

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

THE NATIONAL ASSEMBLY
PAPERS LAID

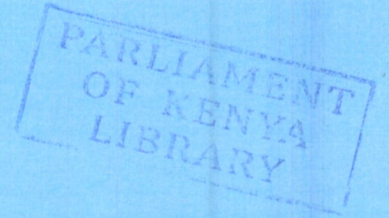
REPORT

DATE: 17 SEP 2019 DAY: TUESDAY

TABLED

MAJORITY LEADER OF

[Signature]



THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
NAROK EAST CONSTITUENCY**

**FOR THE YEAR
ENDED 30 JUNE 2018**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND NAROK EAST
CONSTITUENCY**

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)



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

NAROK EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1
II. FORWARD BY THE NGCDF COMMITTEE CHAIRPERSON	4
III. STATEMENT OF NGCDF COMMITTEE MANAGEMENT RESPONSIBILITIES	5
IV. STATEMENT OF RECEIPTS AND PAYMENTS	6
V. STATEMENT OF ASSETS AND LIABILITIES	7
VI. STATEMENT OF CASHFLOW	8
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.....	9
VIII. SIGNIFICANT ACCOUNTING POLICIES	11
IX. NOTES TO THE FINANCIAL STATEMENTS.....	15



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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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;
- 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 NGCDF NAROK EAST day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2018 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Andrew K. Kiptanui
3.	Sub-County Accountant	Kennedy Ndung'u
4.	Chairperson NGCDFC	Tapaiya Punyua
5.	Member NGCDFC	Kabaka Kirtela

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NGCDF -NAROK EAST Constituency. The reports and recommendation of ARMC when adopted by the NGCDF 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) NGCDF NAROK EAST Constituency Headquarters

P.O. Box 664-20500
NAROK
KENYA



(f) NGCDF NAROK EAST Constituency Contacts

Telephone: (254)721 333360

E-mail: Narokeastngcdf@cdf.go.ke

Website: www.cdf.go.ke

(g) NGCDF NAROK EAST Constituency Bankers

Bank Name:	EQUITY BANK
Branch:	NAROK
Account Name:	NAROK EAST NG CDF
Account Number:	0360261237642
Address:	P.O. BOX 1023-20500 NAROK

(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 CHAIRPERSON NGCDF COMMITTEE

Narok East Constituents are determined to participate effectively in domesticating the vision, mission and core values of the National Government Constituencies Development Fund. The constituents have since been given the necessary platform on which to participate more proactively in the prioritization of need based projects and programmes aimed at improving their standard of living as a Kenyan constitutional provision.

In the financial year 2017/18 the NG-CDF Narok East was allocated Ksh. **86,810,345** and was able to receive the whole amount by the end of the financial year except for the additional allocation of Ksh **11, 306,937**.

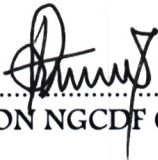
Key achievements

NG CDF has all along been promptly disbursing funds to Project Management Committees Accounts for timely implementation while ensuring value for public money. The NG CDFC has also embraced equity in the distribution of funds across the constituency in terms of the physical infrastructure and identification of needy cases for bursary awards.

Challenges and emerging issues

The delay in implementation of the projects was due to the political situation in the country and the first disbursement was received in February 2018.

There is also the problem of community land ownership which makes the acquisition of land for schools' process lengthy due to succession. We are currently receiving support from the Interior and Coordination of National Government and Lands Ministries in facilitation of change in land ownership documents for schools



.....
CHAIRPERSON NGCDF COMMITTEE



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.

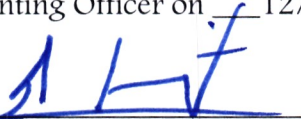
The Accounting Officer in charge of the NGCDF-NAROK EAST Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2018. 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 NGCDF-NAROK EAST 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, 2018, and of the entity's financial position as at that date. The Accounting Officer in charge of the NGCDF-NAROK EAST 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 NGCDF-NAROK EAST 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.

Approval of the financial statements

The NGCDF-NAROK EAST Constituency financial statements were approved and signed by the Accounting Officer on 12/ 04/ 2019.



Fund Account Manager
Name: Andrew K. Kiptanui

Sub-County Accountant
Name: Kennedy Ndung'u
ICPAK Member Number:



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 NAROK EAST CONTITUENCY FOR THE YEAR ENDED 30 JUNE 2018

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of set out on pages 6 to 25 which comprise the statement of Assets and Liabilities as at 30 June 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation 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 Narok East Constituency Development Fund as at 30 June 2018, 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 Constituency Development Act 2015 and Public Finance Management Act 2012.

Basis for Qualified Opinion

1. Cash and Cash Equivalent

1.1 Inaccurate Cash Balance

The statement of assets and liabilities reports closing cash balance of Kshs.32,348,752.60 while the bank statement shows a balance of Kshs.40,838,315.73 resulting to a difference of Kshs.8,489,563.13 which is not in agreement with the un-presented cheques amount of Kshs.10,209,791.80 reflected in the bank reconciliation statement by Kshs.1,720,228.67 that has not been explained.

In addition, the cash balance of Kshs.32,348,752.60 differs with Kshs.33,245,091.25 reflected in the statement of cash flow resulting to a difference of Kshs.896,338.65 that has **not** been reconciled.

*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund -
Narok East Constituency for the year ended 30 June 2018*

As a result, the accuracy and completeness of the cash and cash equivalent balance of Kshs.32,348,752.60 could not be confirmed.

2. Transfers to Other Government Units

2.1 Lack of Land Title Documents

The statement of receipts and payments reports transfers to other government units of Kshs.22,500,000 which includes Kshs.3,000,000 incurred on purchase of five acres each for Keru and Nambao primary schools that are not supported with land title documentation and therefore it was not possible to confirm their ownership status.

3. Summary of Statement of Appropriation

3.1 Misstatement of Final Budget Amounts

The summary statement of appropriation, reports a final budget amount of Kshs.107,330,326 which differs with the recomputed figure of Kshs.96,189,699 on a comparable basis by a difference of Kshs.11,140,627 that has not been reconciled or explained.

Therefore, the accuracy and completeness of the final budget amount of Kshs.107,330,326 could not be confirmed against the books of account and legislative authority.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of Narok East Constituency Development Fund 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 section, I have determined that there are no other 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 matters 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

1.1 Non Implementation of Approved Projects

The summary statement of appropriation, recurrent and development combined reports a final budget amount of Kshs.107,330,326 against an actual expenditure of Kshs.63,602,262 leaving a balance of Kshs.43,728,064 unspent during the period under review thereby denying the residents of Narok East Constituency the desired government services without reasonable justification.

This state of affairs puts into question the ability of the Accounting Officer and the Constituency Development Fund Committee in executing the budget in accordance with the legislative authority.

2. Receipts and Payments

2.1 Unauthorized Expenditure

The statement of receipts and payments reports total payments of Kshs.63,602,262 which includes expenditure items with a budgetary allocation of Kshs.19,161,120.4 against their actual expenditure of Kshs.23,329,975.40 resulting to unauthorized expenditure of Kshs.5,592,993.10 because of failure to obtain approvals from the Accounting Officer by the Fund manager.

Therefore, the propriety of expenditure amounting to Kshs.5,592,993.10 could not be confirmed

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 INTERNAL CONTROLS EFFECTIVENESS, GOVERNANCE AND RISK MANAGEMENT SYSTEMS

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Effectiveness of Internal Controls, Risk Management and Governance 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 overall governance were not effective.

Basis for Conclusion

1. Financial Information System

1.1 Manual Processing of Financial Transactions

Although Narok East Constituency Development Fund uses the manual vote book system to process financial transactions, no reasonable explanation was provided why the Intergrated Financial Management Information System (IFMIS) or the automated vote book management system deployed at the Sub County Treasury are not applied for consistency and conformity.

Therefore, it was not possible to confirm whether internal controls were effective and operated throughout the year due to the limitations of a manual accounting system.

2. Project Implementation Status Reports

2.1 Lack of Updated Project Implementation Status Reports

Although the statement of receipts and payments reports transfers to other government units of Kshs.22,500,000 and other grants and transfers of Kshs.30,287,138 during the year under review, no updated project implementation status reports had been prepared by 30 June 2018 showing the current state of each project.

Therefore, the effectiveness of project supervision, control and management procedures could not be confirmed.

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 effective 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 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 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 to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the National Government either intends to liquidate the Narok East Constituency Development Fund or to cease operations, or have no realistic alternative but to do so.

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

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 ability to continue as a going concern or 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 Narok East Constituency Development Fund to cease to continue as a going concern or to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Narok East Constituency Development 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

09 August 2019

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

NAROK EAST 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	86,810,345	81,896,551.60
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS			
		86,810,345	81,896,551.60
PAYMENTS			
Compensation of employees	4	2,145,320	1,237,758.10
Use of goods and services	5	8,669,804	9,133,013
Transfers to Other Government Units	6	22,500,000	54,600,000
Other grants and transfers	7	30,287,138	28,232,717
Acquisition of Assets	8	-	16,740,000
Other Payments	9	-	-
TOTAL PAYMENTS			
		63,602,262	109,943,488.10
SURPLUS/DEFICIT			
		23,208,082	(28,046,936.50)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NAROK EAST Constituency financial statements were approved on 12/04/2019 and signed by:



Fund Account Manager
Name: Andrew K. Kiptanui



Sub-County Accountant
Name: Kennedy Nding'u
ICPAK Member Number:

NATIONAL SUB-COUNTY ACCOUNTANT
 NAROK EAST
 P.O. BOX 20500, NAKURU
 Date: _____ Sign: _____

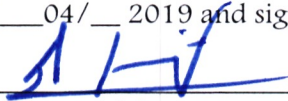
FINANCIAL STATEMENTS
 APPROVED
 DATE: 12/04/2019
 BY: _____

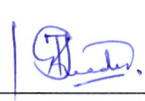
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
 NAROK EAST CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2018**

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	32,348,753	9,140,670.25
Cash Balances (cash at hand)	10B	-	-
Total cash and cash equivalents		32,348,753	9,140,670.25
current receivables-Outstanding Imprests	11	-	896,338
TOTAL FINANCIAL ASSETS		32,348,753	10,037,008.25
FINANCIAL LIABILITIES			
Accounts payable-Retention	12	-	-
NET FINANCIAL ASSETS		32,348,753	10,037,008.25
REPRESENTED BY			
Fund balance b/fwd 1st July...2017	13	10,037,008.25	38,083,944.75
Surplus/Defict for the year		23,208,082	(28,046,936.50)
Prior year adjustments	14	-	
NET FINANCIAL POSITION		32,348,753	10,037,008.25

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NAROK EAST Constituency financial statements were approved on ___12/___04/___ 2019 and signed by:


 Fund Account Manager
 Name: Andrew K. Kiptanui


 Sub-County Accountant
 Name: Kennedy Ndung'u
 ICPAK Member Number:
 Date: _____ Sign: _____
 NATIONAL SUB-COUNTY ACCOUNTANT
 NAROK EAST
 20500, NAROK

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

NAROK EAST 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	86,810,345	81,896,551.60
Other Receipts	3	-	-
		86,810,345	81,896,551.60
Payments for operating expenses			
Compensation of Employees	4	2,145,320	1,237,758.10
Use of goods and services	5	8,669,804	9,133,013
Transfers to Other Government Units	6	22,500,000	54,600,000
Other grants and transfers	7	30,287,138	28,232,717
Other Payments	9	-	-
Total Payments		63,602,262	93,203,488.10
Adjusted for:			
Adjustments during the year(retention)		-	(896,338)
Net cash flow from operating activities		23,208,083	(12,203,274.50)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	16,740,000
Net cash flows from Investing Activities		-	(16,740,000)
NET INCREASE IN CASH AND CASH EQUIVALENT		23,208,083	(28,943,274.50)
Cash and cash equivalent at BEGINNING of the year	12	9,140,670.25	38,083,945
Cash and cash equivalent at END of the year	10A	33,245,091.25	9,140,670.25

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-NAROK EAST Constituency financial statements were approved on __12/ __04/ __2019 and signed by:


Fund Account Manager
 Name: Andrew K. Kiptanui


Sub-County Accountant
 Name: Kennedy Ndung'u
 ICPAK Member Number:
 NATIONAL SUB-COUNTY ACCOUNTANT
 NAROK EAST
 P.O. BOX 484 - 20500, NAROK
 Date: _____ Sign: _____

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


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	20,519,981	107,330,325	86,810,345	20,519,980	81%
Proceeds from Sale of Assets						
Other Receipts		0		0		
PAYMENTS						
Compensation of Employees	2,088,455	1,057,601	3,146,056	2,145,320	1,000,736	68.2%
Use of goods and services	5,724,467	4,030,992	9,755,459	8,669,804	1,085,655	88.9%
Transfers to Other Government Units	42,500,000	5,949,779	48,449,779	22,500,000	25,949,779	46.4%
Other grants and transfers	35,997,423	3,395,609	39,393,032	30,287,138	9,105,894	76.9%
Acquisition of Assets	500,000	6,086,000	6,586,000	0	6,586,000	0.0%
Other Payments						0.0%
TOTALS	86,810,345	20,519,981	107,330,326	63,602,262	43,728,064	59.3%

(a) The constituency realized kshs nil through sale of tenders, which is included as part of the adjustments.

(b) In the financial year 2017/2018, NAROK EAST NG-CDF had an absorption of 59.3% and underutilization of 40.7%

The NGCDF-NAROK EAST Constituency financial statements were approved on _12/ __04/ 2019 and signed by:


Fund Account Manager
Name: Andrew K. Kiptanui


Sub-County Accountant
Name: Kennedy Ndung'u
ICPAK Member Number:


P.O. Box 484-20500, NAROK
Date: _____ Sign: _____

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 Kenya Public Sector Accounting Standard Board (KPSASB). The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the NGCDF-NAROK EAST 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

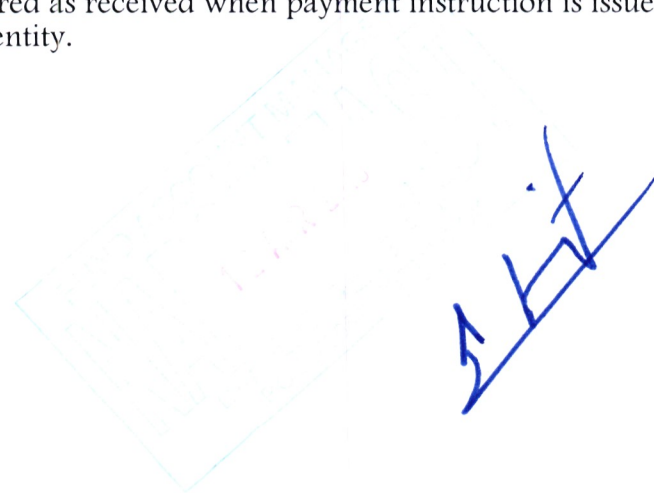
The accounting policies set out in this section have been consistently applied by the Entity for all the years presented.

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.

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.



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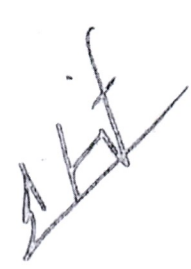
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SIGNIFICANT ACCOUNTING POLICIES

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners. However no external assistance receipts were received during the year.

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 at the time cash proceed are 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.



SIGNIFICANT ACCOUNTING POLICIES

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 Eequivalents

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 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.

FUND ACCOUNTS
NAROK EAST
2018



SIGNIFICANT ACCOUNTING POLICIES

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 carried forward from previous Financial year.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

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, no errors were corrected as disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions


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



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

IX. NOTES TO THE FINANCIAL STATEMENTS

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES				
Description		2017-2018	2016-2017	
		Kshs	Kshs	
		5,500,000.00	36,853,449.00	
Normal Allocation		37,905,172	4,094,828	
		43,405,173	40,948,275	
Conditional grants	N/A.	-	-	
	N/A	-	-	
Receipt from other Constituency	N/A	-	-	
TOTAL		86,810,345	81,896,552	
2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS				
Description		2017-2018	2016-2017	
		Kshs	Kshs	
Receipts from the Sale of Buildings	N/A	-	-	
Receipts from the Sale of Vehicles and Transport Equipment	N/A	-	-	
Receipts from the Sale Plant Machinery and Equipment	N/A	-	-	
Receipts from the Sale of office and general equipment	N/A	-	-	
		-	-	
	Total	-	-	
3 OTHER RECEIPTS				
Description		2017-2018	2016-2017	
		Kshs	Kshs	
Interest Received	N/A	-	-	
Rents	N/A	-	-	



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

Sale of tender documents	N/A	-	-
Other Receipts Not Classified Elsewhere (Transfer from N. Bank)	N/A	-	-
Total		-	-

4 COMPENSATION OF EMPLOYEES

Description	2017-2018	2016-2017
	Kshs	Kshs
Basic wages of contractual employees	1,198,409	1,214,558.10
Basic wages of casual labour	-	-
Personal allowances paid as part of salary	-	-
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Other personnel payments	-	-
Employer contribution to NSSF gratuity	61,049 885,863	23,200.00
Total	2,145,320	1,237,758.10

5 USE OF GOODS AND SERVICES

Description	2017-2018	2016-2017
	Kshs	Kshs
Utilities, supplies and services	3,000	200,000
Office rent	-	-
Communication, supplies and services	140,854	185,000
Domestic travel and subsistence	195,000	120,000
Printing, advertising and information supplies & services	915,445	188,825

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

Rentals of produced assets		-	-
Training expenses		1,436,000	3,954,888
Other committee expenses		1,954,600	2,295,500
Committee allowance		2,035,000	1,698,000
Hospitality supplies and services		-	-
Insurance costs		-	-
Specialized materials and services		-	-
Office and general supplies and services		1,576,055	-
Fuel ,oil & lubricants		233,000	300,000
Other operating expenses KENAO		-	-
Routine maintenance – vehicles and other transport equipment		180,850	190,800
Bank charges			-
Strategic plan		-	-
Total		8,669,804	9,133,013

6 TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017-2018	2016-2017
	Kshs	Kshs
Transfers to primary schools	3,500,000	53,600,000
Transfers to secondary schools	19,000,000	1,000,000
Transfers to Tertiary institutions	-	-
Transfers to Health institutions	-	-
TOTAL	22,500,000	54,600,000

7 OTHER GRANTS AND OTHER PAYMENTS

Description	2017-2018	2016-2017
	Kshs	Kshs

Handwritten signature in blue ink.

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

Bursary -Secondary		8,315,888	20,895,070
Bursary -Tertiary, cats		15,311,000	-
Bursary-Special NHIF		1,200,000	-
Mocks & CAT		-	-
water/Sewers		-	-
Agriculture (Markets)		-	-
Electricity projects		-	-
Security		-	1,767,647
Roads		-	-
Sports		736,000	2,600,000
Environment		164,000	-
Emergency Projects (specify)		4,560,250	2,970,000
Development - factories/stadiums		-	-
CIT Hubs		-	-
Total		30,287,138	28,232,717

8 ACQUISITION OF ASSETS

Non-Financial Assets	2017-2018	2016-2017
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	15,000,000.00
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of Office furniture and fittings	-	1,740,000.00
Purchase of computers ,printers and other IT equipment's	-	-
Purchase of photocopier	-	-
Purchase of other office equipment's	-	-
Acquisition of Land	-	-
	-	-
Total	-	16,740,000

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

9 OTHER PAYMENTS				
		2017-2018	2016-2017	
Particulars		Kshs	Kshs	
STRATEGIC PLAN	N/A	-	-	
NHIF	N/A	-	-	
TOTAL		-	-	
10A: Bank Balances (cash book bank balance)				
Name of Bank	Account Number	2017-2018	2016-2017	
		Kshs (30/6/2018)	Kshs (30/6/2017)	
Equity Bank		32,348,753	9,140,670.25	
Total		32,348,753	9,140,670.25	
10B: CASH IN HAND				
		2017-2018	2016-2017	
Cash Book	Board of Survey Date	Kshs (30/6/2018)	Kshs (30/6/2017)	
Narok East CDF	N/A	-	-	
		-	-	
Other receipts (specify)		-	-	
		-	-	
Total		-	-	
		<i>[Provide cash count certificates for each]</i>		
11: OUTSTANDING IMPRESTS				
Name of Officer	Date imprest taken	Amount Taken	Amount Taken	Balance (30/6/2018)
		Kshs	Kshs	Kshs
N/A	N/A	-	-	-

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

N/A	N/A	-	-
N/A	N/A	-	-
N/A	N/A	-	-
N/A	N/A	-	-
N/A	N/A	-	-
Total			-
12 Retention			
		2017 - 2018	2016 - 2017
Supplier/Contractor	PV No.		
N/A	N/A	-	-
		-	-
TOTAL		-	-
13 BALANCES BROUGHT FORWARD			
		2017 - 2018	2016 - 2017
		Kshs (1/1/7/2017)	Kshs (1/1/7/2016)
Equity Bank		9,140,670.25	38,083,945
		-	-
Cash in hand		-	-
Imprest		-	-
Total		9,140,670.25	38,083,945
<i>[Provide short appropriate explanations as necessary]</i>			
14 PRIOR YEAR ADJUSTMENTS			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
Bank accounts		-	-
Cash in hand		-	-
Imprest		-	-
Total		-	-
15 OTHER IMPORTANT DISCLOSURES			
15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
Construction of buildings	N/A	-	-
Construction of civil works	N/A	-	-
Supply of goods	N/A	-	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

NAROK EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

Supply of services	N/A	-	-
TOTAL		-	-
15.2: PENDING STAFF PAYABLES (See Annex 2)			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
Senior management	N/A	-	-
Middle management	N/A	-	-
Unionisable employees	N/A	-	-
Others (<i>specify</i>)	N/A	-	-
TOTAL		-	-
15.3: OTHER PENDING PAYABLES (See Annex 3)			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
Amounts due to other Government entities (see attached list)	N/A	-	-
Amounts due to other grants and other transfers (see attached list)	N/A	-	-
Others (<i>specify</i>)	N/A	-	-
15.4: SUMMARY OF FIXED ASSET REGISTER(See Annex 4)			
		2017-2018	2016-2017
		Kshs	Kshs
Balance Amount		16,740,000.00	16,740,000.00
15.5:PMC ACCOUNTS BALANCES(See Annex 5)			
		2017-2018	2016-2017
		Kshs	Kshs
PMC Accounts Balances		17,099,670.00	2.354,305.00

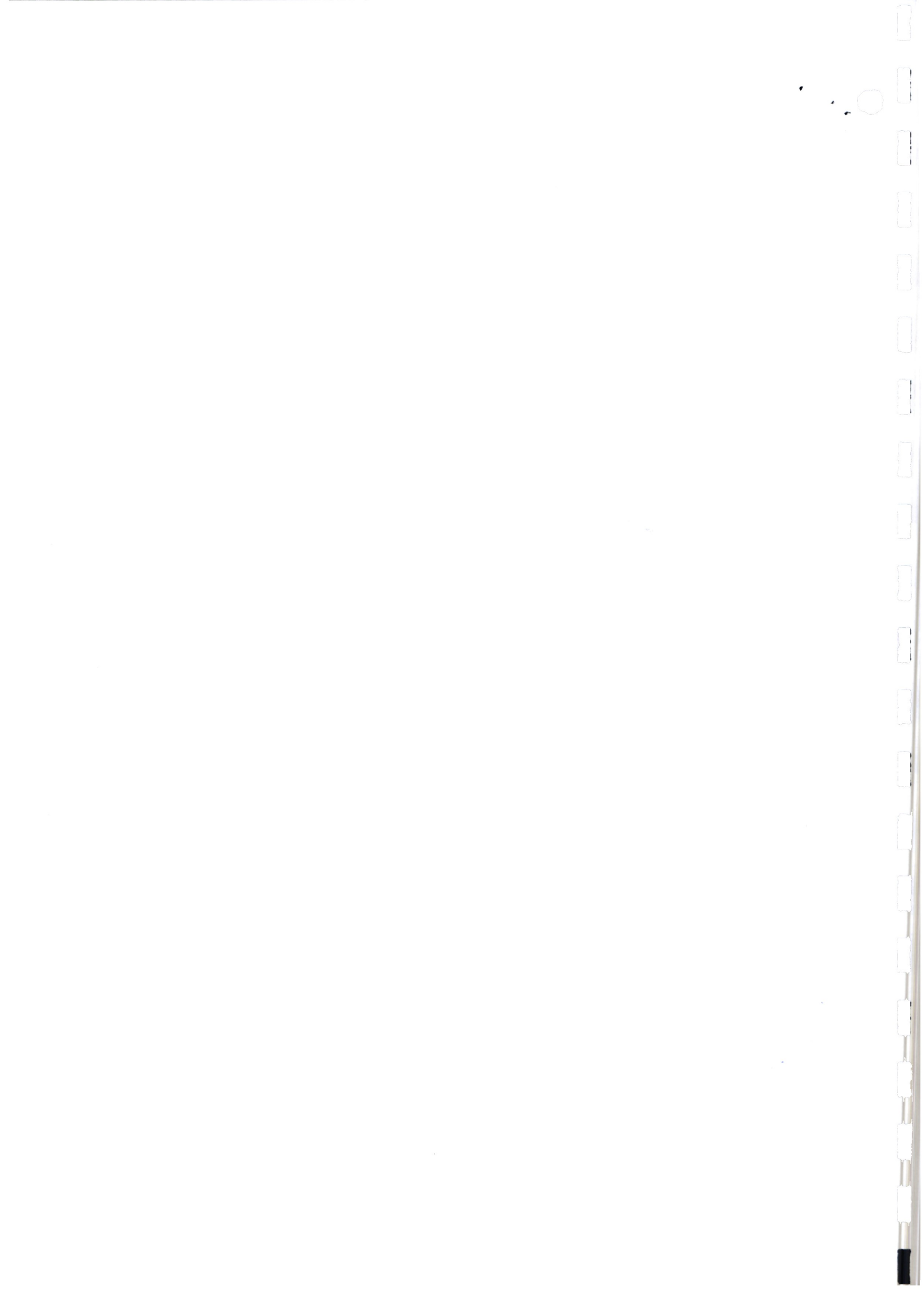


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – NAROK EAST CONSTITUENCY Reports
and Financial Statements
For the year ended June 30, 2018**

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To-Date c	Outstanding Balance 2018 d=a-c	Outstanding Balance 2017	Comments
Construction of buildings						Not Applicable
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) – NAROK EAST CONSTITUENCY Reports
and Financial Statements
For the year ended June 30, 2018**

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017	Comments
		a	b	c	d=a-c		
Senior Management							
1.	-	-	-	-	-	-	Not Applicable
2.	-	-	-	-	-	-	
3.	-	-	-	-	-	-	
Sub-Total							
Middle Management							
4.	-	-	-	-	-	-	Not Applicable
5.	-	-	-	-	-	-	
6.	-	-	-	-	-	-	
Sub-Total							
Unionisable Employees							
7.	-	-	-	-	-	-	Not Applicable
8.	-	-	-	-	-	-	
9.	-	-	-	-	-	-	
Sub-Total							
Others (specify)							
10. SALARIES	-	-	-	-	-	-	Not Applicable
11. NSSF	-	-	-	-	-	-	
12. NHIF	-	-	-	-	-	-	
Sub-Total							
Grand Total							

FINANCIAL STATEMENTS
NAROK EAST CONSTITUENCY
11.11.2018



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

ANNEX 3 – UNUTILIZED FUNDS

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES				
Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Outstanding Balance
		a	b	d=a-c
Amounts due to other Government entities				
PRIMARY SCHOOL				
Olasiti primary school	Construction of Dorm	5,000,000.00	-	5,000,000.00
Sintakara Primary School	Construction of Dorm	3,000,000.00	-	3,000,000.00
Sub-Total				8,000,000.00
SECONDARY SCHOOL				
Olasiti Secondary School	Construction of Dorm	5,000,000.00		5,000,000.00
Keekonyokie Secondary School	Construction of 2 No. Classrooms	2,000,000.00		2,000,000.00
Nkorienito Secondary School	Construction of Dorm	5,000,000.00	-	5,000,000.00
Sub-Total				12,000,000.00
Amounts due to other grants and other transfers				
SERURITY PROJECTS				
Enkaroni Police Post	Construction of 2 No. Staff Houses	1,100,000.00		1,100,000.00
N/Enkare AP Line	Construction of 2 No. Staff Houses	1,100,000.00		1,100,000.00
Sub-Total				2,200,000.00
CONSTITUENCY INNOVATION HUBS(CIH)				
STRATEGIC PLAN	Installation of Digital Innovation Hubs in \$ NO.wards	4,677,027.00		4,677,027.00
ADMINISTRATION	Preparation of Strategic Plan	2,000,000.00		2,000,000.00
MONITORING AND EVALUATION	Employee salaries, Goods & services, Committee Expenses	-		1,947,452.00
NG CDF OFFICE	Committee expenses	-		1,024,274.00
	Ground Levelling	-		500,000.00
Grand Total				32,348,753.00

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

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2017/18
Land	-	-	-	-
Buildings and structures	15,000,000.00	-	-	15,000,000.00
Transport equipment	-	-	-	-
Office equipment, furniture and fittings	1,740,000.00	-	-	1,740,000.00
ICT Equipment, Software and Other ICT Assets	-	-	-	-
Other Machinery and Equipment	-	-	-	-
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	16,740,000.00	-	-	16,740,000.00

FIELD ACCOUNTANT
 NAME: [Signature]
 DATE: 1.7.18

[Signature]

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

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
Nambao Primary School	Equity	0360271472126	1,500,000.00	2,354,305.00
Keru Primary School	Equity	0360277324180	1,500,000.00	00.00
Aramat Secondary School	Equity	0360276602500	4,000,000.00	00.00
Oletukat Secondary School	Equity	0360268380655	5,000,000.00	00.00
Suswa Girls Secondary School	Equity	0360277325204	99,670.00	00.00
Ntulele Secondary School	Equity	0360277461191	5,000,000.00	00.00
Total			17,000,000.00	2,354,305.00

Faint official stamp of the National Government Constituencies Development Fund (NGCDF) Narok East Constituency, dated 30th June 2018. The stamp is partially obscured by a large blue handwritten signature.

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

NAROK EAST CONSTITUENCY Reports and Financial Statements

For the year ended June 30, 2018

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. in 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)
RKEA ST/FU NDS/O 4/20 18	Unapproved Utilization of Fund Balance - Kshs 38,083,944.75	This amount relates to the already approved budget for financial year 2015/2016 and since they were already approved and pertaining to the ongoing projects, it does not need a second approval	FAM	RESOLVED	RESOLVED
RKEA ST/FU NDS/O 4/20 18	Unsupported expenditure on Utilities, Supplies and Services -Kshs 200,000	• Utilities Supplies and Services – Kshs 200,000 was an expenditure incurred in the office under the Administration vote (use of goods) and receipts and vouchers supporting the above payment are available in Narok East NG-CDF office for Audit verification.	FAM	RESOLVED	RESOLVED
RKEA ST/FU NDS/O 4/20 18	Bank Reconciliation Statement	• The stale cheques have been reversed in the cash book to give a true and fair view of cash and cash equivalents.	FAM	RESOLVED	RESOLVED



Handwritten signature in blue ink, appearing to be 'S.H.T.' with a long horizontal line extending to the right.

