


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 15 NOV 2018	DAY: THURSDAY
TABLED BY: CLERK-AT THE-TABLE:	Hon. Ada Duale Moses Lemuna.

**REPORT**

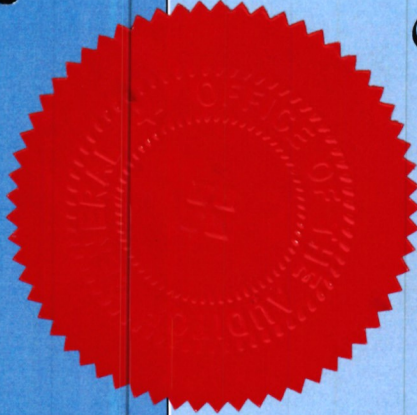
OF

THE AUDITOR-GENERAL

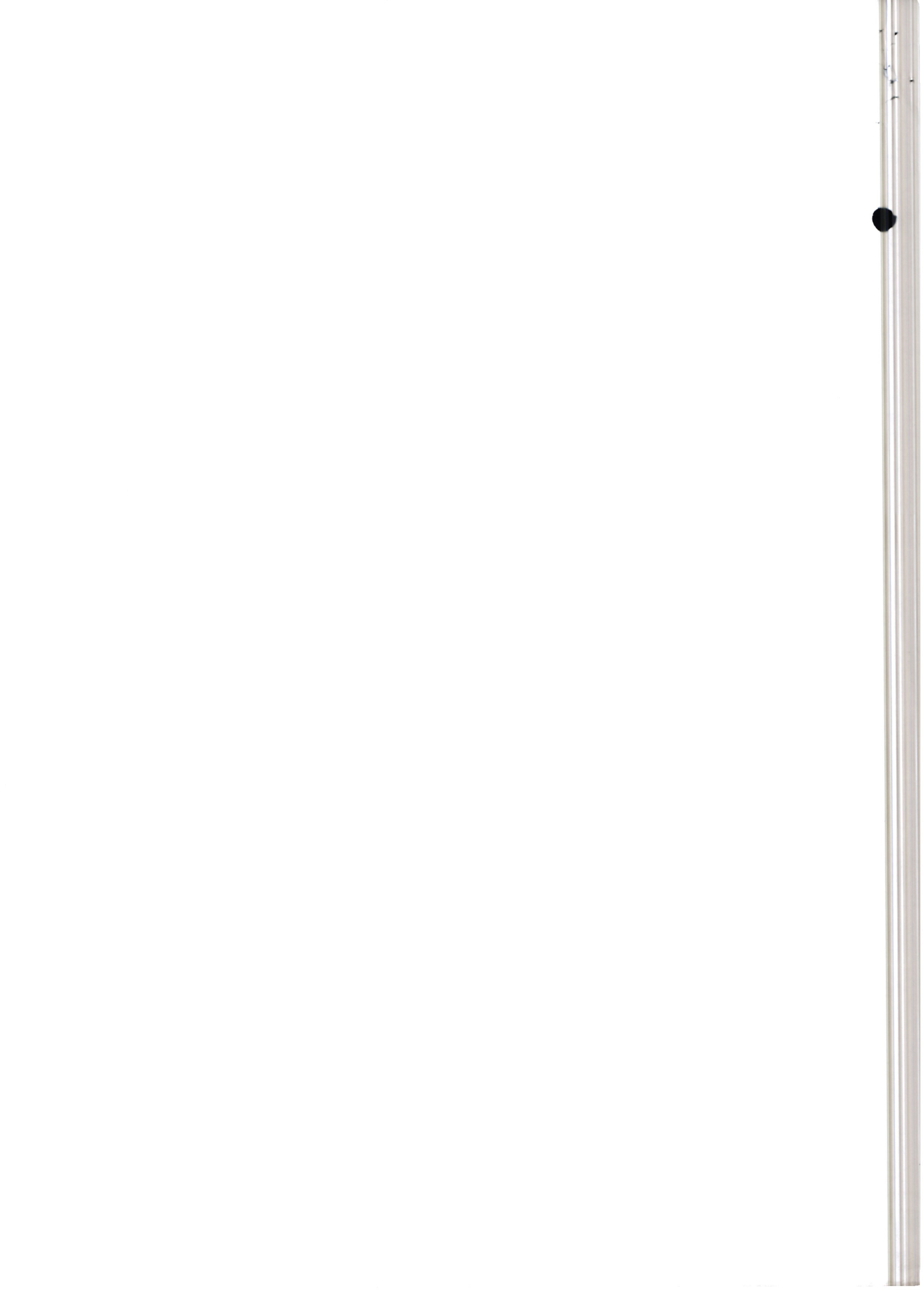
ON

THE FINANCIAL STATEMENTS OF  
NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND  
KIBWEZI EAST CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE 2017









**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KIBWEZI EAST  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2017**

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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-  
KIBWEZI EAST CONSTITUENCY**

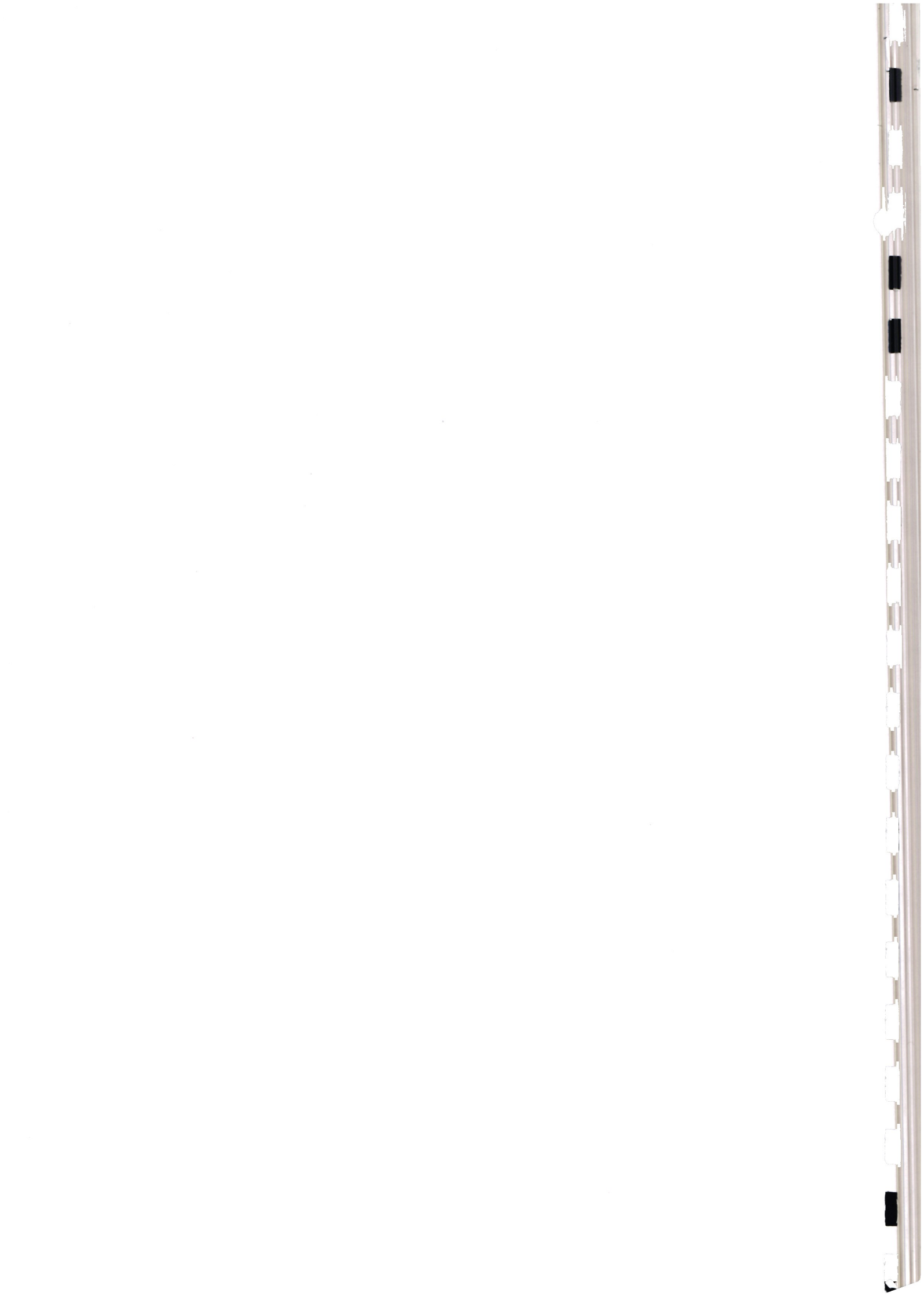
**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2017**

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

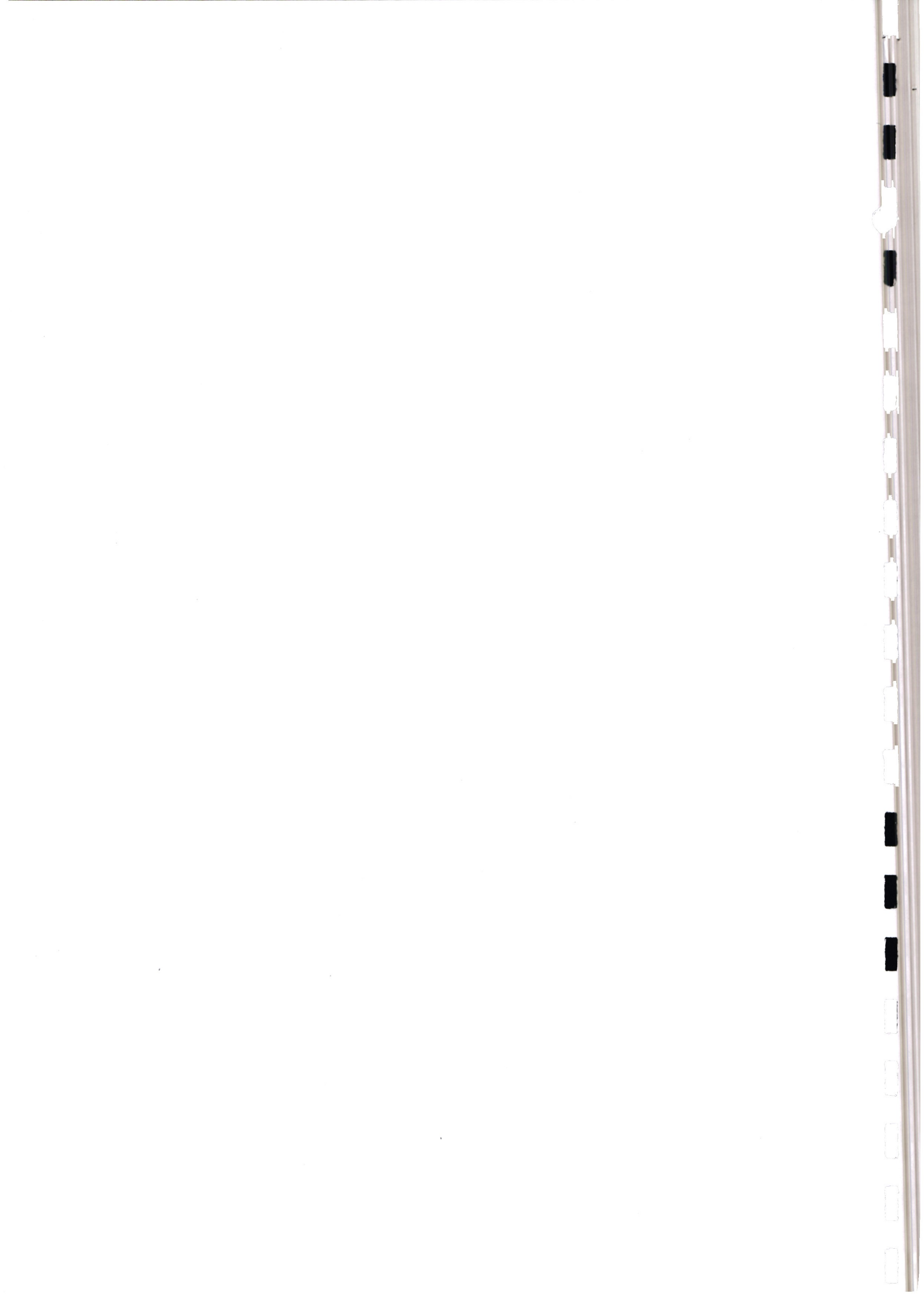






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**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**a. Background information**

The *National Government Constituencies Development Fund (NG-CDF)* was set up under the NG-CDF Act, 2003 now repealed by the NG-CDF Act, 2013.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

**b. Key Management**

The *KIBWEZI EAST 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 30<sup>th</sup> June 2016 and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	Accounting Officer	<b>Yusuf Mbuno</b>
2.	A.I.E holder	<b>Bawazir Mohamed</b>
3.	Accountant	<b>Benjamin Uhuru</b>

**d. Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of KIBWEZI EAST 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.





**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KIBWEZI EAST  
CONSTITUENCY**

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**For the year ended June 30, 2017**

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**e. KIBWEZI EAST NG-CDF HEADQUARTERS**

NG-CDF OFFICE BUILDING  
P.O BOX 1-90137  
KIBWEZI  
KENYA.

**f. KIBWEZI EAST NG-CDF CONTACTS**

Telephone: (+254) 722666095  
E-mail: [kibwezieast@ngcdf.go.ke](mailto:kibwezieast@ngcdf.go.ke)  
Website: [www.ngcdf.go.ke](http://www.ngcdf.go.ke)

**g. NG-CDF KIBWEZI EAST BANKERS**

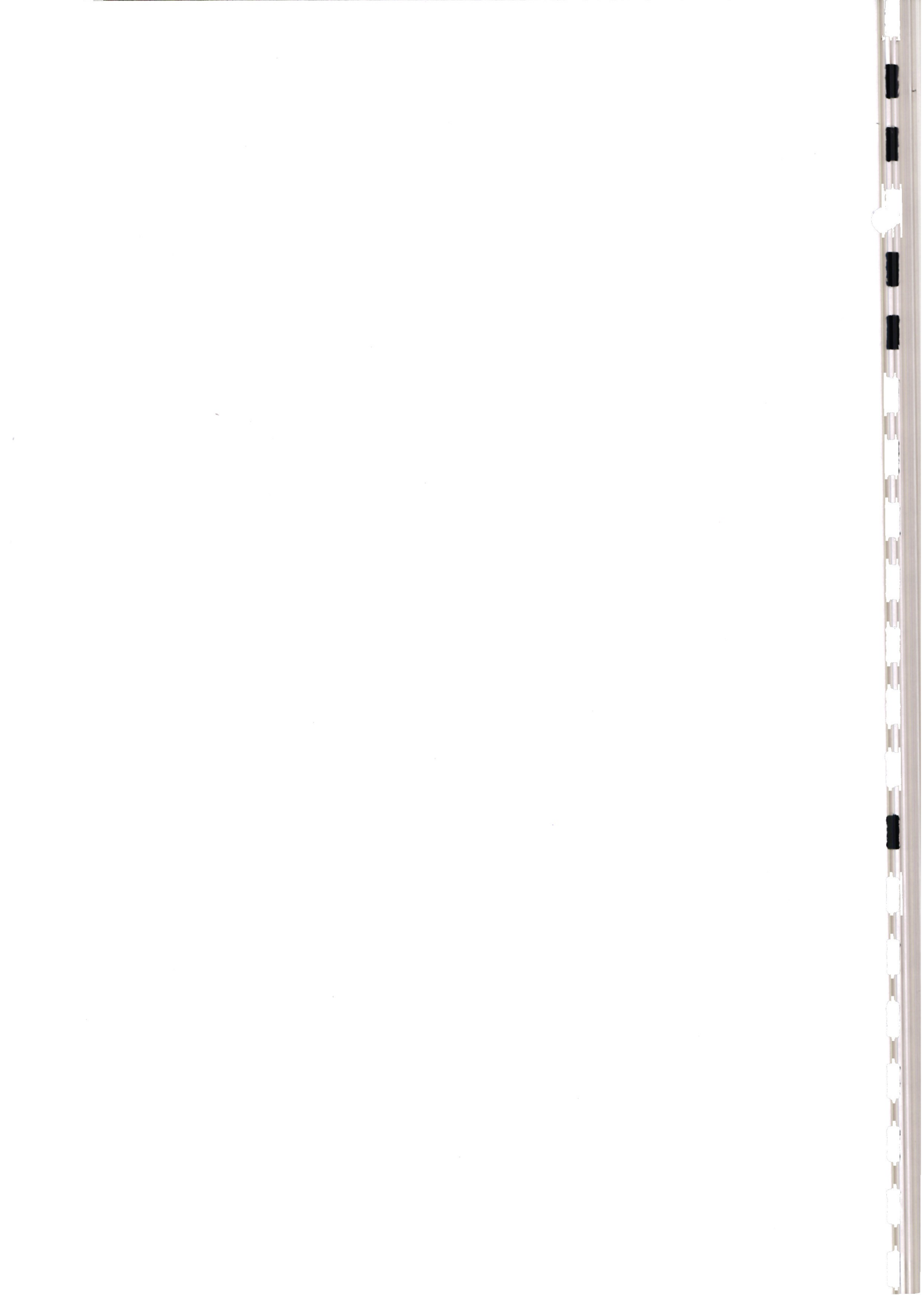
1. KENYA COMMERCIAL BANK  
P.O. Box 288-90138  
MTITO ANDEI  
KIBWEZI

**h. OFFICE OF THE AUDITOR GENERAL**

Auditor General  
The 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





**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KIBWEZI EAST  
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**I. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND  
COMMITTEE (NG-CDFC)**

The Kibwezi East NG-CDFC came into being after official gazzettelement on 17th June 2016

We wish to highlight some few pertinent issues as described here under;

**Details of Key achievement for NG-CDFC KIBWEZI EAST**

On education sector we have managed to increase the infrastructure in primary and secondary levels through fresh construction and refurbishment of learning structures, accommodation and administration offices leading to increased ambiance and a comfy learning environment

Conversely, there's an increase transition in education levels through bursary allocation to the needy students who were previously unable to partake their education as the area is prone to crop failure and lack of rainfall hence high poverty levels

**Emerging issues**

Due to the sectors which were classified under devolved functions, there's a dire need to sensitize the community that the NG-CDF is only limited to the national government projects and that the projects lying under the devolved units solely belong to the county government


**Challenges**

The community needs are enormous and the resources available to match the needs are scarce

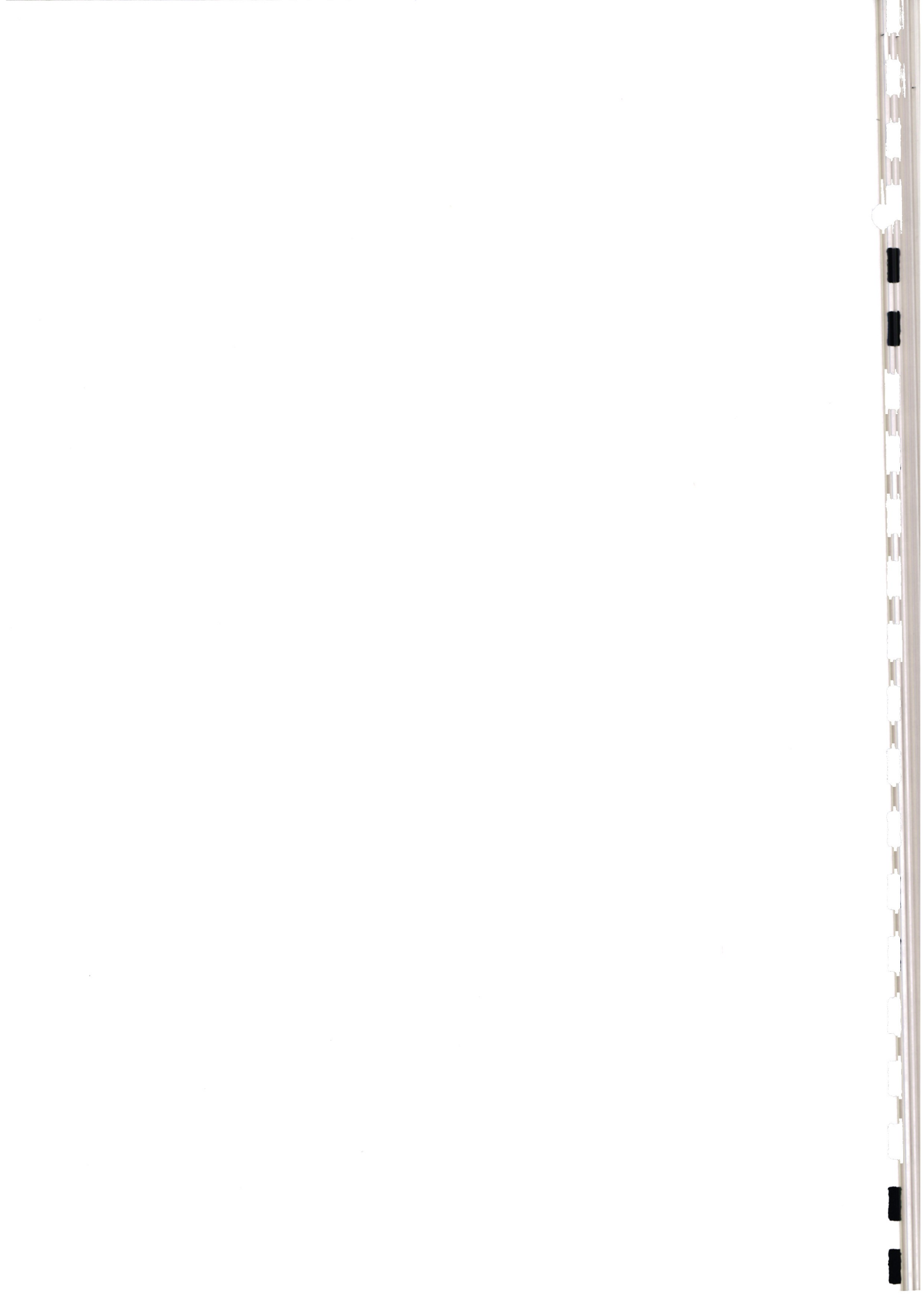
**Way forward**

The NG-CDFB should increase the funding levels with time to curb the said shortage

We look forward for continued support and guidance.

Sign.....  
CHAIRMAN NG-CDFC

CDF KIBWEZI EAST  
P. O BOX 1 50137  
KIBWEZI





**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KIBWEZI EAST  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2017**

**II. STATEMENT OF NG-CDF MANAGEMENT RESPONSIBILITIES**

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

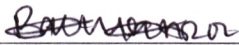
The Accounting Officer in charge of the NG KIBWEZI EAST Constituency Development Fund is responsible for the preparation and presentation of the KIBWEZI EAST NG-CDF financial statements, which give a true and fair view of the state of affairs of the KIBWEZI EAST NG-CDF for and as at the end of the financial year (period) ended on June 30, 2017. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the NG-CDF; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the *NG-CDF*; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.


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

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

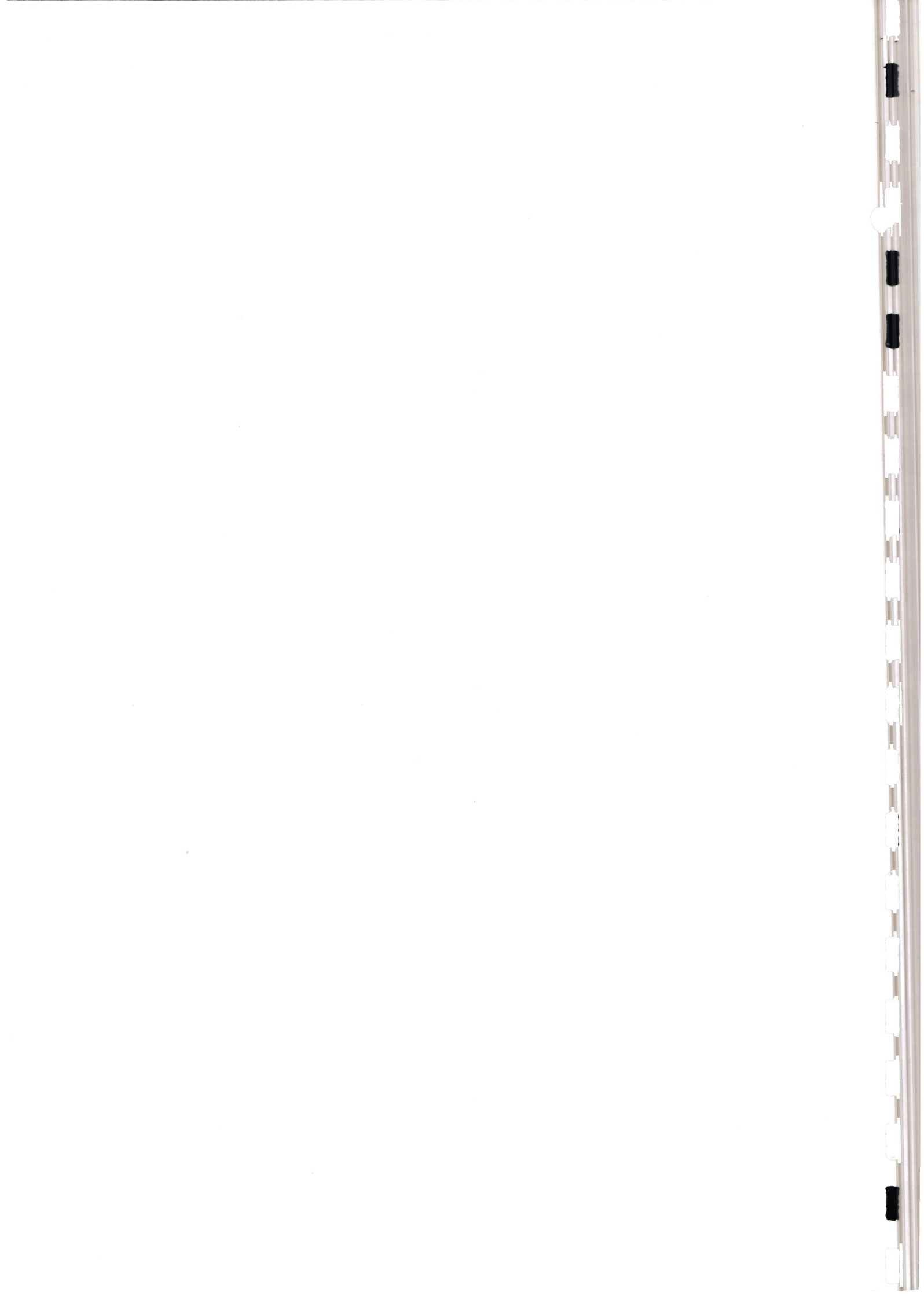
**Approval of the financial statements**

The *NG-CDF's* financial statements were amended and signed by the Accounting Officer on 15/09/2017

  
Fund Account Manager

  
Chairman NG-CDFC

CDF KIBWEZI EAST  
P. O. BOX 15017  
KIBWEZI





# REPUBLIC OF KENYA

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NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - KIBWEZI EAST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2017

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#### Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Kibwezi East Constituency set out on pages 7 to 24, which comprise the statement of financial assets as at 30 June 2017, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation 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 the matters 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- Kibwezi East Constituency as at 30 June 2017, and 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.

In addition, as required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, except for the matters described in the Basis for Qualified Opinion and Other Matter sections of my report, nothing has come to my attention to cause me to believe that public money has not been applied lawfully and in an effective way.

#### Basis for Qualified Opinion

##### 1. Presentation of the Financial Statements

The financial statements have not been properly identified in that page 9 and 10 have been omitted. Consequently, the financial statements have not been presented in accordance with the guidelines issued by the Public Sector Accounting Standards Board.

##### 2. Compensation of Employees

The statement of receipts and payments reflects comparative figure for compensation of employees of Kshs.1,213,557.20 but the respective Note 4 reflects Kshs.1,201,557.20 resulting in unexplained difference Kshs.12,000.

##### 3. Prior Year Adjustments

The statements of financial assets and cash flows reflects prior year adjustments of Kshs.4,499,400 and as disclosed in Note 14 to the financial statements that have not been

*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund- Kibwezi East Constituency for the year ended 30 June 2017*



satisfactorily and fully explained. Consequently, the validity of the adjustments cannot be confirmed.

#### **4. Bank Balance**

The statement of financial assets reflects a bank balance of Kshs.14,676,541.18 as at 30 June 2018. Examination of the bank reconciliation statement for June 2017 revealed unrepresented cheques totalling Kshs.5,553,332 out of which cheques amounting to Kshs.325,500 had gone stale but had not been reversed in the cashbook as at 30 June 2017. Consequently, the accuracy of bank balance of Kshs.14,676,541.18 as at 30 June 2017 cannot be confirmed.

#### **5. Ineligible Expenditure**

The statements of receipts and payments reflects expenditure of Kshs.49,805,882 in respect of other grants and transfers. The expenditure includes Kshs.8,700,000 for water projects which is a devolved function under the Constitution. This is contrary to Section 24 (a) of the National Government Constituency Development Fund Act, 2015 which limits projects to be funded to those falling under the National Government function and the expenditure is therefore ineligible.

#### **6. Net Financial Position**

The statement of financial assets as at 30 June 2017 reflects net liabilities instead of net financial position of Kshs.14,676,541.78, being the difference between the brought forward fund balance of Kshs.21,053,449.23 together with the prior year adjustments of Kshs.4,499,400 and the deficit for the year of Kshs.10,876,307.45. No explanation has been provided for this anomaly.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund - Kibwezi East Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 matters described in the Basis for Qualified Opinion and Other Matter section, I have determined that there are no key audit matters to communicate in my report.

#### **Other Matter**

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

During the year under review, the fund incurred total expenditure of Kshs.129,577,719.18 against an approved budget of Kshs.144,254,260.98 resulting in an under expenditure of Kshs.14,676,541.78. Although the fund achieved a 90% budget utilization level, other grants



and transfers had an absorption rate of 84%, an indication that the budget did not fully meet the expectations of the constituents of Kibwezi East.

## 2. Project Implementation

A review of the project implementation status report as at 30 June 2017 revealed that projects worth Kshs.48,337,063 were started and completed during the year, projects worth Kshs.4,750,000 were started but were still ongoing and projects worth Kshs.1,700,000 had not been started as detailed below:

Projects	Completed					
Project Name	Activity	Allocated Amount (Kshs.)	Disbursed Amount (Kshs.)	Completion date	Status	Remark
Emergency		4,094,827	4,094,827		complete	complete
Kyanguli Pri	Demolition, walling plastering and painting of an Administration Block	873,980	873,980	30th dec 2016	complete	complete & in use
Ititi Primary	Construction of Girls Dormitory	1,500,000	1,500,000	30th dec 2016	complete	complete & in use
Kithito Primary	Construction of Two Classrooms	1,700,000	1,700,000	30th dec 2016	complete	complete & in use
Kathiani Pri	Plastering & Painting of Five Classrooms	534,250	534,250	30th dec 2016	complete	complete & in use
Masimbani Pri	Construction of Classroom	850,000	850,000	30th dec 2016	complete	complete & in use
Mitonguni Pri.	Demolition, walling plastering and painting of an Administration Block	625,390	625,390	30th dec 2016	complete	complete & in use
Miomuni Pri.	Flooring, fixing doors and windows, plastering and painting to existing eight (8) no. Classrooms and office	2,024,290	2,024,290	30th dec 2016	complete	complete & in use
Mwanyani Pri	Demolition, walling plastering and painting of an Administration Block	798,860	798,860	30th dec 2016	complete	complete & in use
Mweini Pri.	Plastering, flooring, windows, doors & Painting of Four Classrooms	598,450	598,450	30th dec 2016	complete	complete & in use
Ngwata Pri	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	1,882,780	1,882,780	30th dec 2016	complete	complete & in use
Kasasule Pri	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	2,389,950	2,389,950	30th dec 2016	complete	complete & in use
Kithasyu Pri	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	2,060,200	2,060,200	30th dec 2016	complete	complete & in use

Isunguluni Pri	Construction of Girls Dormitory	2,400,000	2,400,000	30th dec 2016	complete	complete & in use
Utithi Pri	Construction of Girls Dormitory	2,400,000	2,400,000	30th dec 2016	complete	complete & in use
Machinery Township Pri	Construction of classroom	800,000	800,000	30th dec 2016	complete	complete & in use
Masongale ni Pri	Plastering, flooring, Roofing, windows, doors & Painting of Three Classrooms	850,000	850,000	30th dec 2016	complete	complete & in use
Ituumo Pri	Plastering, flooring, Roofing, windows, doors & Painting of Ten Classrooms	1,850,000	1,850,000	30th dec 2016	complete	complete & in use
Ivingoni Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	1,100,000	1,100,000	30th dec 2016	complete	complete & in use
Mutomo Pri.	Demolition, walling plastering painting and extension of an Administration Block	1,083,550	1,083,550	30th dec 2016	complete	complete & in use
Makokani Pri	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	1,180,870	1,180,870	30th dec 2016	complete	complete & in use
Kiambani Pri	Demolition, walling plastering and painting of an Administration Block	700,000	700,000	30th dec 2016	complete	complete & in use
Nzwii Pri. School	Construction of classroom	850,000	850,000	30th dec 2016	complete	complete & in use
Nzayo Pri	Completion of three classrooms-roofing plastering flooring verandah& painting	900,000	900,000	30th dec 2016	complete	complete & in use
Kathiani Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Four Classrooms	300,000	300,000	30th dec 2016	complete	complete & in use
Miani Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Four Classrooms	1,119,530	1,119,530	30th dec 2016	complete	complete & in use
Nthunguni Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Four Classrooms	1,259,310	1,259,310	30th dec 2016	complete	complete & in use
Iviaani Pri.		1,543,200	1,543,200	30th dec 2016	complete	complete & in use
Kikwasuni Pri	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	1,420,700	1,420,700	30th dec 2016	complete	complete & in use
Mitamboni Pri	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	1,300,000	1,300,000	30th dec 2016	complete	complete & in use



Makutano Pri	Plastering, flooring, Roofing, windows, doors & Painting of Five Classrooms	500,000	500,000	30th dec 2016	complete	complete & in use
Ilkoni Pri	Construction of Two Classrooms	1,196,925	1,196,925	30th dec 2016	complete	complete & in use
Ngiluni Pri, School	Plastering, flooring, Roofing, windows, doors & Painting of Four Classrooms	450,000	450,000	30th dec 2016	complete	complete & in use
Mikomani Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Four Classrooms	300,000	300,000		complete	complete & in use
Mbetwani Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Two Classrooms	400,000	400,000		complete	complete & in use
Silanga Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Three Classrooms	400,000	400,000		complete	complete & in use
Supply of Water Tanks	Supply of Water Tanks to Schools	2,100,000	2,100,000	14th dec 2016	complete	complete
Kasue Girls	Contribution towards bus	2,000,000	2,000,000	14th dec 2016	complete	complete& in use

#### On-going Projects

Kyumani Pri	Construction of Girls Dormitory	2,400,000	2,400,000	30th dec 2016	ongoing	
Iatune Pri	Construction of classroom	850,000	850,000	30th dec 2016	ongoing	
Yindundu Pri. School	Plastering, flooring, Roofing, windows, doors & Painting of Four Classrooms	500,000	500,000	1st feb 2017	ongoing	
Kiuani Sec	Construction of Girls Dormitory	1,000,000	1,000,000		ongoing	

#### Projects not started

Kithiani Pri	Plastering, flooring, Roofing, windows, doors & Painting of Three Classrooms	500,000	500,000		not started	
Yikitaa Primary	Construction of classroom	500,000	500,000		not started	
Mangelete Pri	Plastering, flooring, Roofing, windows, doors & Painting of Three Classrooms	300,000	300,000		not started	
Yimbuvu Pri.	Plastering, flooring, Roofing, windows, doors & Painting of Four Classrooms	400,000	400,000		not started	

The constituents of Kibwezi East did not therefore obtain value for the projects budgeted but not fully implemented during the year.

## **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance 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.

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

## **Auditor-General's Responsibilities for the Audit of the Financial Statements**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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



- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to 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 Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



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

**Nairobi**

**26 September 2018**





**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KIBWEZI EAST  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

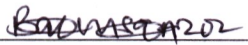
**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

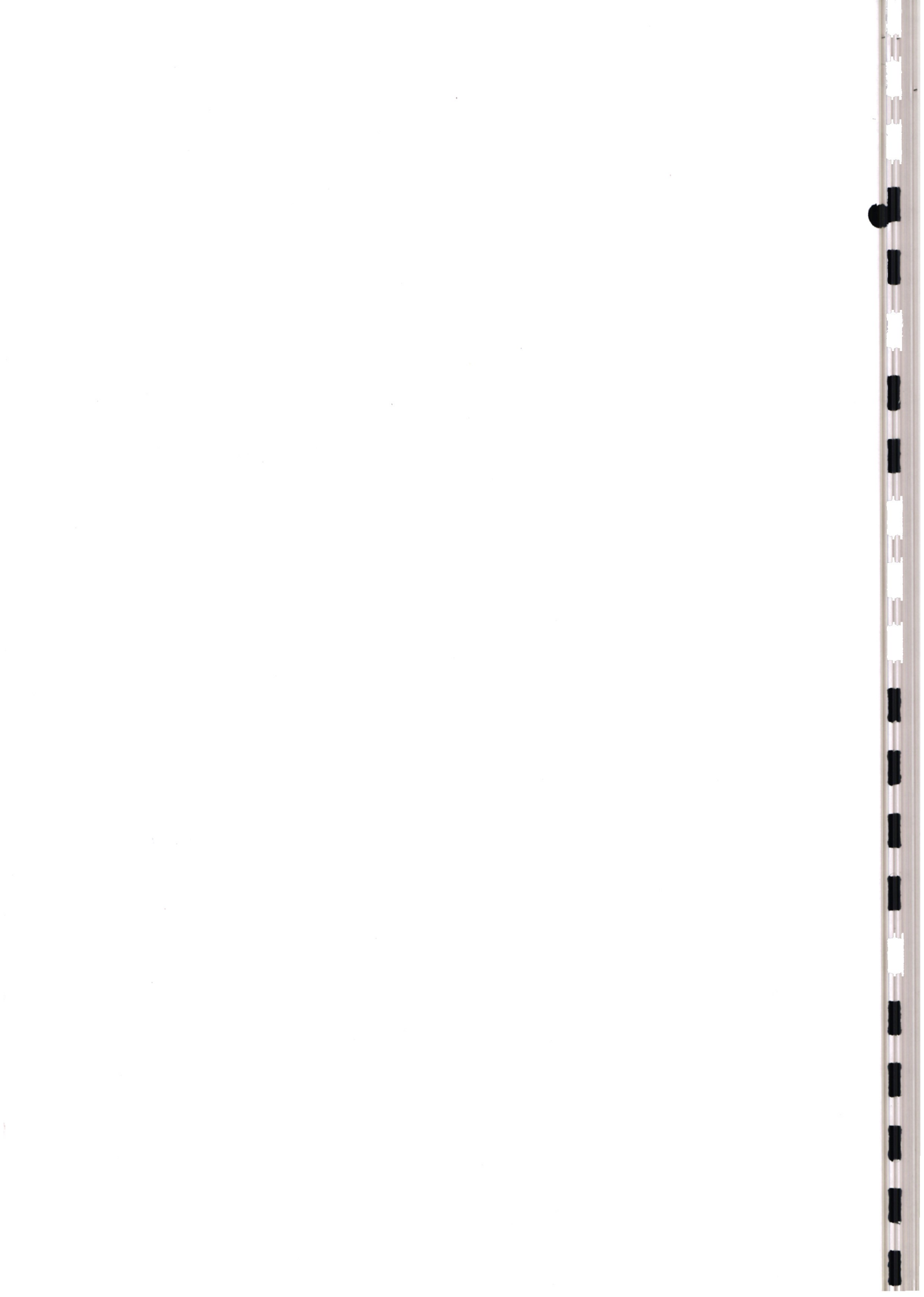
	Note	2016-2017	2015-2016
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NG-CDF board-AIEs' Received	1	116,137,897.70	100,000,000.00
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	2,563,514.03	-
<b>TOTAL RECEIPTS</b>		<b>118,701,411.73</b>	<b>100,000,000.00</b>
<b>PAYMENTS</b>			
Compensation of employees	4	1,951,775.90	1,213,557.20
Use of goods and services	5	7,627,826.28	9,082,715.00
Transfers to Other Government Units	6	70,192,235.00	40,650,000.00
Other grants and transfers	7	49,805,882.00	64,182,737.00
Acquisition of Assets	8	-	5,276,900.00
Other Payments	9	-	-
<b>TOTAL PAYMENTS</b>		<b>129,577,719.18</b>	<b>120,405,909.20</b>
<b>SURPLUS/DEFICIT</b>		<b>(10,876,307.45)</b>	<b>(20,405,909.20)</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kibwezi East NG-CDF financial statements were approved on 15/09/ 2017 and signed by:

  
\_\_\_\_\_  
Chairman - NG-CDFC

CDF KIBWEZI EAST  
P.O. BOX 1  
KIBWEZI

  
\_\_\_\_\_  
Fund Account Manager



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KIBWEZI EAST  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2017**

**V. STATEMENT OF FINANCIAL ASSETS**

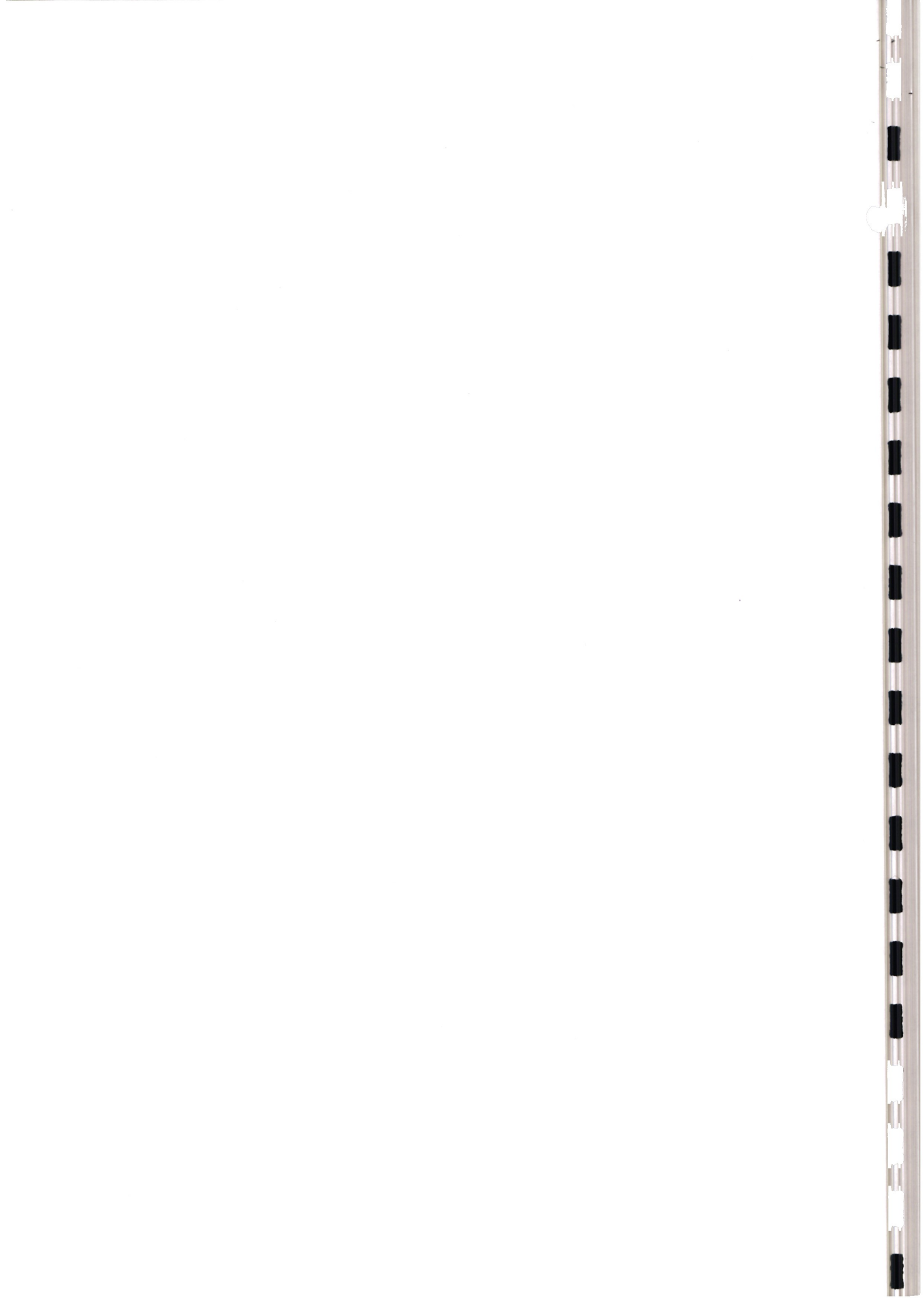
	Note	2016-2017 Kshs	2015-2016 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	14,676,541.78	21,053,449.23
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11C	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<u>14,676,541.78</u>	<u>21,053,449.23</u>
<b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	21,053,449.23	39,159,358.43
Surplus/Deficit for the year		(10,876,307.45)	(20,405,909.20)
Prior year adjustments	14	<u>4,499,400.00</u>	<u>2,300,000.00</u>
<b>NET LIABILITIES</b>		<u>14,676,541.78</u>	<u>21,053,449.23</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kibwezi East NG-CDF financial statements were approved on 15/09/2017 and signed by:

EM  
Chairman - NG-CDFC

CDF KIBWEZI EAST  
P. O. BOX 1  
KIBWEZI

BAWA  
Fund Account Manager





**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KIBWEZI EAST  
CONSTITUENCY**

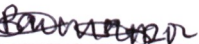
**Reports and Financial Statements  
For the year ended June 30, 2017**

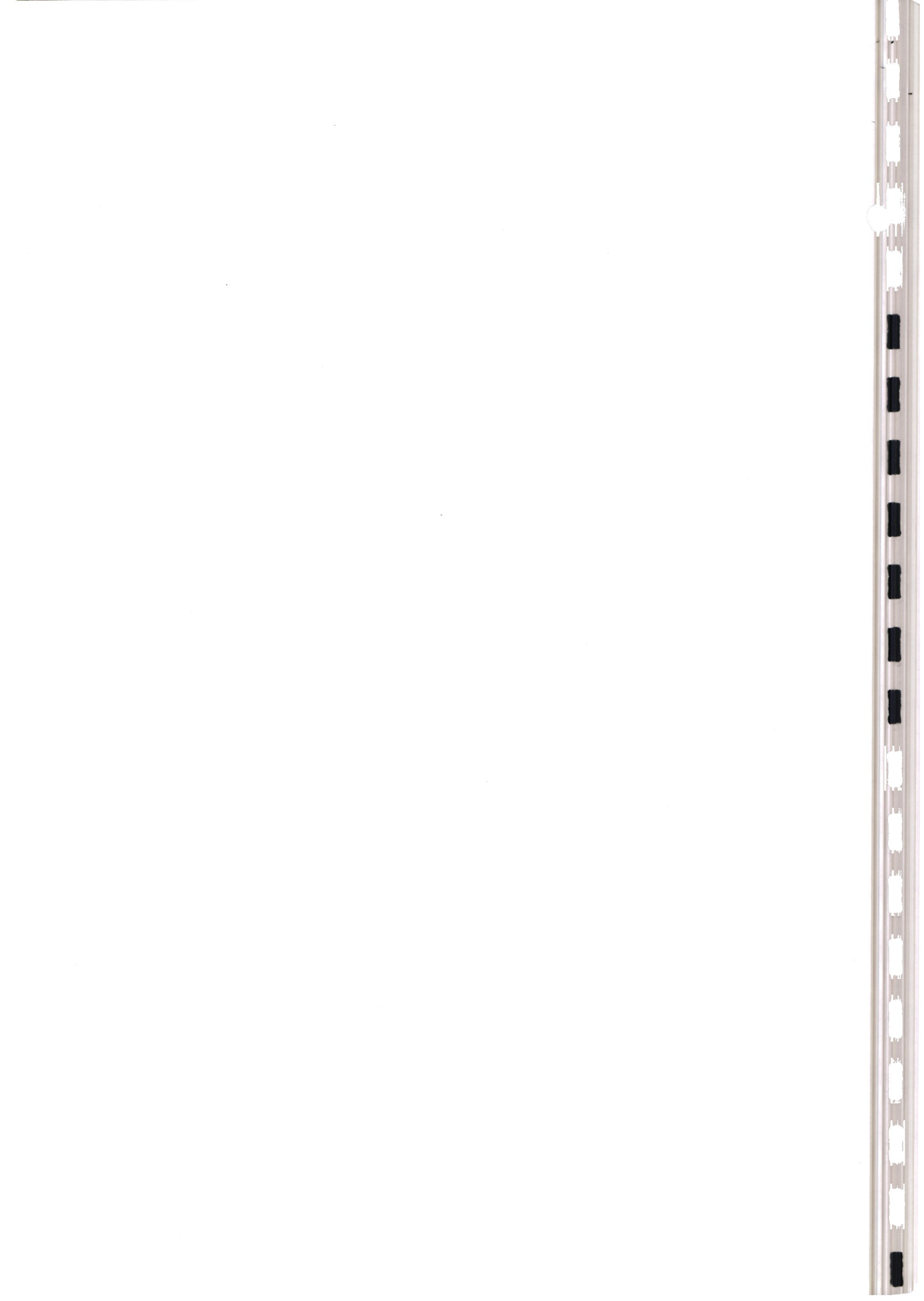
**VI. STATEMENT OF CASH FLOW**

Receipts for operating income		2016-2017	2015 - 2016
Transfers from NG-CDF Board	1	116,137,897.70	100,000,000.00
Other Receipts	3	2,563,514.03	0
		<b>118,701,411.73</b>	<b>100,000,000.00</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	(1,951,775.90)	(1,213,557.20)
Use of goods and services	5	(7,627,820.18)	(9,082,715.00)
Transfers to Other Government Units	6	(70,192,235.00)	(40,650,000.00)
Other grants and transfers	7	(49,805,882.00)	(64,182,737.00)
Other Payments	8	0	0
		<b>(129,577,713.08)</b>	<b>(115,129,009.20)</b>
<b>Adjusted for:</b>			
Adjustments during the year		4,499,400.00	2,300,000.00
<b>Net cash flow from operating activities</b>		<b>(6,376,907.45)</b>	<b>(12,829,009.20)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	9	-	(5,276,900.00)
<b>Net cash flows from Investing Activities</b>		<b>-</b>	<b>0</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(6,376,907.45)</b>	<b>(18,105,909.20)</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	<b>13</b>	<b>21,053,449.23</b>	<b>39,159,358.43</b>
<b>Cash and cash equivalent at END of the year</b>	<b>14</b>	<b>14,676,541.78</b>	<b>21,053,449.23</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kibwezi East NG-CDF financial statements were approved on 15/09/2017 2017 and signed by:

  
\_\_\_\_\_  
NG-CDFC Chairman

  
\_\_\_\_\_  
Fund Account Manager



VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

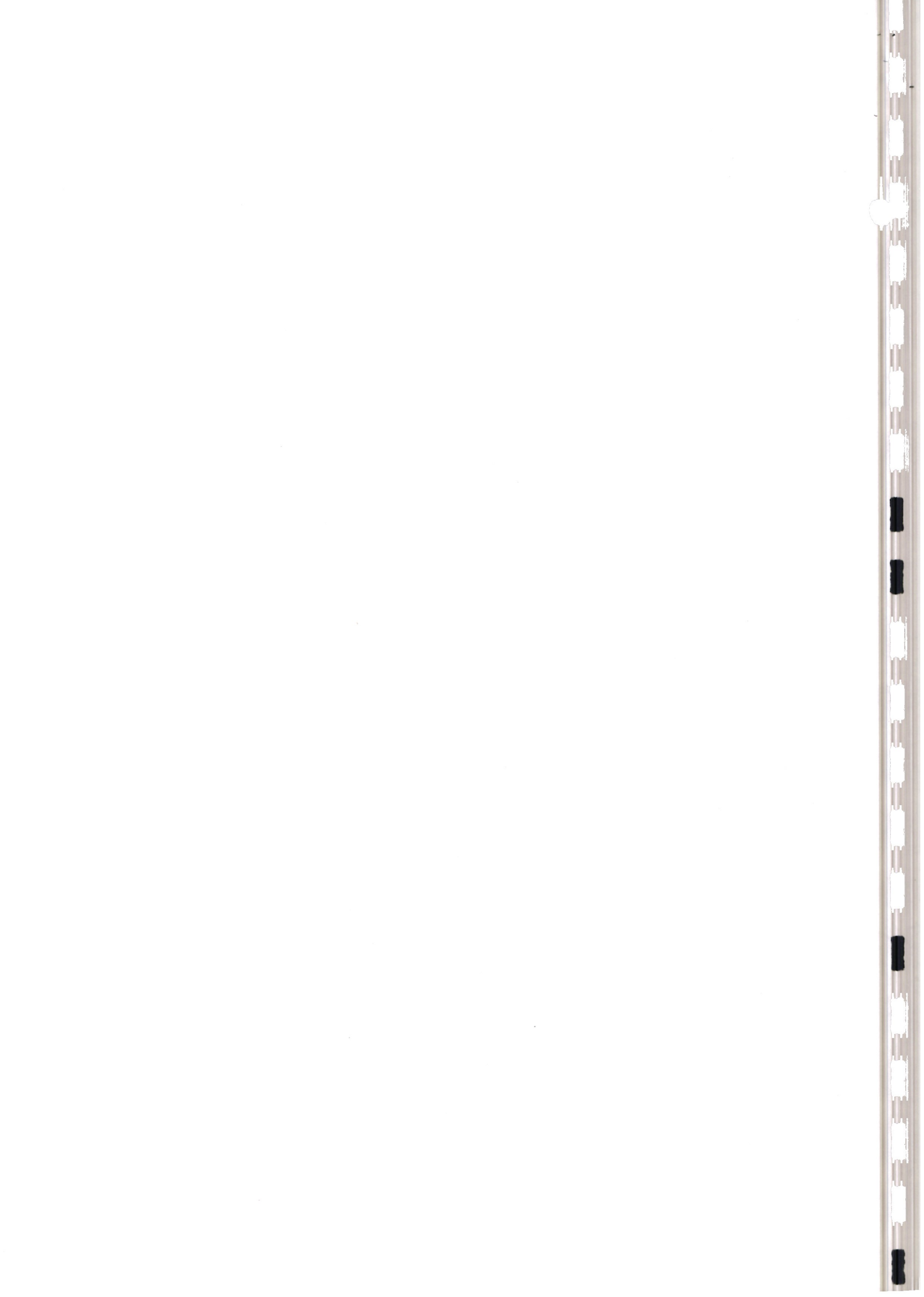
Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
<b>RECEIPTS</b>						
Transfers from NG-CDF Board	81,896,551.72	55,294,795.23	137,191,346.95	137,191,346.93	0.02	100
Proceeds from Sale of Assets				-	-	
Other Receipts		7,062,914.03	7,062,914.03	7,062,914.03		100
<b>TOTAL RECEIPTS</b>	<b>81,896,551.72</b>	<b>62,357,709.26</b>	<b>144,254,260.98</b>	<b>144,254,260.96</b>	<b>0.02</b>	<b>100</b>
<b>PAYMENTS</b>						
Compensation of Employees	1,800,000.00	597,493.28	2,397,493.28	1,951,775.90	445,717.38	81
Use of goods and services	3,834,489.13	4,279,896.95	8,114,386.08	7,627,826.28	486,559.80	94
Transfers to Other Government Units	50,692,235.00	23,350,000.00	74,042,235.00	70,192,235.00	3,850,000.00	95
Other grants and transfers	25,569,827.59	34,130,319.03	59,700,146.62	49,805,882.00	9,894,264.62	84
Acquisition of Assets				-	-	
Other Payments				-	-	
<b>TOTAL PAYMENTS</b>	<b>81,896,551.72</b>	<b>62,357,709.26</b>	<b>144,254,260.98</b>	<b>129,577,719.18</b>	<b>14,676,541.78</b>	<b>90.20</b>

The Kibwezi East NG-CDF financial statements were approved on 15/09 2017 and signed by:



Chairman NG-CDF  
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 *NG-CDF* and all values are rounded to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

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

### **2. Recognition of revenue and expenses**

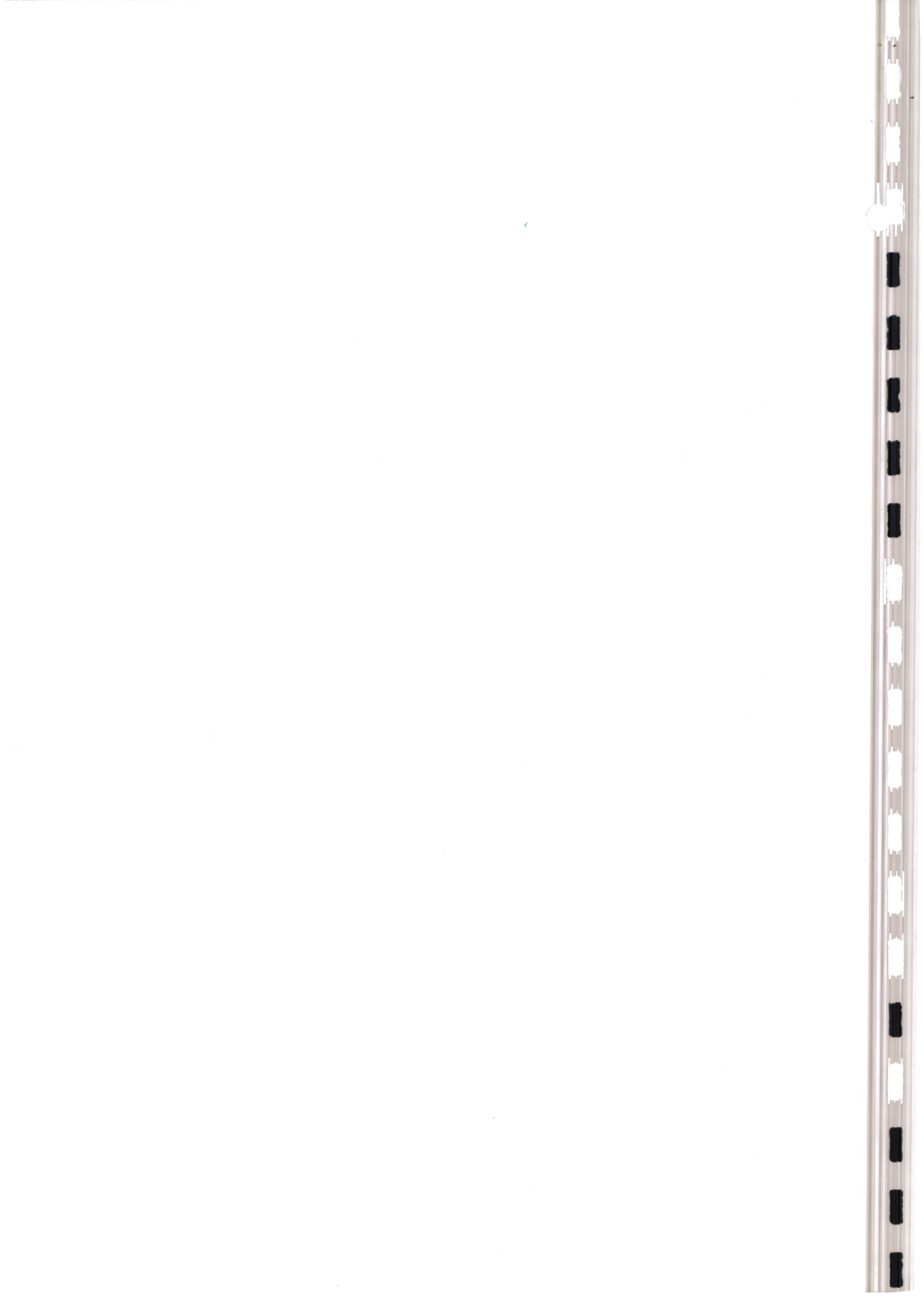
The *NG-CDF* recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the *NG-CDF*. In addition, the *NG-CDF* recognises all expenses when the event occurs and the related cash has actually been paid out by the *NG-CDF*.

### **3. In-kind contributions**

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

### **4. Cash and cash equivalents**

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





**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

*SIGNIFICANT ACCOUNTING POLICIES (Continued)*

**5. Pending bills**

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

**6. Budget**

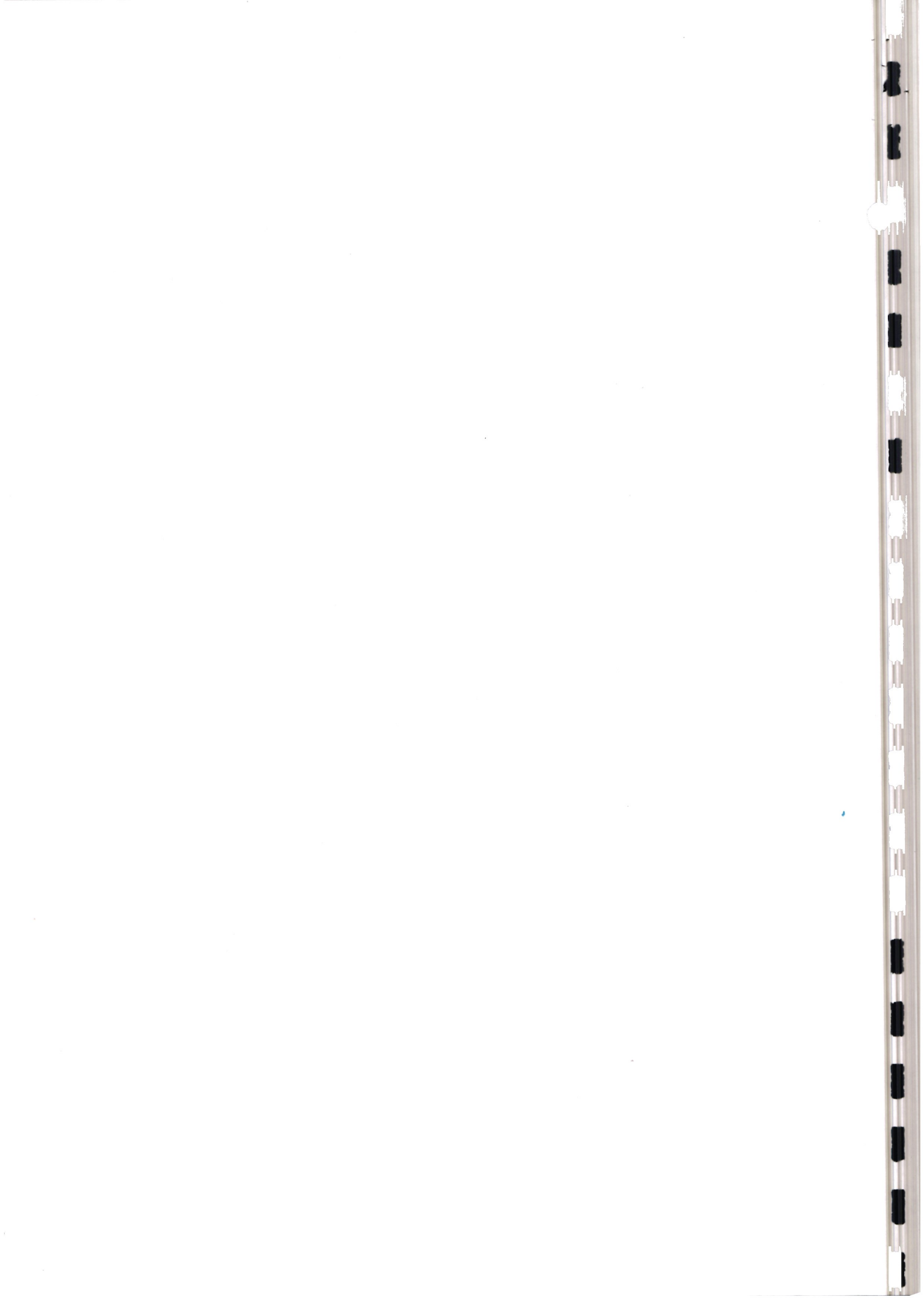
The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *NG-CDF's* budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment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

**7. Comparative figures**

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

**8. Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2017.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2017**

**IX. NOTES TO THE FINANCIAL STATEMENTS**

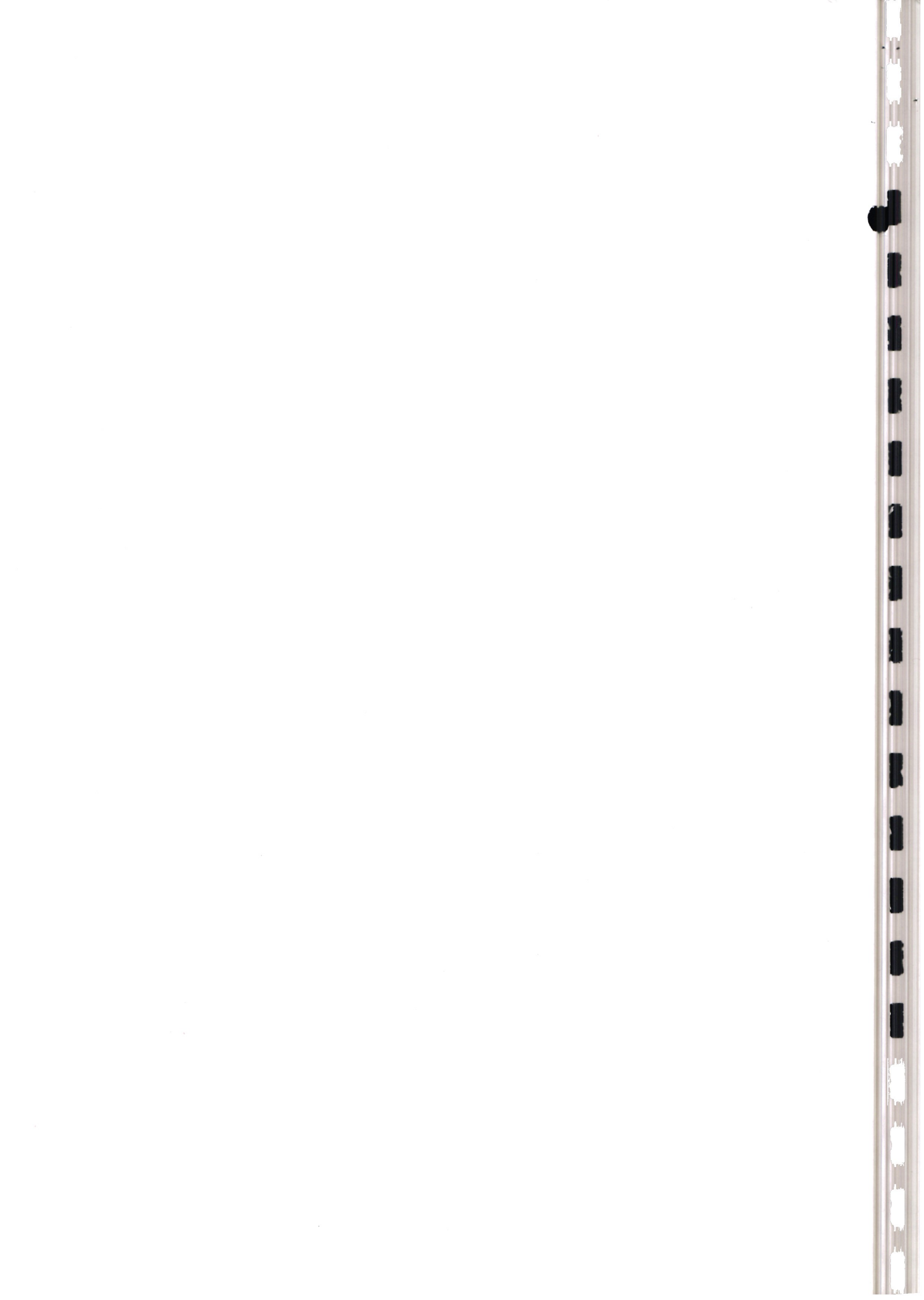
**1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

Description		2016 - 2017	2015-2016
		Kshs	Kshs
Normal Allocation	AIE NO	34,241,340.00	<b>30,000,000.00</b>
	AIE NO	4,094,827.60	<b>20,000,000.00</b>
	AIE NO	36,853,449.00	17,000,000.00
	AIE NO	40,948,275.00	33,000,000.00
Conditional grants		-	-
	AIE NO...	-	
RECIEPT(eft from Kibwezi NG-CDF a/c)		2,563,514.03	
<b>TOTAL</b>		<b>118,701,405.63</b>	<b>100,000,000.00</b>

The receipt of ksh **2,563,514.03** is as a result of the closure of Kibwezi Cdf Account which is represented by the following projects listed below:

S/No	Project name	Amount	constituency
1	Kiunduani Sec. School	600,000.00	Kibwezi east
2	Kativani Youth Polytechnic	300,000.00	Kibwezi east
3	Stale cheques (bursary)	98,372.00	Kibwezi east
4	Administration	292,732.00	Kibwezi east
5	Sekeleni Women Social Hall	200,000.00	Kibwezi west
6	Ikoyo Primary School	200,000.00	Kibwezi west
7	Motor cycle-makindu motors	700,000.00	Kibwezi west
8	Stale cheques(bursary)	98,000.00	Kibwezi west
9	NHIF	74,410.00	Kibwezi west
	<b>TOTAL</b>	<b>2,563,514.03</b>	



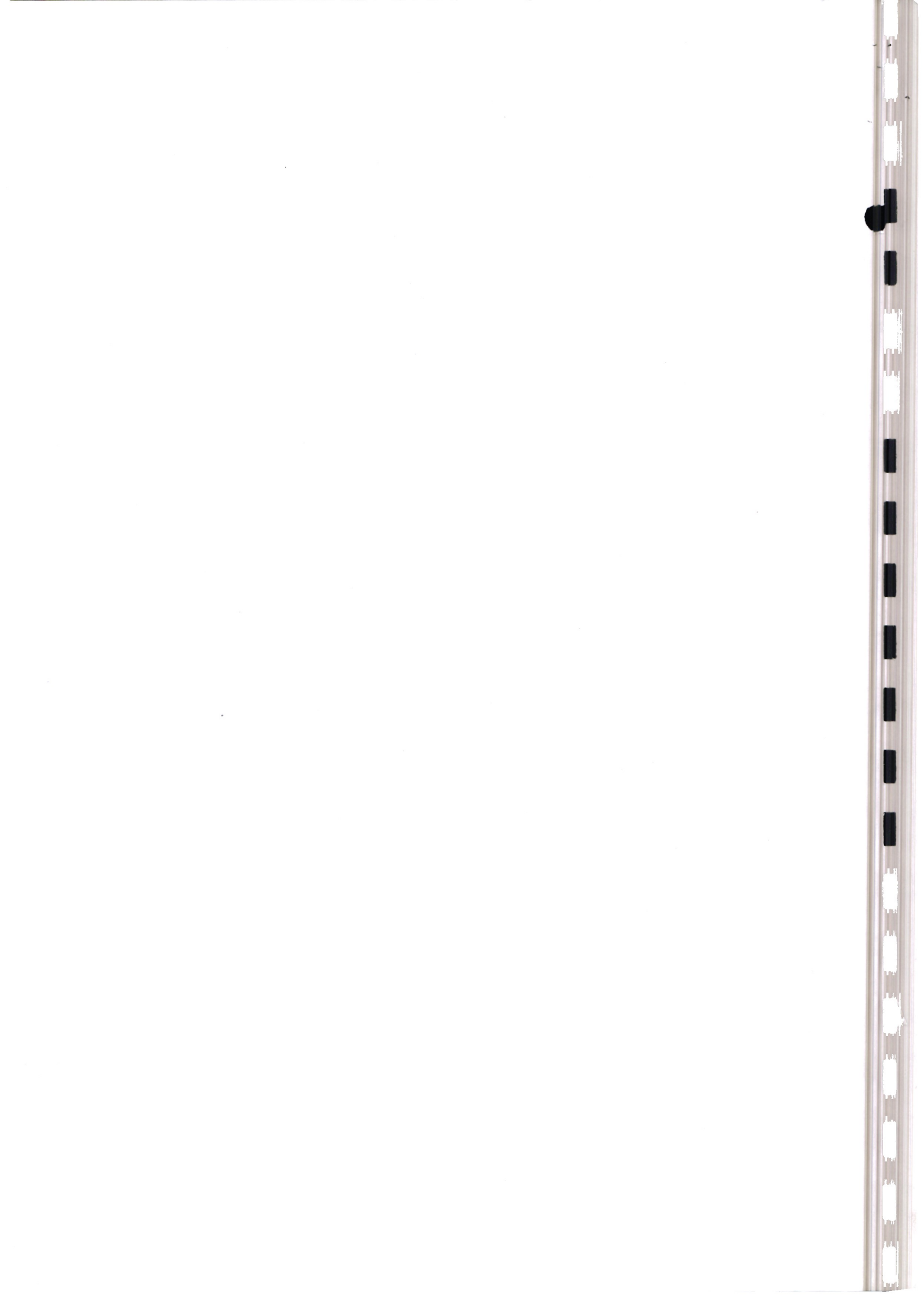


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2017**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**4. COMPENSATION OF EMPLOYEES**

	<b>2016 - 2017</b>	<b>2015 - 2016</b>
	<b>Kshs</b>	<b>Kshs</b>
Basic wages of contractual employees	1,951,775.90	1,201,557.20
Basic wages of casual labor	-	-
<b>Personal allowances paid as part of salary</b>		
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Gratuity	-	-
Other personnel payments	-	-
<b>Total</b>	<b>1,951,775.90</b>	<b>1,201,557.20</b>





NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

**5. USE OF GOODS AND SERVICES**

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Committee Expenses	5,625,500.00	5,998,500.00
Utilities, supplies and services	-	-
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	-	-
Hospitality supplies and services	-	-
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	1,036,668.28	871,020.00
Other operating expenses(fuel oil & lubricants)	598,081.00	1,318,403.00
Routine maintenance – vehicles and other transport equipment	367,577.00	894,792.00
Routine maintenance – other assets	-	-
<b>Total</b>	<b>7,627,826.28</b>	<b>9,082,715.00</b>



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

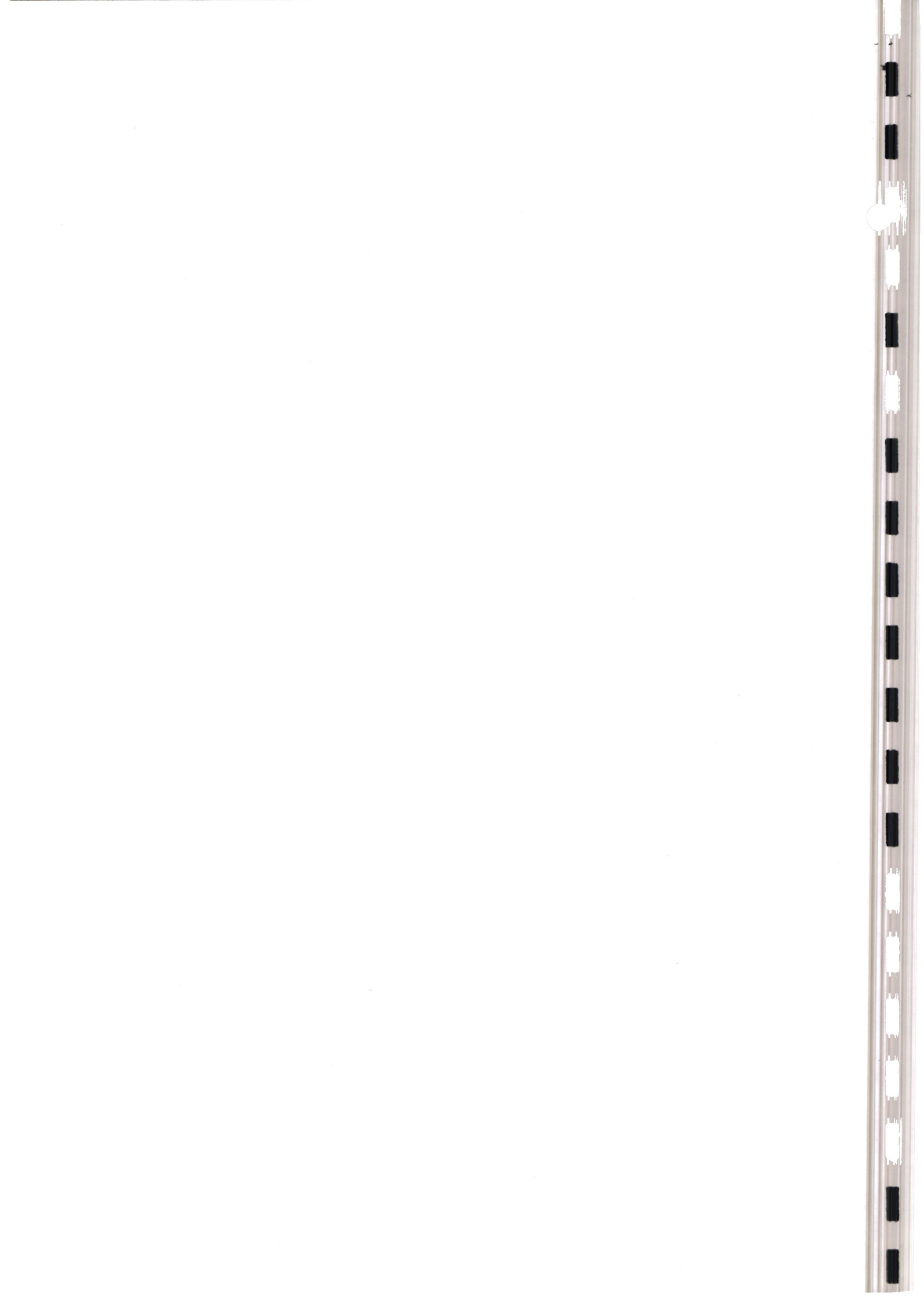
**6. TRANSFER TO OTHER GOVERNMENT ENTITIES**

Description	2016 - 2017	2015 - 2016
	Kshs	Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	54,942,235.00	14,100,000.00
Transfers to secondary schools (see attached list)	15,250,000.00	19,450,000.00
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	-	7,100,000.00
<b>TOTAL</b>	<b>70,192,235.00</b>	<b>40,650,000.00</b>

**7. OTHER GRANTS AND OTHER PAYMENTS**

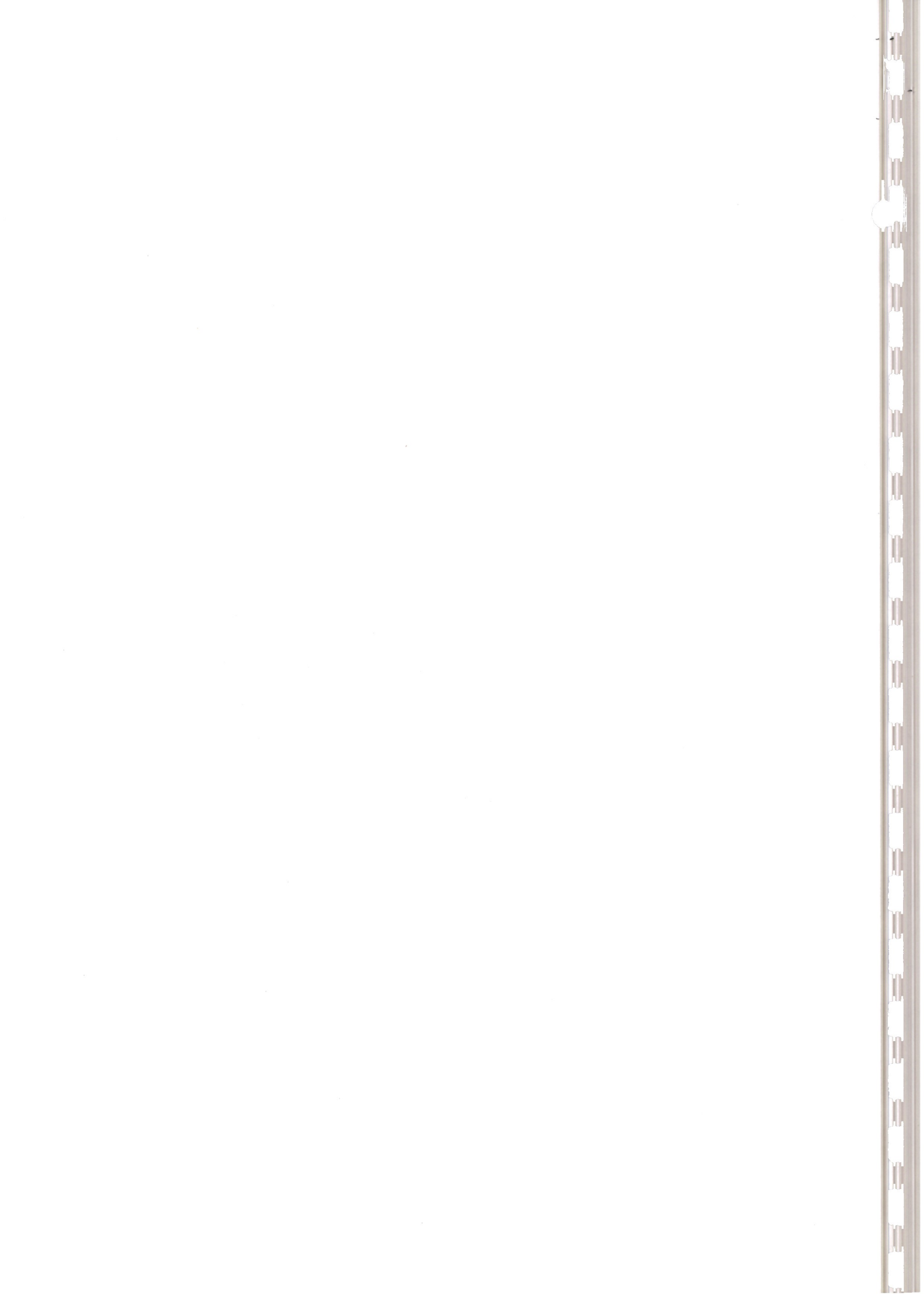
	2016 - 2017	2015 - 2016
	Kshs	Kshs
Bursary – secondary schools (see attached list)	16,841,107.00	9352500.00
Bursary – tertiary institutions (see attached list)	6,820,600.00	4,276,035.00
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	500,000.00	500,000.00
Water projects (see attached list)	8,700,000.00	18,900,000.00
Agriculture projects (see attached list)	-	-
Electricity projects (see attached list)	-	-
Security projects (see attached list)	4,000,000.00	1,700,000.00
Roads projects (see attached list)	6,000,000.00	19,300,000.00
Sports projects (see attached list)	1,000,000.00	2,000,000.00
Environment projects (see attached list)	1,000,000.00	1,000,000.00
Emergency projects (see attached list)	4,944,175.00	7,154,202.00
<b>Total</b>	<b>49,805,882.00</b>	<b>64,182,737.00</b>





*NOTES TO THE FINANCIAL STATEMENTS (Continued)***8. ACQUISITION OF ASSETS**

<u>Non Financial Assets</u>	2016 - 2017	2015 - 2016
	Kshs	Kshs
Purchase of Buildings	-	5,276,900.00
Construction of Buildings	-	-
Refurbishment of Buildings	-	-
Purchase of Vehicles and Other Transport Equipment	-	-
Overhaul of Vehicles and Other Transport Equipment	-	-
Purchase of Household Furniture and Institutional Equipment	-	-
Purchase of Office Furniture and General Equipment	-	-
Purchase of ICT Equipment, Software and Other ICT Assets	-	-
Purchase of Specialised Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
<b>Total</b>	-	5,276,900.00





NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

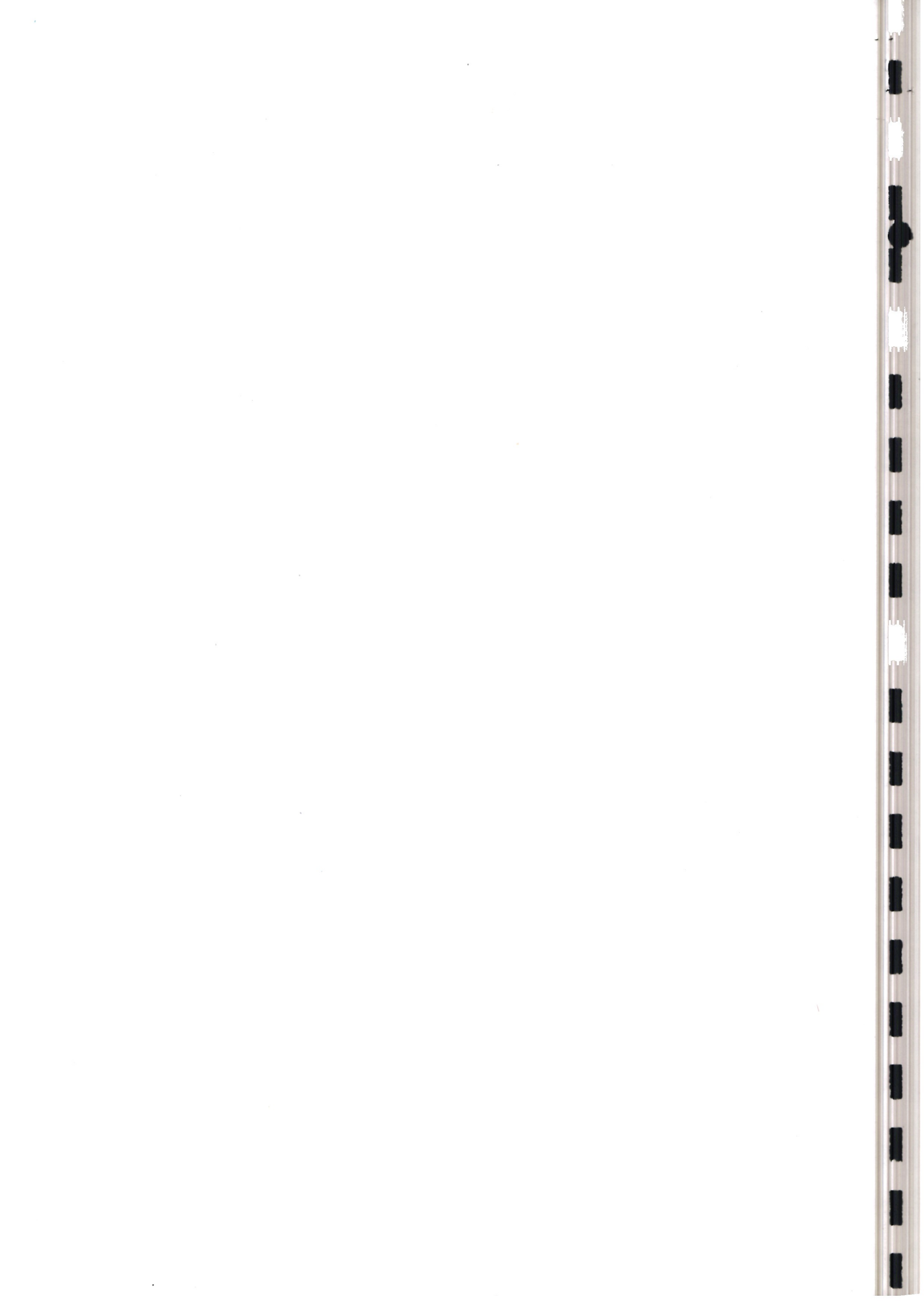
**9. OTHER PAYMENTS**

	2016 - 2017	2015 - 2016
specify	Kshs	Kshs

	-	-
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**10A: Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	2016 - 2017	2015 - 2016
	Kshs	Kshs
<i>Name of Bank, Account No.: 1148225552</i>	14,676,541.78	21,053,449.23
<i>Name of Bank, Account No.</i>	-	-
<i>Name of Bank, Account No.</i>	-	-
<b>Total</b>	<b>14,676,541.78</b>	<b>21,053,449.23</b>



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2016 - 2017 Kshs	2015 - 2016 Kshs
Bank accounts	21,053,449.23	39,062,358.43
Cash in hand	-	-
Imprest		97,000.00
<b>Total</b>	<b>21,053,449.23</b>	<b>39,159,358.43</b>

*[Provide short appropriate explanations as necessary]*

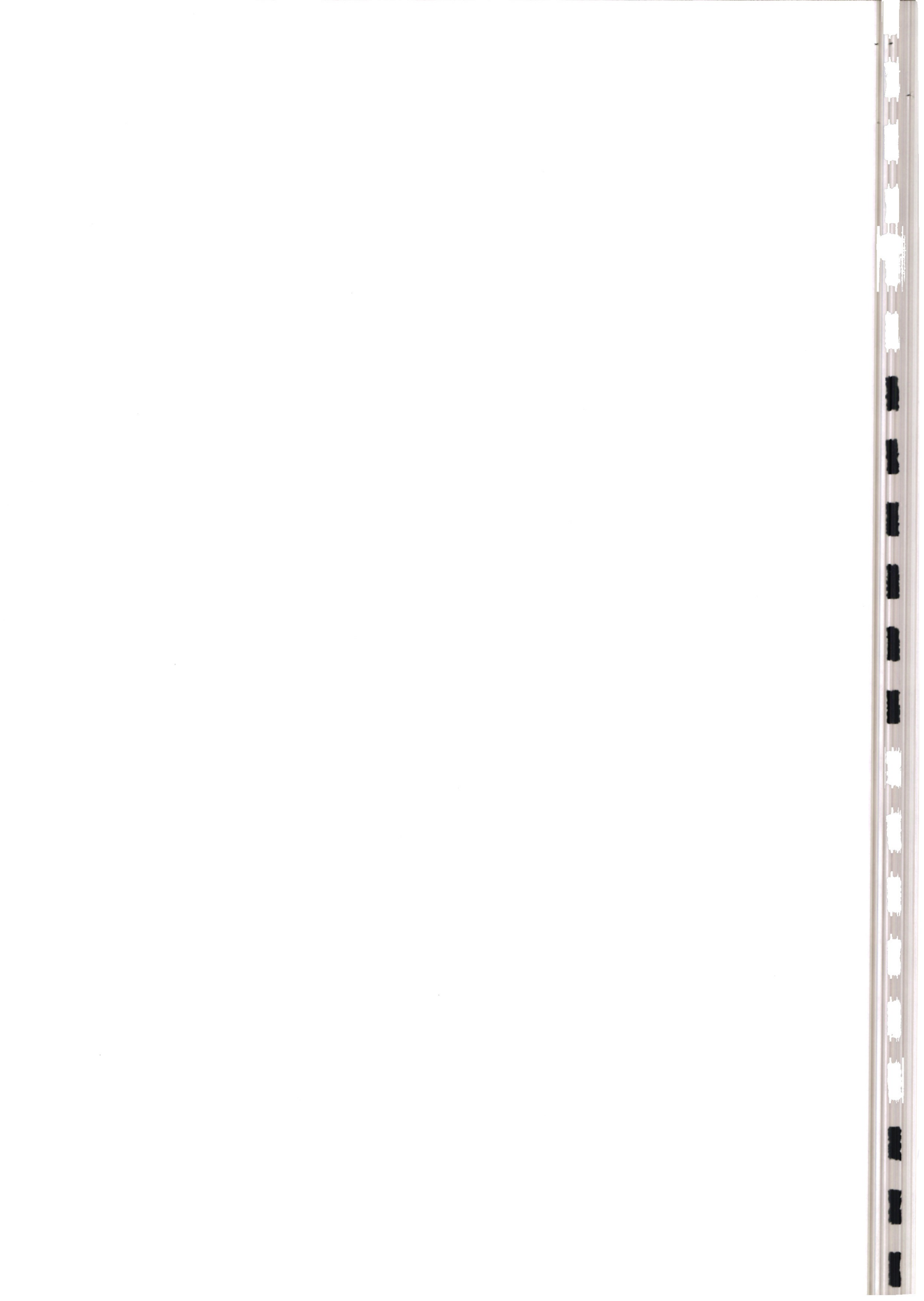
14. PRIOR YEAR ADJUSTMENTS

	2016- 2017 Kshs	2015 - 2016 Kshs
Bankers Cheques repurchased(see attached list)	4,499,400.00	2,300,000.00
Cash in hand	-	-
Imprest	-	-
<b>Total</b>	<b>4,499,400.00</b>	<b>2,300,000.00</b>

N/B: Prior year adjustments include Money from PMC account credited to the main Kibwezi East CDFC Account.

a.	Banker's chq repurchased(kiteng'ei)	999,700.00
b.	Banker's chq repurchased(green houses)	2,499,700.00
c.	MASONGALENI PIPELINE PROJ REPURCH	1,000,000.00
	<b>TOTAL</b>	<b>4,499,400.00</b>



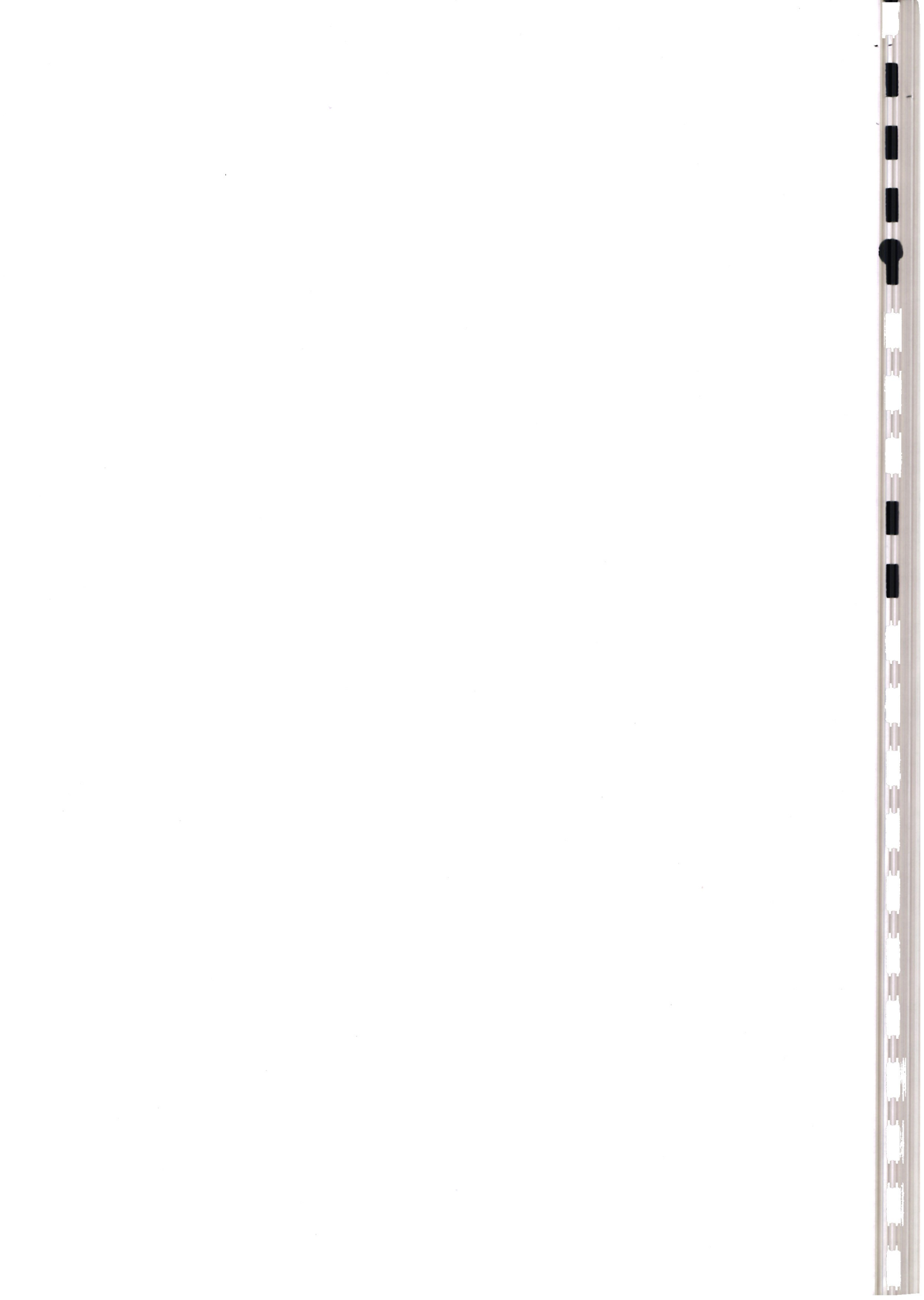


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2017

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15.4: PMC account balances (See Annex 4)

	Kshs	Kshs
PMC account Balances (see attached list)	1,140,456.75	-
	<u>1,140,456.75</u>	<u>-</u>





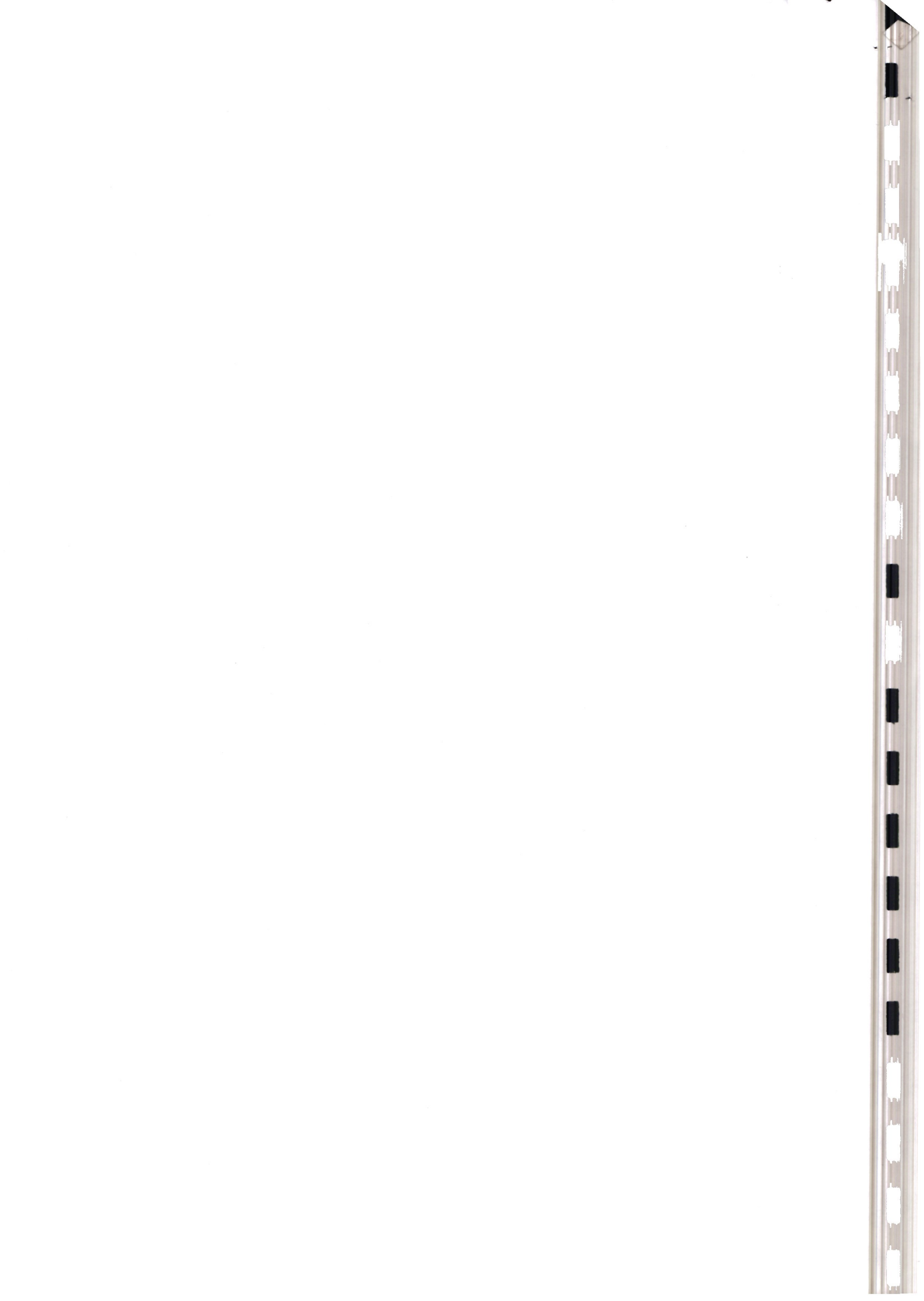
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

**ANNEX 1 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2017**

<b>PMC ACCOUNT NAME</b>	<b>BANK</b>	<b>ACCOUNT NUMBER</b>	<b>BANK BALANCE 2016/17</b>	<b>BANK BALANCE 2015/16</b>
KIBWEZI EAST MOCK EXAM	KCB			
ING'OLA MBAA PRY SCH	KCB	1176882465	1174.35	
MUANGENI PRI. SCHOOL	KCB	1202949312	64	
KOMBOYO PRI.SCHOOL	KCB	1160141487	204962.25	
MUKANDA PRY	KCB	1135495823	909.5	
NDAUNI PRY	KCB	1129345629	623.8	
MACHINERY TOWNSHIP	KCB	1181489822	690	
DWA PRY SCH	KCB	1181733685	144340	
MT TO ANDEI PRY	KCB	1181093597	1560	
MASIMBANI PRI	KCB	1148503870	1082.55	
MIOMUNI PRI	KCB	1203988214	1439	
MWANYANI PRI	KCB	1177484692	526.4	
MWEINI PRI	KCB	1204175535	360	
KYUMANI PRI	KCB	1166880311	1895.4	
KASASULE PRI.	KCB	1203927347	40	
ITUUMO PRI.	KCB	1157383505	1287.2	
IVINGONI PRI	KCB	1203976410	10	
MUTOMO PRI	KCB	1204009813	170	
IATUNE PRI	KCB	1130820831	1395.95	
MAKOKANI PRI	KCB	1203960077	427	
MIAANI PRI	KCB	1204060339	50	
NTHUNGUNI PRI	KCB	1203978189	825.5	
IVIANI PRI	KCB	1203963432	660	
KIKWASUNI PRI	KCB	1203961952	1350	
NGILUNI PRI	KCB	1135884056	1537.5	
MITAMBONI PRI	KCB	1204227780	560	
ITITI PRI	KCB	1204226423	120	
KITHIITO PRI	KCB	1204295174	20	
Nzwii Pri. SCHOOL	KCB	1204979936	420	
Ngwata Pri. School	KCB	1205576983	670	
Yindundu Pri. School	KCB	1205220917	454.5	
Kathiani pri school	KCB	1205115234	280	
Kithasyu Pri. School	KCB	1207874132	554.5	
UTITHI PRI	KCB	1203962665	394.5	
ISUNGULUNI PRI	KCB	1204418330	594.5	
MITONGUNI PRI	KCB	1128537338	28,5783.2	
YIKITAA PRI	KCB	1206932503	99,560	
MAKUTANO PRI	KCB	1208336177	259,780	
MIKOMANI PRI.	KCB	1208365932	84.5	
YIMBUVU PRI	KCB	1208740725	834.5	
SILANGA PRI. SCHOOL	KCB	1138361283	121,631.2	
METAVA PRI. SCHOOL	KCB	1136798242	1,729.45	



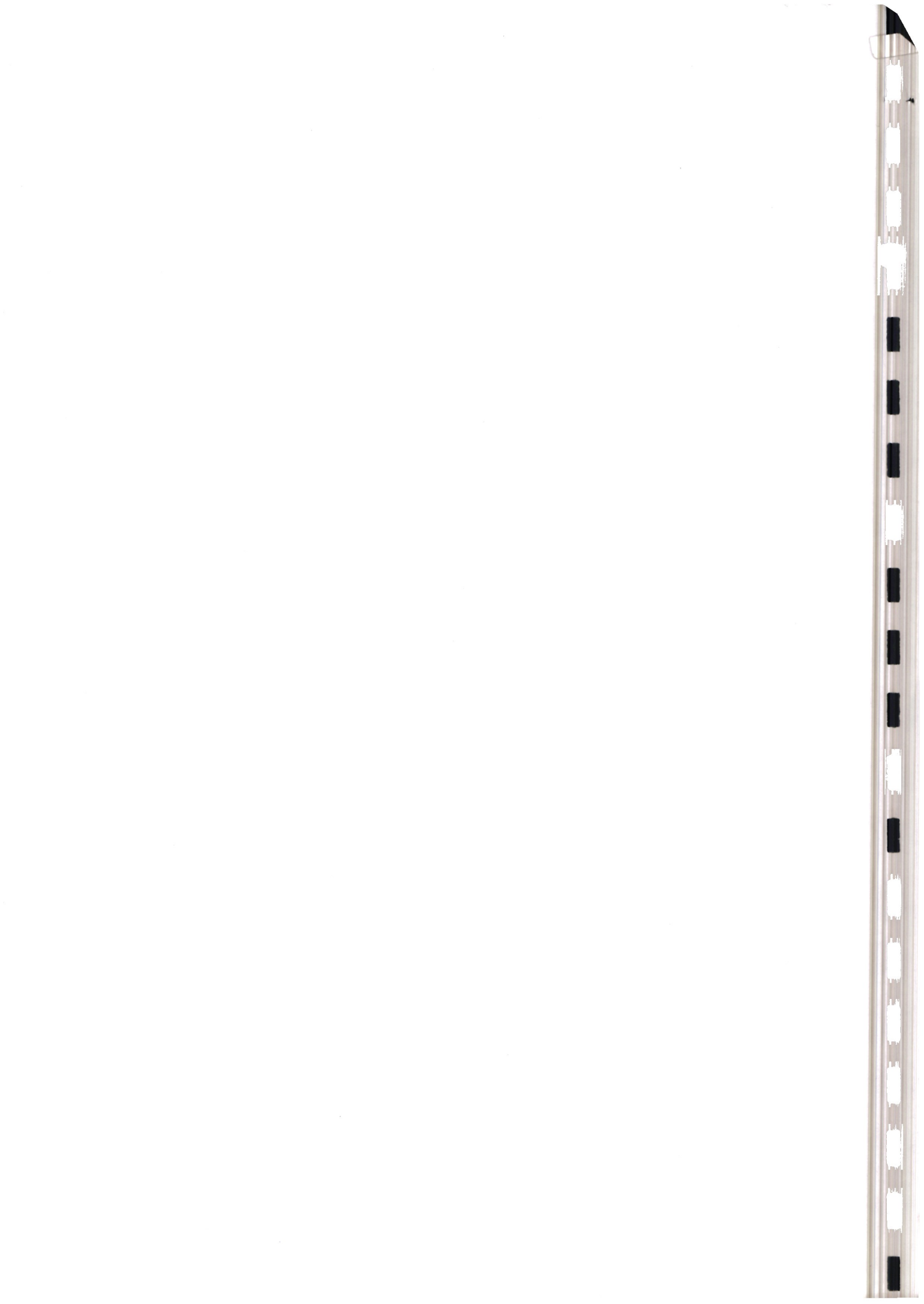
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIBWEZI  
EAST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

KITHIANI PRI. SCHOOL	KCB	1209861208	184,670	
LUKENYA PRI	KCB	1135994714	632.7	
KALIANI PRI	KCB	1206763248	500	
MBETWANI PRI. SCHOOL	KCB	1208566679	400	
SYANDANI PRI	KCB	1131646517	2,521.1	
MITAMBONI PRI	KCB	1204227780	560	
KYUMANI PRI SCHOOL	KCB	1166880311	1,895.4	
MUMONI PRI. SCHOOL	KCB	1203988214	1,439	
IVINGONI SEC.SCHOOL	KCB	1135302030	1,285.7	
MASAKU NDOGO SEC SCHOOL	KCB	1183554591	1,205.2	
NDAUNI SEC	KCB	1134858388	2,866.9	
KASUE GIRLS	KCB	1158009283	380	
KIUANI SEC	KCB	1132440106	1,870.5	
NGOKOLANI SEC	KCB	1164567276	469.5	
KOMBOYO SEC SCHOOL	KCB	1133152325	93.7	
SUMBI SEC SCHOOL	KCB	1183785887	1,737.35	
KYANGULI SEC SCHOOL	KCB	1125155760	959.5	
KAMBU DISPENSARY	KCB	1113072709	1.3	
KAMBU MORTUARY EQP	KCB	1145856446	454.5	
KALIMANI CHIEF	KCB	1183548109	2013	
CHUMANI CHIEF	KCB	1198273259	638.35	
MWAKILA CHIEF	KCB	1199151890	624.5	
KINYAMBU RD	KCB	1183557665	1000	
KALIMAKOI ULILINZI RD	KCB	11836011468	630.45	
KITHEINI EARTH DAM	KCB	1183828365	3,954.95	
THANGE EARTH DAM	KCB	1197739009	890	
ISUNGULUNI EARTH DAM	KCB	1197721460	360	







**ANNEX 2 – SUMMARY OF FIXED ASSET REGISTER**

Asset class	Historical Cost (Kshs) 2016/17	Historical Cost (Kshs) 2015/16
Land	N/A	N/A
Buildings and structures	5,276,900.00	5,276,900.00
Transport equipment	2,969,650.00	2,969,650.00
Office equipment, furniture and fittings		
ICT Equipment, Software and Other ICT Assets	363,400.00	363,400.00
Other Machinery and Equipment	23,554,520.00	23,554,520.00
Heritage and cultural assets		
Intangible assets		
<b>Total</b>	<b>32,164,470.00</b>	<b>32,164,470.00</b>

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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)
2.0	Construction of Kiteng'ei Sec School Science Laboratory. Inadequate funding	The amount funded was ksh 2 Million meant for construction of the building to completion. Phase two which is equipping; funds will be set aside in the Fy2017/18	NG-CDFC Chairperson: Catherine Kakui	Resolved	Sept 2017
4.0	Procurement of a Bus for Ulilinzi Sec School	The NG-CDFC funded the school with ksh 2m towards purchase of the school Bus. Procurement was solely done by the school committee	The School Principal	Resolved	July 2017
6.0	NG-CDF Ambulance	The two Ambulances being operated by the NG-CDFC yet the function has been devolved	NG-CDFC Chairperson: Catherine Kakui	Not resolved	Sept 2017



