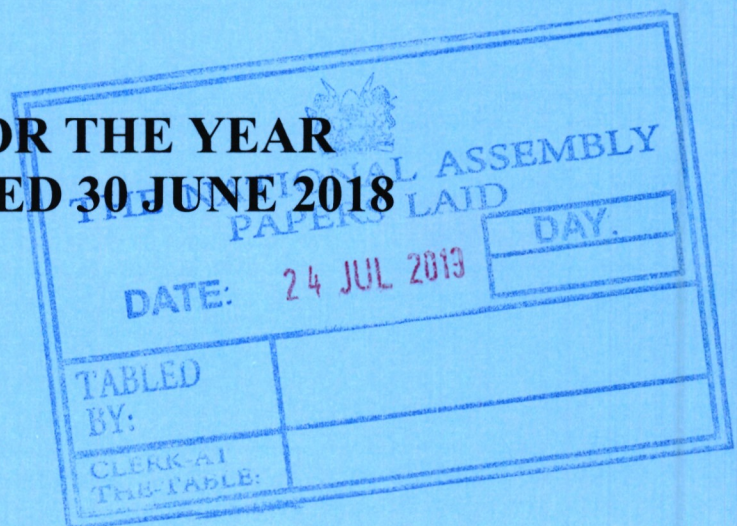
OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT CONSTITUENCIES
DEVELOPMENT FUND – KASARANI
CONSTITUENCY

FOR THE YEAR
ENDED 30 JUNE 2018








NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT KASARANICONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2018

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

OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
REGISTRY
- 9 APR 2019
RECEIVED


THE NATIONAL ASSEMBLY
PAPERS LAID
DATE: 24 JUL 2019 DAY: Wednesday
Hon. Aden Duale MP
(Com)
Halima Ahmed

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

Mandate

The mandate of the Fund as derived from sec (3) of NG-CDF Act, 2015 is to:

- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

To provide leadership and policy direction for effective and efficient management of the Fund

Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund
3. **Timeliness** – we adhere to prompt delivery of service
4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

(b) Key Management

The NG-CDF Kasarani Constituency 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 2018 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Jane Kariuki
3.	Sub-County Accountant	Alois Kimuyu
4.	Chairman NGCDFC	Francis Wokabi
5.	Member NGCDFC	Mercy Mwangi

(d) Fiduciary Oversight Arrangements

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

(e) NG-CDF Kasarani Constituency Headquarters

P.O. Box 50990-00100
NG-CDFC Building
NAIROBI

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY
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(f) NG-CDF KASARANI Constituency Contacts

Telephone: (254)
E-mail: cdfkasarani@ngcdf.go.ke
Website: www.go.ke

(g) NG-CDF KASARANI Constituency Bankers

1. Equity Bank
Kasarani Branch
P.O. Box 75104-00200
Kasarani, Kenya

(h) Independent Auditors

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

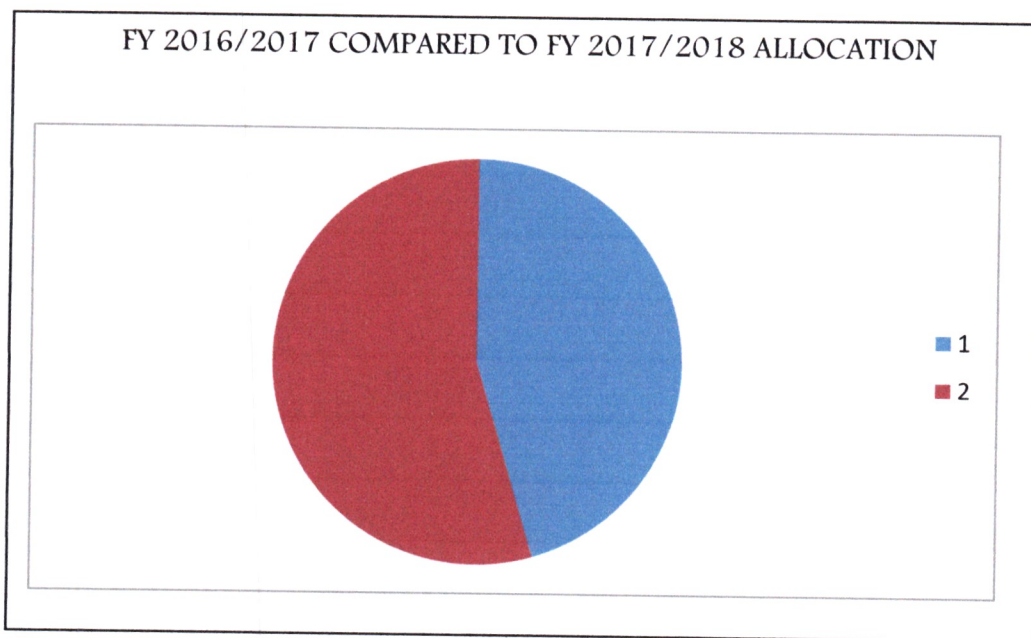
(i) Principal Legal Adviser

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

II.FORWARD BY THE CHAIRMAN NG-CDF COMMITTEE

Financial position

I am honoured to present the summarized financial position of Kasarani constituency for the financial year ending 30th June 2018. Total allocation to the constituency in FY 017/018 was **kshs.98, 189,655.16** which comprised of normal allocation of kshs. 86,810,344.82 and kshs.11,379,310.34 as an additional allocation. Total amount received from the NG-CDF Board by the end of the financial year was **kshs.43, 405,172** thus an amount of kshs.54, 784,483.16 was yet to be received. In addition,an amount of **kshs.2, 000,000** for FY 016/017 was yet to be received from the board. Thus total amount owing to the constituency by 30th June 2018 was **kshs, 56,784,483.16**. Total available money for use by the constituency during the year was **Kshs.45,806,541.58** .This comprised of Kshs. 43,405,172 being the disbursed allocation for FY 017/018, Kshs.1,356,512.58 being the cash book balance b/d and Kshs.1,044,857 being prior year adjustments. Total expenditure for the year was **kshs.29, 204,175.40**, thus the cash book closing balance was **kshs.16,602,366.18**

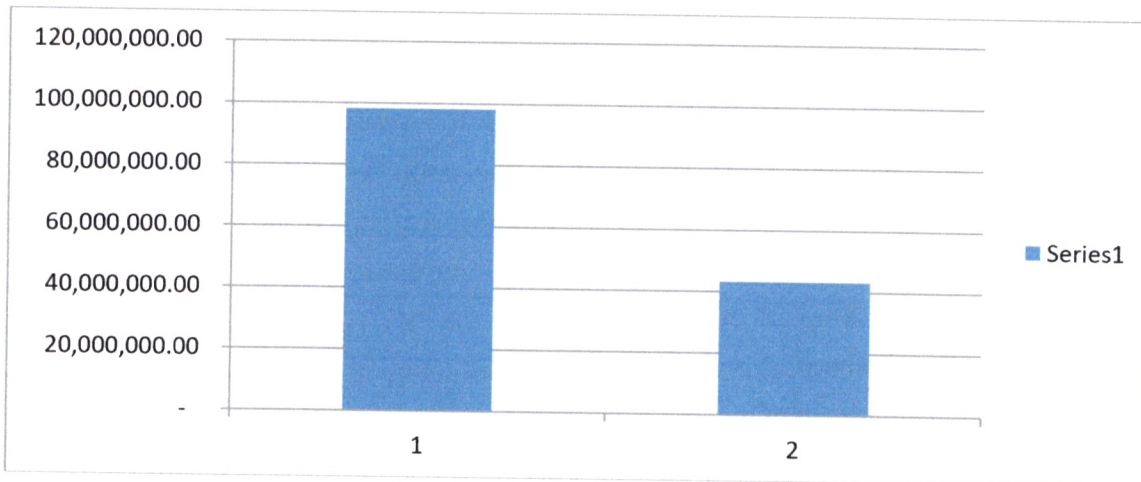


Key

- 1- FY 2016/2017 Showing the allocation for the previous financial year
- 2- FY 2017/2018 showing an increment in the allocation for the current financial year from 2016/2017 financial year's allocation.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 KASARANI CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2018**

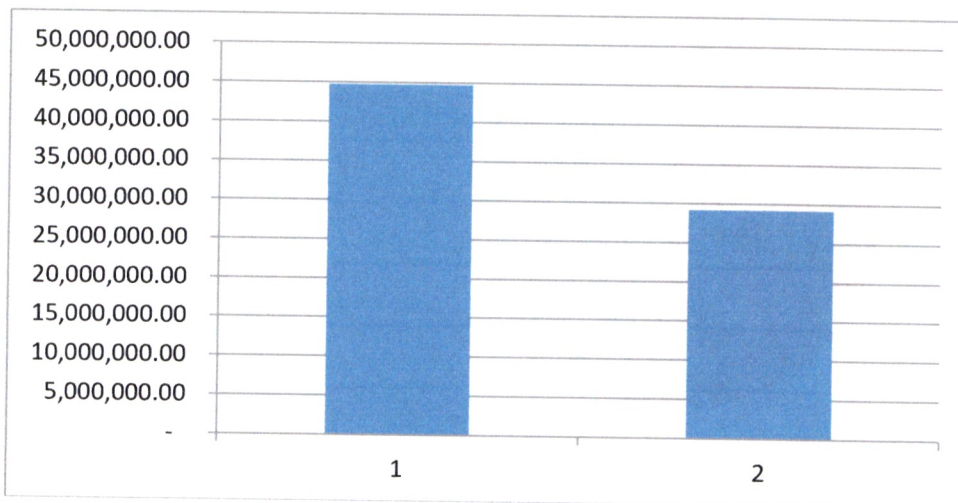
TOTAL BUDGET ALLOCATION COMPARED TO ACTUAL FUNDS RECEIVED



Key

- 1 – Total budget allocation (original and adjustment) for the year (2017/2018)
- 2 – Total funds received in the financial year 2017/2018

TOTAL ACTUAL FUNDS AVAILABLE FOR USE COMPARED TO TOTAL FUNDS UTILIZED



Key

- 1 – Total actual funds available for use in the FY 2017/2018
- 2 - Total funds utilised in the FY 2017/2018

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

KASARANI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018



Ongoing toilets renovation at Highway Manyatta Primary School

Key achievement for the NG-CDF is mainly in the education sector through issuance of bursaries to needy students in both secondary and tertiary institutions. Major challenge is the turnover of Fund Account Managers leading to delayed operations/projects implementation.

I sincerely thank all the stakeholders for their unwavering support in making Kasarani a better constituency. As the NG-CDFC Chairperson, I reiterate my commitment in ensuring that all the funds are effectively and efficiently utilised.

Sign



Francis Wokabi
CHAIRMAN NG-CDFCOMMITTEE

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**



NG-CDF Office building located at Njiru



Ongoing roofing of Mwiki Police Post

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. 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 NG-CDF Kasarani Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 20XX. 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 entity; (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 entity; (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 NG-CDF Kasarani Constituency accepts responsibility for the entity'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 entity's financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2017, and of the entity's financial position as at that date. The Accounting Officer charge of the NG-CDF Kasarani Constituency further confirms the completeness of the accounting records maintained for the entity, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NG-CDF Kasarani Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity'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 entity'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.

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

Approval of the financial statements

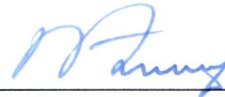
The NG-CDF Kasarani Constituency financial statements were approved and signed by the Accounting Officer on 26th Sept. 2018.



Fund Account Manager

Name: Jane Kariuki Name:AloisKimuyu

ICPAK Member Number:



Sub-County Accountant

REPUBLIC OF KENYA

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



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KASARANI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2018

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund- Kasarani Constituency set out on pages 11 to 39, which comprise the statement of assets and liabilities as at 30 June 2018, and the statement of receipts and payments, statement of cash flow and summary statement of appropriation-recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund- Kasarani Constituency as at 30 June 2018, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1. Opening Account Balances

As reported in the previous year, the original constituency was divided into additional other electoral areas of Roysambu, Ruaraka and Mathare following the general elections in the year 2013. Information and records made available indicated that no opening cash balances and assets were inherited and accounted for in the books of account from the original Kasarani Constituency. Consequently, the accuracy of the opening and closing bank balances of Kshs.1,356,513 and Kshs.16,602,366 reflected in the statement of assets and liabilities as at 30 June 2018 respectively, cannot be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund – Kasarani Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance

Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund – Kasarani Constituency for the year ended 30 June 2018.

with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section, I have determined that there are no key audit matters to communicate in my report.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1. Budget Performance

During the financial year ended 30 June 2018, Kasarani CDF had a final budget for receipts and expenditure totalling Kshs.101,546,168, respectively according to the summary statement of appropriation. The actual receipts during the year were Kshs.44,761,685 only, which mean that an amount of Kshs.56,784,483 or 56% of the budget was not received from the NGCDF Board.

The actual overall expenditure during the year was Kshs.29,204,175 or 65% of the actual receipts of Kshs.44,761,685 and 29% of the total expenditure budget of Kshs.101,546,168. The overall effect is that an amount of Kshs.72,341,992 or 79% of budget was not spent. This consequently impacted negatively on service delivery to the constituents.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matter described in the Basis for Conclusion on Lawfulness and

Effectiveness in Use of Public Resources of section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standards require that I plan and perform the audit to obtain assurance about whether processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and Those Charged with Governance

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 maintaining effective internal controls as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, management is responsible for assessing the ability of National Government Constituencies Development Fund- Kasarani Constituency to sustain services, disclosing and as applicable matters related to sustainability of services and using the applicable basis of accounting unless the management either intends to cease operations, or have no realistic alternative but to do so.

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

In addition to the responsibility for the preparation and presentation of the financial statements described above, management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with

Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease sustaining its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the National Government Constituencies Development Fund-Kasarani Constituency to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



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

Nairobi

02 May 2019

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

IV. STATEMENT OF RECEIPTS AND PAYMENTS

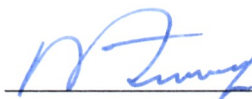
	Note	2017 - 2018	2016 - 2017
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	43,405,172	79,896,552
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	7,000
TOTAL RECEIPTS		43,405,172	79,903,552
PAYMENTS			
Compensation of employees	4	571,244	2,217,206
Use of goods and services	5	2,665,906	7,341,060
Transfers to Other Government Units	6	-	24,979,426
Other grants and transfers	7	25,967,025	68,930,601
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		29,204,175	103,468,293
SURPLUS/DEFICIT		14,200,997	(23,564,741)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF Kasarani Constituency financial statements were approved on 20th Sept 2018 and signed by:



Fund Account Manager

Name: Jane Kariuki



Sub-County Accountant


ICPAK Member Number: 8506


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2017 - 2018	2016 - 2017
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	16,602,366	1,356,513
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		16,602,366	1,356,513
Current receivables-Outstanding Imprests	11	-	
TOTAL FINANCIAL ASSETS		16,602,366	1,356,513
FINANCIAL LIABILITIES			
Accounts payable-Retention	12	-	
NET FINANCIAL ASSETS		16,602,366	1,356,513
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	1,356,513	24,921,253
Surplus/Deficit for the year		14,200,997	(23,564,741)
Prior year adjustments	14	1,044,857	-
NET FINANCIAL POSITION		16,602,366	1,356,513

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF Kasarani Constituency financial statements were approved on 20th Sept. 2018 and signed by:


 Fund Account Manager
 Name: Jane Kariuki


 Sub-County Accountant
 Name: Alois Kimuyu
 ICPAK Member Number: 8506

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**KASARANI CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2018****VI. STATEMENT OF CASHFLOW**

		2017- 2018	2016 - 2017
Receipts for operating income			
Transfers from CDF Board	1	43,405,172	79,896,552
Other Receipts	3	-	7,000
		43,405,172	79,903,552
Payments for operating expenses			
Compensation of Employees	4	571,244	2,217,206
Use of goods and services	5	2,665,906	7,341,060
Transfers to Other Government Units	6	-	24,979,426
Other grants and transfers	7	25,967,025	68,930,601
Other Payments	9	-	-
		29,204,175	103,468,293
Adjusted for:			
Adjustments during the year	14	1,044,857	-
Net cash flow from operating activities		15,245,854	(23,564,741)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	
NET INCREASE IN CASH AND CASH EQUIVALENT		15,245,854	(23,564,741)
Cash and cash equivalent at BEGINNING of the year	13	1,356,513	24,921,253
Cash and cash equivalent at END of the year		16,602,366	1,356,513

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
KASARANI CONSTITUENCY
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The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-CDF Kasarani Constituency financial statements were approved on 20th Sept. 2018 and signed by:



Fund Account Manager

Name: Jane Kariuki Name: Alois Kimuyu

ICPAK Member Number:



Sub-County Accountant

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	86,810,345	14,735,823	101,546,168	44,761,685	56,784,483	44.1%
Proceeds from Sale of Assets	-	-	-	-	-	
Other Receipts	-	-	-	-	-	
TOTAL RECEIPTS	86,810,345	14,735,823	101,546,168	44,761,685	56,784,483	44.1%
PAYMENTS						
Compensation of Employees	2,426,641	74,794	2,501,435	571,244	1,930,191	22.8%
Use of goods and services	5,382,290	1,024,138	6,406,428	2,665,906	3,740,522	41.6%
Transfers to Other Government Units	40,820,000	2,220,574	43,040,574	-	43,040,574	0.0%
Other grants and transfers	30,300,387	6,040,455	36,340,841	25,967,025	10,373,816	71.5%
Acquisition of Assets		5,375,862	5,375,862	-	5,375,862	0.0%
Other Payments	7,881,027	-	7,881,027		7,881,027	0.0%
TOTAL	86,810,345	14,735,823	101,546,168	29,204,175	72,341,992	28.8%


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NG-CDF) – KASARANI CONSTITUENCY
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- (a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]
- (b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]
- i. Only 44.1% of the allocated funds was received by the end of the financial year thus translating to under utilisation in all the budgeted items
 - ii. The changes between the original and final budget are as a result of additional allocation of kshs.11,379,310 and balance b/f of Kshs. 3,356,513 (Kshs.2,000,000 was un-received amount for FY 016/017 and 1,356,512.58 was the opening cash book balance)

The NG-CDF Kasarani Constituency financial statements were approved on 20th Sept 2018 and signed by:



Fund Account Manager
Name: Jane Kariuki Name:Alois Kimuyu



Sub-County Accountant
ICPAK Member Number: 8526

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 Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the NG-CDF Kasarani Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

The financial statements are presented in Kenya Shillings (Kshs), which is the functional and reporting currency of the Government and all values are rounded to the nearest Kenya Shilling.

4. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the Entity for all the years presented.

a) Recognition of Receipts

The Entity recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the Entity.

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

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SIGNIFICANT ACCOUNTING POLICIES

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30th June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

b) Recognition of payments

The Entity recognises all payments when the event occurs and the related cash has actually been paid out by the Entity.

Compensation of Employees

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

Use of Goods and Services

Goods and services are recognized as payments in the period when the goods/services are paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

Acquisition of Fixed Assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

5. In-kind contributions

In-kind contributions are donations that are made to the Entity 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 Entity includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. 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.

7. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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SIGNIFICANT ACCOUNTING POLICIES

payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

8. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. 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 Entity 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.

10. Unutilized Funds

Unutilized funds consist of bank balances in the constituency account and previous year(s) balances not yet disbursed by the Board to the constituency at the beginning of the financial year. These balances are available for use in the year under review to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(1) of NGCDF Act, 2015.

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2017 for the period 1st July 2017 to 30th June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds. A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

SIGNIFICANT ACCOUNTING POLICIES

12. Comparative Figures

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

13. 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 30th June 2018.

14. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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Reports and Financial Statements
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I. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2017 - 2018	2016 - 2017
		Kshs	Kshs
Normal Allocation	AIE NO. A855846	5,500,000	
	AIE NO. A896752	37,905,172	
			4,094,828
			36,853,449
			38,948,275
Conditional grants			
Receipt from other Constituency			
TOTAL		43,405,172	79,896,552

2. PROCEEDS FROM SALE OF ASSETS

Description	2017 - 2018	2016 - 2017
	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	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Sale of Tender Documents	-	-
Other Receipts Not Classified Elsewhere (Tender)	-	7,000
TOTAL	-	7,000

4. COMPENSATION OF EMPLOYEES

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Basic wages of contractual employees	571,244	2,173,206
Basic wages of casual labour	-	20,000
Personal allowances paid as part of salary		-
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Other personnel payments	-	-
Employer contribution to NSSF		
Gratuity-contractual employees		24,000
TOTAL	571,244	2,217,206

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Utilities, supplies and services	-	248,410
Electricity	-	
Water & sewerage charges	-	
Office rent	-	404,000
Communication, supplies and services	19,998	118,049
Domestic travel and subsistence	-	144,290
Printing, advertising and information supplies & services	384,068	118,593
Rentals of produced assets		-
Training expenses		1,094,000
Hospitality supplies and services		143,426
Other committee expenses	1,546,600	1,649,100
Committee allowance	406,000	1,810,000
Insurance costs		-
Specialised materials and services		1,007,000
Office and general supplies and services	309,240	395,642
Fuel , oil & lubricants		100,000
Other operating expenses		-
Bank service commission and charges		-
Security operations		-
Routine maintenance - vehicles and other transport equipment		-
Routine maintenance- other assets		108,550
TOTAL	2,665,906	7,341,060

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Transfers to Primary schools	-	12,418,461
Transfers to Secondary schools	-	7,500,000
Transfers to Tertiary institutions	-	5,060,965
Transfers to Health institutions	-	
TOTAL	-	24,979,426

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Bursary -Secondary	17,005,636	11,379,000
Bursary -Tertiary	2,940,500	7,828,000
Bursary-Special schools	25,000	3,552,000
Water		500,000
Security	1,700,000	35,100,000
Sports	1,312,000	1,636,000
Environment		1,861,831
Emergency Projects		
Mwiki Police Post container purchase	498,000	
Mwiki Police Post roofing	1,266,510	
Highway manyatta pry. Roofing of toilets	1,219,379	
Gituamba Slums Water Project		400,000
Hon.John Njoroge Secondary Playground Levelling		2,708,310
Maili Saba Playground Levelling		3,965,460
TOTAL	25,967,025	68,930,601

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2017 - 2018	2016 - 2017
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles		
Purchase of Bicycles & Motorcycles		
Overhaul of Vehicles		
Purchase of office furniture and fittings		
Purchase of computers ,printers and other IT equipments		
Purchase of photocopier		
Purchase of other office equipments	-	-
Purchase of soft ware	-	-
Acquisition of Land	-	-
TOTAL	-	-

9. OTHER PAYMENTS

specify	-	-
specify	-	-
specify	-	-
TOTAL	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KASARANI CONSTITUENCY**

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	Account Number	2017 - 2018	2016 - 2017
		Kshs (30/6/2018)	Kshs (30/6/2017)
EQUITY BANK-KASARANI BRANCH	1180261612372	16,602,366	1,356,513
Total		16,602,366	1,356,513
10B: CASH IN HAND)			
		2017 - 2018	2016 - 2017
		Kshs (30/6/2018)	Kshs (30/6/2017)
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other receipts (specify)		-	-
TOTAL		-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer</i>		<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2018)</i>
	<i>Date imprest taken</i>	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
			-	-
		-	-	-
		-	-	-
		-	-	-

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

12 RETENTION

Supplier/Contractor	PV No.	2017 - 2018	2016 - 2017
TOTAL			

[Provide short appropriate explanations as necessary]

13. BALANCES BROUGHT FORWARD

	2017 - 2018	2016 - 2017
	Kshs (1/7/2017)	Kshs (1/7/2016)
Bank accounts	1,356,513	24,921,253
Cash in hand		-
Imprest		-
TOTAL	1,356,513	24,921,253

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
KASARANI CONSTITUENCY**

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. PRIOR YEAR ADJUSTMENTS

	2017 - 2018	2016- 2017
	Kshs	Kshs
Bank accounts		
Cash in hand	1,044,857	-
Imprest	-	-
TOTAL	1,044,857	-

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017 - 2018	2016- 2017
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
TOTAL	-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	2017 - 2018	2016- 2017
	Kshs	Kshs
Senior management		
Middle management	2,107,270	-
Unionisable employees	-	-
Others (specify)	-	-
Total	2,107,270	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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15.3: UNUTILIZED FUNDS (See Annex 3)

	2017 - 2018	2016- 2017
	Kshs	Kshs
Compensation to employees	1,934,191	74,794
Use of goods and services	3,251,123	
Committee Exp/Capacity Building	891,400	
Amount due to other gvt entities	43,040,574	2,220,574
Amount due to other grants and transfer	11,012,672	1,061,144
Acquisition of assets	5,375,862	-
Others	7,881,027	
TOTAL	73,386,849	3,356,513

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

KASARANI CONSTITUENCY

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2017 - 2018	2016- 2017
	Kshs	Kshs
PMC accounts balances	116,866.47	5,525,058
	116,866.47	5,525,058

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KASARANI CONSTITUENCY
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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KASARANI CONSTITUENCY
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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracte d	Amount Paid To- Date	Outstanding Balance 2018	Comments
		a	b	c	d=a-c	
Middle Management						
1. Joseph Ogolla		254,820	March 2014	0	254,820	Gratuity due
2. Lilian Waweru		445,780	March 2014	0	445,780	Gratuity due
3. Boniface Ngungu		210,180	March 2014	0	210,180	Gratuity due
4. Samuel Mwirigi		167,400	March 2014	0	167,400	Gratuity due
5. Joseph Nganga		167,400	March 2014	0	167,400	Gratuity due
6. Zipporah Moraa		156,240	March 2014	0	156,240	Gratuity due
7. Benson Kega		279,930	August 2014	0	279,930	Gratuity due
8. Sophia Wangari		141,670	August 2014	0	141,670	Gratuity due
9. James Gathenge		167,400	August 2014	0	167,400	Gratuity due
10. Coleta Gitau		116,250	July 2015	0	116,250	Gratuity due
Sub-Total						
Grand Total					2,107,270	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KASARANI CONSTITUENCY
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ANNEX 3 – UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2017/018	2016/017	
		a	b	c
Compensation to employees		1,934,191	74,794	
Use of goods and services		3,251,123	0	
Committee Exp/Capacity Building		891,400	0	
Amounts due to other Government entities				
1. Primary Schools- Kshs.23,820,574				
Athi Primary School	Construction of a perimeter wall phase I	3,000,000	0	
Njiru Primary School	Construction of 4 classrooms	7,800,000	0	
Highway Manyatta Primary School	Construction of 4 classrooms	7,800,000	0	
Purchase of 100 lockers and chairs for 10 primary schools	500,000/ = Per school	5,000,000	0	
Drumvale Primary school	Unutilized amount	220,574	220,574	
2. Secondary Schools-Kshs.19,220,000				
St. Dominic Secondary School	Construction of 4 classrooms	7,800,000	0	
Ruai Girls Secondary School	Purchase of 150 lockers @ 5000	750,000	0	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KASARANI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018 (Kshs'000)

St. Dominic Secondary School	Purchase of 150 lockers @ 5000	750,000	0
St. Dominic Secondary School	Construction of a 4 door latrine	920,000	0
St. Dominic Secondary School	Purchase of a 51 sitter school bus	7,000,000	0
Ruai Girls Secondary School	Two classes completion	2,000,000	2,000,000
Sub-Total		43,040,574	2,220,574
Amounts due to other grants and other transfers			
1. Security Projects			
Ruai DCC's Office	Construction of 4 door latrine	920,000	0
2. Environmental Projects		1,572,628	0
3. Sports		651,793	0
4. Emergency		2,154,042	0
5. Bursary		5,714,209	0
6. Security project			1,061,144
Sub-Total		11,012,672	1,061,144
Acquisition of assets			
1. NG-CDF Office completion		2,875,862	0
2. Purchase of furniture and equipment		2,500,000	0

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KASARANI CONSTITUENCY
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Sub-Total		5,375,862	0
Others			
1. Strategic plan		3,204,000	0
2. Constituency Innovation Hubs		4,677,027	0
Sub-Total		7,881,027	0
Grand Total		73,386,849	3,356,513

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – KASARANI CONSTITUENCY
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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost B/F (Kshs) 2016/17	Additions during the year (Kshs)	Disposal during the year	Historical Cost B/F (Kshs) 2017/18
Land	0	-	-	0
Buildings and structures	3,000,000			3,000,000
Transport equipment	2,995,000		-	2,995,000
Office equipment, furniture and fittings	159,617			159,617
ICT Equipment, Software and Other ICT Assets	370,000			370,000
Other Machinery and Equipment	0		-	0
Heritage and cultural assets	0		-	0
Intangible assets	0		-	0
Total	6,029,617			6,029,617

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance	Bank Balance
			2017/2018	2016/2018
ATHI PRIMARY TOILET BLOCK	EQUITY	1180263490508	110.00	321,050.00
CDF OFFICE BLOCK	EQUITY	1180168575635	A/C closed	257,780.25
CHOKAA MAIN ROAD	EQUITY	1180263533160	205.00	205.00
CLAYCITY AP CAMP	EQUITY	1180263490538	2,528.00	52,638.00
CLAYCITY SECONDARY SCHOOL	EQUITY	1180262592131	A/C closed	49,325.70
GITUAMBA DAN-BULL ROAD	EQUITY	1180165215699	819.00	819.00
GITUAMBA WATER PROJECT	EQUITY	1180165704251	9,685.00	9,685.40
JEHOVAH JIREH PRIMARY TOILET BLOCK	EQUITY	1180262202348	428.00	428.00
JEHOVAH JIREH SECONDARY SCHOOL	EQUITY	1180262202426	775.00	775.00
JOHN NJOROGE SECONDARY	EQUITY	1180262202314	61.37	294,291.37
KAMUNYONGE AP CAMP	EQUITY	1180169313172	709.60	30,819.60
KASARANI CDF ENVIRONMENT	EQUITY	1180165695393	908.15	908.15
KASARANI CDF SPORTS	EQUITY	1180263490469	271.00	271.00
KASARANI CDF WEBSITE	EQUITY	1180166034564	10,440.00	10,440.00
KASARANI HEALTH CENTRE	EQUITY	1180263651555	1,095.00	1,095.00
KASARANI YOUTH RESOURCE CENTRE TOILET BLOCK	EQUITY	1180262715388	1,016.00	1,016.00
MAILI SABA DISPENSARY	EQUITY	1180164152519	52,550.35	52,550.35
MANYATTA TOILET BLOCK	EQUITY	1180262202593	3,349.00	3,349.00
MLIMANI-DELIVERANCE ROAD	EQUITY	1180263533566	1,689.00	1,689.00
MWENGENYE PRIMARY SCHOOL	EQUITY	1180264985673	1,188.00	371,738.00

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MWIKI HEALTH CENTRE	EQUITY	1180164152443	900.00	900.00
MWIKI SECONDARY SCHOOL	EQUITY	1180262202474	A/C closed	313,617.79
NEW NJIRU SECONDARY SCHOOL	EQUITY	1180167104061	27,864.00	427,974.07
RED SOIL ROAD	EQUITY	1180266315756	275.00	275.00
KASARANI SECURITY LIGHTS	KCB	1202696872	A/C closed	288,126.00
MWIKI POLICE STATION	KCB	1202696198	A/C closed	407,116.20
ST.DOMINIC PRIMARY SCHOOL	KCB	1206590076	A/C closed	1,097,207.50
Total			116,866.47	5,525,058.38

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
	<p>Kasarani CDF was divided into additional other electoral areas of Roysambu, Ruaraka and Mathare following the general elections of 2013. Information and records availed indicated that no opening cash balances and assets were inherited and accounted for in the books of account from the original Kasarani constituency. Consequently, the accuracy and propriety of the opening and closing balances of Kshs.21,654,692 and Kshs.24,921,253 respectively could not be ascertained.</p>	<p>Kasarani constituency was split from the larger Kasarani and there was no bank account or bank balances left to Kasarani constituency. The constituency opened a new CDF Account A/C No 1180261612372 Name: Kasarani Constituency Development Fund Bank: Equity Bank Limited Branch: Kasarani and the CDF BOARD allocated the constituency the first administrative disbursement of Kshs. 2,000,000 which was effected by the bank on 11th December 2013.</p> <p>The old Kasarani CDF Bank Account was operated at the Co-operative Bank of Kenya -Parliament Road Branch A/C No: 01136007426600. The bank balance as at 20th June 2013 was Kshs. 4,392,982.60/= The Kasarani CDF has written a letter to Co-operative Bank</p>	<p>Ayaan Mahadhi -FAM</p>	<p>Not Resolved</p>	<p>End Dec 2018</p>

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
		of Kenya -Parliament Road Branch A/C No: 01136007426600 requesting for the bank statement of the account and would appeal for your support by writing to the fore mentioned requesting for the same			
	Failure to present Environmental Impact Assessment Report of construction of Njiru Secondary school which is located about 100 metres from Njiru sewer outfall and almost 200 metres from Njiru quarry	Waiting for the report	Elias mate- FAM	Not resolved	End Dec. 2018

