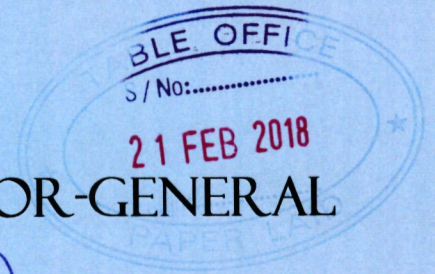


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

*Paper laid by the
Leader of the Majority
Party Hon Aden Duale,
MP, on 21.2.2018
LBS*

REPORT

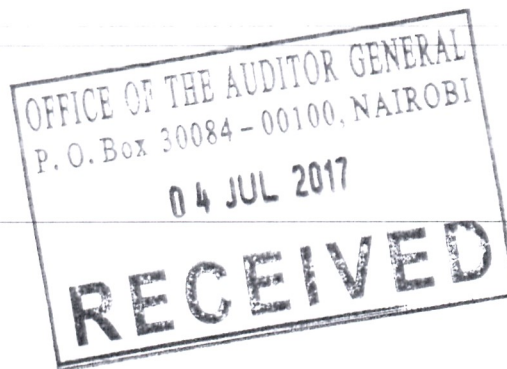
OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE 2016**



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
NAROK SOUTH CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

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

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

21 JUN 2017

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –
NAROK SOUTH CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The Constituencies Development Fund (CDF) was set up under the CDF Act, 2003 now repealed by the CDF Act, 2015. The National Government Constituencies Development Fund is represented by the Cabinet Secretary for Devolution and Planning, who is responsible for the general policy and strategic direction of the National Government Constituencies Development Fund. The objective of the fund is to ensure that specific portion of the national annual budget is devoted to the constituency for the purposes of infrastructural development, wealth creation and in the fight against poverty at the constituency level.

(b) Key Management

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

- i. 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 2015 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	William Saitoti
3.	Accountant	Ndungu John Kennedy
4.		

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of Narok South Constituency. The reports and recommendation of ARMC when adopted by the NGCDF Board are forwarded to the NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND Committee (NGCDFC) for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

(e) Narok South NGCDF Headquarters

Narok South CDF.
P.O Bo 99
Ololulunga

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

(f) NAROK SOUTH NGCDF Contacts

Telephone: +254 721 81 41 69
E-mail: naroksouthcdf@gmail.com
Website: www.naroksouthcdf.go.ke

(g) NAROK SOUTH NGCDF Bankers

1. National Bank Narok Branch

(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

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- NAROK
SOUTH CONSTITUENCY

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

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

The NGCDFCs wish to have in summary the budget performance against actual amounts for current year based on economic classification and programmes. The NGCDF have improved the Education and Security infrastructures of Narok South.

However there have been emerging issues like political, economic, social, legal and global challenges influencing the implementation of NGCDF Project. Other issues affecting the project implementation process is the late disbursement of funds, late approved of proposals and reallocations

The NGCDFCs wish that the issues of having the project on going for more than 2 years be stopped and the NGCDF board to reduce the rate of staff turnovers in Constituencies i.e. FAM transfers.

Sign..........
CHAIRMAN NGCDFC

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- N AROK
SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

III. STATEMENT OF NGCDF MANAGEMENT RESPONSIBILITIES

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

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

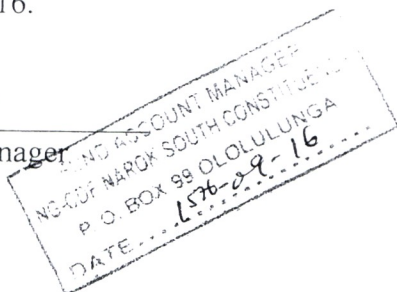
The Accounting Officer in charge of the Narok South NGCDF accepts responsibility for the NGCDF's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NGCDF's financial statements give a true and fair view of the state of NGCDF's transactions during the financial year ended June 30, 2015, and of the NGCDF's financial position as at that date. The Accounting Officer charge of the Gatundu North NGCDF further confirms the completeness of the accounting records maintained for the NGCDF, which have been relied upon in the preparation of the NGCDF's financial statements as well as the adequacy of the systems of internal financial control.

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

Approval of the financial statements

The NGCDF's financial statements were approved and signed by the Accounting Officer on 15th - 09 2016.

Fund Account Manager



Chairman

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 SOUTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of the National Government Constituencies Development Fund- Narok South set out on pages 5 to 23, which comprise the statement of assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation 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, Section 35 of the Public Audit Act, 2015.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the National Government Constituency Development Fund Act, 2015 and International Public Sector Accounting Standards (Cash Basis) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47(1) of the Public Audit Act, 2015.

Auditor-General's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that

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

are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Disclaimer of Opinion

1.0 Inaccuracies in Opening Balances

Some comparative figures relating to financial year 2014/2015 reflected in the financial statements for the year under review differ significantly with the balances contained in the audited financial statements for 2014/2015 as shown below:

Statements of Receipts and Payments

Item	Comparative figures in 2015/2016 financial statements Kshs	Figures as per audited 2014/2015 financial statements (Kshs)	Variance (Kshs)
Compensation of Employess	2,657,688	2,449,675	208,013
Transfers from the CDF board	107,505,323.00	118,505,322.00	10,999,999.00
Other grants and transfers	35,107,500.00	33,607,500.00	1,500,000.00
Committee expenses	-	3,352,000.00	3,352,000.00
Social security benefits	-	52,400.00	52,400.00

Statement of Assets

Item	Comparative figures in 2015/2016 financial statements (Kshs)	Figures as per 2014/2015 financial statements (Kshs)	Variance (Kshs)
Bank balance	16,415,802.00	4,359,259.00	12,056,543.00
Fund balance brought forward	22,541,638.00	1,389,496.00	21,152,142.00
Surplus/ (deficit) for the year	(6,125,836.00)	2,969,763.00	9,095,599.00

Statement of cash flows

item	Comparative figures in 2015/2016 financial statements (Kshs)	Figures as per audited 2014/2015 financial statements (Kshs)	Variance (Kshs)
Transfers from the CDF board	107,505,323.00	118,505,322.00	10,999,999.00
Other grants and transfers	35,107,500.00	33,607,500.00	1,500,000.00
Committee expenses	-	3,352,000.00	3,352,000.00
Social security benefits	-	52,400.00	52,400.00
Net cash flows from operating activities	(6,125,836.00)	115,535,559.00	121,661,395.00
Net cash flows from investing activities	-	115,535,559.00	115,535,559.00
Net increase in cash and cash equivalent	(6,125,836.00)	-	6,125,836.00
Cash and cash equivalent at beginning of the year	22,541,638.00	-	22,541,638.00
Cash and cash equivalent at end of the year	16,415,802.00	-	16,415,802.00

The management did not provide reconciliations to explain the discrepancies. In the circumstance, the accuracy and completeness of the financial statements cannot be confirmed.

2.0 Statement of Receipts and Payments

The statement of receipts and payments for the year ended 30 June 2016 reflects compensation of employees of Kshs.2,627,123.54 and use of goods and services of Kshs.12,627,123.54 respectively. However, the schedules produced for audit in respect of compensation of employees were not in agreement with the payroll summary and therefore the accuracy of the reported balance could not be confirmed. In addition, the reported balance of Kshs.12,627,123.54 on use of goods and services differed with the supporting schedules balance of Kshs.11,527,124 by Kshs.1,099,999.54. No explanation was given by management for the difference.

In the circumstances, the accuracy and completeness of the statement of receipts and payments cannot be confirmed.

3.0 Statement of Assets

3.1 Cash and Cash Equivalents

The statement of financial assets reflects bank balance as per the cashbook of Kshs.49,600,951 as at 30 June 2016. However, examination of the cashbook disclosed a bank balance of Kshs.49,600,951 and a cash-in-hand balance of Kshs.1,087,533. Although it has been explained that the cash balance represented imprests held, the amount was not disclosed under cash and cash equivalents.

In addition, the statement reflects a fund balance of Kshs.16,415,802 brought forward on 1 July 2015 instead of Kshs.4,359,259 reported in the financial year 2014/2015. The variance of Kshs.12,056,543 was not explained.

Consequently, the statement of assets was understated by Kshs.1,087,533.50 while the net financial position is overstated by Kshs.12,056,543.

4.0 Statement of Appropriation

Included in the summary statement of appropriation were initial budget amounts of compensation of employees of Kshs.4,055,375, use of goods and services Kshs.7,255,149, transfers to other government units of Kshs.69,700,000 and other grants and transfers of Kshs.44,661,962 that were not supported by any approved budget. Similarly, adjustments for transfers from the Board of Kshs.27,415,802; transfers to other government units of Kshs.23,143,827 and use of goods and services of Kshs.4,271,975 were not supported with any documentary evidence.

In the circumstances, the accuracy and completeness of the summary statement of appropriation cannot be confirmed.

5.0 Irregular Reallocation of Funds

An aggregate sum of Kshs.34,815,050 was spent on bursaries against the budget for the year of Kshs.30,850,000 resulting to over-expenditure of Kshs.3,965,050. The excess funds were sourced from undisclosed projects apparently without the authority of the Board as no such authority was presented for audit. Although, it has been explained that the authority of the Board for reallocation of Kshs.3,965,050 was granted, only reallocation of Kshs.1,000,000 for the Olashapani Chief's Camp was supported by records showing the Board's approval. Consequently, Kshs.2,965,050 was irregularly reallocated without approval of the Board.

No explanation has been provided by management for the irregular reallocation.

6.0 Committee Expenses

An aggregate sum of Kshs.5,444,650 was spent on committee expenses against the budgeted of Kshs.2,406,974 approved for the year resulting to over-expenditure of Kshs.3,037,676. The excess expenditure was not approved by the Board. No explanation was given for the over-expenditure. The management therefore breached the law on public financial management.

7.0 Doubtful Expenditure - Eor-Ewuaso Primary School

A total of Kshs.1,000,000 was disbursed to the Eor-Ewuaso Primary School vide cheques No. 6218 and 6713 of Kshs.600,000 and Kshs.400,000 respectively to purchase a piece of land for expansion of the school. According to a land valuation report by the Narok County Land Valuer, 3.81 acres on parcel of land L.R. No. CISMARA/OLULUNGA/12809 was valued at Kshs.800,000. However the following audit matters were observed:

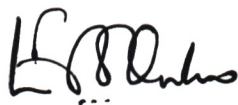
- i. Kshs.1,000,000 was disbursed to the school instead of Kshs.800,000 the cost of the valued land.
- ii. The title deed in the name of the school was not produced for audit verification.

In the absence of the title deed, the ownership of the land purchased was doubtful.

In the circumstances, the propriety of the expenditure of Kshs.1,000,000 cannot be confirmed.

Disclaimer of Opinion

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



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

Nairobi

20 November 2017

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- NAROK
SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015-2016	2014-2015
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	135,172,486.00	107,505,323.00
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		135,172,486.00	107,505,323.00
PAYMENTS			
Compensation of employees	4	2,657,688.00	2,500,098.25
Use of goods and services	5	12,627,123.54	4,155,629.75
Transfers to Other Government Units	6	41,908,203.06	71,867,931.00
Other grants and transfers	7	44,794,322.00	35,107,500.00
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		101,987,336.60	113,631,159.00
SURPLUS/DEFICIT		33,185,149.40	(6,125,836.00)

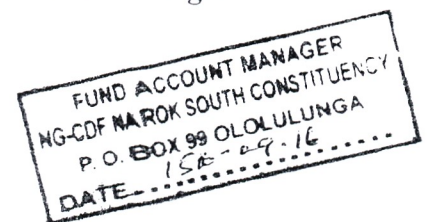
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Narok South NGCDF financial statements were approved on 15th - 29th - 16 2016 and signed by:



Chairman - NGCDFC



Fund Account Manager



NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- N AROK

SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

V. STATEMENT OF ASSETS

	Note	2015-2016	2014-2015
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	49,600,951.40	16,415,802.00
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		49,600,951.40	16,415,802.00
REPRESENTED BY			
Fund balance b/fwd 1st July...2015	12	16,415,802.00	22,541,638.00
Surplus/Deficit for the year		33,185,149.40	(6,125,836.00)
Prior year adjustments	13	-	-
NET LIABILITIES		49,600,951.40	16,415,802.00

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Narok South NGCDF financial statements were approved on 15th - 09 - 2016 and signed by:


Chairman - NGCDFC


Fund Account Manager

FUND ACCOUNT MANAGER
NGCDF NAROK SOUTH CONSTITUENCY
P.O. BOX 99 DLOLULUNGA
DATE... 15th - 09 - 2016

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- NAROK

SOUTH CONSTITUENCY


Reports and Financial Statements

For the year ended June 30, 2016

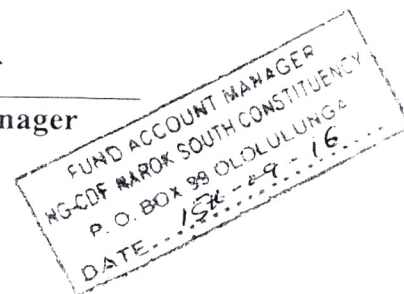
VI. STATEMENT OF CASHFLOW

Receipts for operating income		2015 - 2016	2014 - 2015
Transfers from CDF Board	1	135,172,486.00	107,505,323.00
Other Receipts	3	-	-
		135,172,486.00	107,505,323.00
Payments for operating expenses			
Compensation of Employees	4	2,657,688.00	2,500,098.25
Use of goods and services	5	12,627,123.54	4,155,629.75
Transfers to Other Government Units	6	41,908,203.06	71,867,931.00
Other grants and transfers	7	44,794,322.00	35,107,500.00
Other Payments	9	-	-
Adjusted for:			
Adjustments during the year		-	-
		101,987,336.60	113,631,159.00
Net cash flow from operating activities		33,185,149.40	(6,125,836.00)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		33,185,149.40	(6,125,836.00)
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	12	16,415,802.00	22,541,638.00
Cash and cash equivalent at END of the year	10A	49,600,951.40	16,415,802.00

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Narok South NGCDF financial statements were approved on 15th - 09 - 2016 and signed by:


Chairman NGCDF


Fund Account Manager



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

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	125,672,486.00	11,000,000.00	136,672,486.00	135,172,486.00	1,500,000.00	99.00%
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	-	-	-	-	-
PAYMENTS						
Compensation of Employees	4,055,375.00	-	4,055,375.00	2,657,688.00	1,397,687.00	66.00%
Use of goods and services	7,255,149.00	4,271,975.00	11,527,124.00	12,627,123.54	(1,099,999.54)	100.00%
Transfers to Other Government Units	69,700,000.00	6,728,025.00	76,428,025.00	41,908,203.06	34,519,821.94	55.00%
Other grants and transfers	44,661,962.00	-	44,661,962.00	44,794,322.00	(132,360.00)	100.00%
Acquisition of Assets	-	-	-	-	-	0.00%
Other Payments	-	-	-	-	-	-
TOTALS	125,672,486.00	11,000,000.00	136,672,486.00	101,987,336.60	34,685,149.40	75.00%

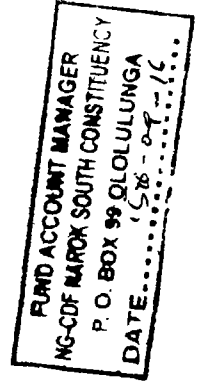
The NAROK SOUTH NGCDF financial statements were approved on 15th - 09 - 2016 and signed by:

[Signature]

Chairman NGCDF

[Signature]

Fund Account Manager



VIII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of revenue and expenses

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

3. In-kind contributions

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

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial

NATIONAL GOVERNMENT ENTITY - (NAROK SOUTH NG-CDF)

Reports and Financial Statements

For the year ended June 30, 2016

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.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. **Pending bills**

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

6. **Budget**

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

7. **Comparative figures**

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

8. **Subsequent events**

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

NATIONAL GOVERNMENT ENTITY - (NAROK SOUTH NG-CDF)
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IX. NOTES TO THE FINANCIAL STATEMENTS

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES					
	Description		2015-2016	2014-2015	
			Kshs	Kshs	
1330407	Normal Allocation	AIE NO-A796247	11,000,000.00	7,300,000.00	
		AIE NO.A796293	10,000,000.00	22,326,330.50	
		AIE NO:A796348	10,000,000.00	14,775,798.50	
		AIE NO:A820630	10,000,000.00	14,850,532.00	
		AIE NO:A820767	20,000,000.00	29,626,332.00	
		AIE NO: A825545	12,000,000.00	18,626,330.00	
		AIE NO. A825771	62,172,486.00		
1330408	Conditional grants	AIE NO .		-	
		AIE NO..		-	
1330409	Receipt from other Constituency			-	
	TOTAL		135,172,486.00	107,505,323.00	
2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS					
	Description		2015-2016	2014-2015	
			Kshs	Kshs	
3510202	Receipts from the Sale of Buildings				
3510601	Receipts from the Sale of Vehicles and Transport Equipment				
3510801	Receipts from the Sale Plant Machinery and Equipment				
3510803	Receipts from the Sale of office and general equipment				

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		Total	-	
3 OTHER RECEIPTS				
1400000	Description		2015-2016	2014-2015
			Kshs	Kshs
1410107	Interest Received		-	
1410405	Rents		-	
1420501	Sale of tender documents		-	
1450207	Other Receipts Not Classified Elsewhere (specify)		-	
	Total		-	
4 COMPENSATION OF EMPLOYEES				
2110000	Description		2015-2016	2014-2015
			Kshs	Kshs
2110201	Basic wages of contractual employees		2,657,688.00	2,500,098.25
2110202	Basic wages of casual labour		-	
	Personal allowances paid as part of salary			
2110301	House allowance		-	
2110314	Transport allowance		-	
2110320	Leave allowance			
2110326	Other personnel payments		-	
	employer contribution to NSSF		-	
2710120	gratuity			
	Total		2,657,688.00	2,500,098.25
5 USE OF GOODS AND SERVICES				
2200000	Description		2015-2016	2014-2015
			Kshs	Kshs

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221010	Utilities, supplies and services		1,027,200.00	-	
221014	Office rent		-	1,182,634.00	
221020	Communication, supplies and services		1,206,260.00		
221030	Domestic travel and subsistence		461,040.00	391,600.75	
221050	Printing, advertising and information supplies & services		145,994.00	-	
221060	Rentals of produced assets		-	-	
221070	Training expenses		2,409,399.39	-	
221080	Hospitality supplies and services		100,800.00		
221090	Other committee expenses		387,000.00	558,000.00	
221100	Committee allowance		5,057,650.00	-	
221110	Office and general supplies and services			221,395.00	
221120	Fuel, oil & lubricants		850,000.00	850,000.00	
221130	Other operating expenses/b charges		29,944.00		
222010	Routine maintenance – vehicles and other transport equipment		951,836.15		
222020	Routine maintenance – other assets			952,000.00	
	Total		12,627,123.54	4,155,629.75	
2630200	6 TRANSFER TO OTHER GOVERNMENT ENTITIES				
	Description		2015-2016	2014-2015	
			Kshs	Kshs	
2630204	Transfers to primary schools		28,800,272.00	33,637,931.00	

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263025	Transfers to secondary schools		13,107,931.06	37,930,000.00
263026	Transfers to Tertiary institutions		-	300,000.00
263027	Transfers to Health institutions			
	TOTAL		41,908,203.06	71,867,931.00
264000	7 OTHER GRANTS AND OTHER PAYMENTS			
	Description		2015-2016	2014-2015
			Kshs	Kshs
2640101	Bursary -Secondary		16,735,050.00	8,000,000.00
2640102	Bursary -Tertiary		16,080,000.00	9,000,000.00
2640104	Bursary-Special schools		2,000,000.00	600,000.00
2640105	Mocks & CAT		-	1,000,000.00
2640504	water/Sewers		1,000,000.00	1,300,000.00
2640505	Agriculture (Markets)		1,000,000.00	2,000,000.00
2640506	Electricity projects		-	-
2640507	Security			
2640508	Roads		2,200,000.00	5,195,000.00
2640509	Sports		718,667.00	577,500.00
2640510	Environment			2,235,000.00
2640200	Emergency Projects (specify)		5,060,605.00	5,200,000.00
2640511	Development - factories/stadiums			
	Total		44,794,322.00	35,107,500.00
3100000	8 ACQUISITION OF ASSETS			
	Non Financial Assets		2015-2016	2014-2015
			Kshs	Kshs
3110102	Purchase of Buildings		-	

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3110202	Construction of Buildings				
3110302	Refurbishment of Buildings			-	
3110701	Purchase of Vehicles			-	
3110704	Purchase of Bicycles & Motorcycles			-	
3110801	Overhaul of Vehicles			-	
3111001	Purchase of Office furniture and fittings			-	
3111002	Purchase of computers ,printers and other IT equipments			-	
3111005	Purchase of photocopier			-	
3111009	Purchase of other office equipments			-	
3111112	Purchase of soft ware			-	
3130101	Acquisition of Land			-	
				-	
	Total			-	
				-	

9 OTHER PAYMENTS

		2015-2016	2014-2015
		Kshs	Kshs
specify		-	
specify		-	
TOTAL		-	

10A: Bank Balances (cash book bank balance)

Name of Bank	Account Number	2015 - 2016	2014 - 2015
		Kshs (30/6/2016)	Kshs (30/6/2015)

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National Bank-Narok Branch	100141832100.00	49,600,951.40	16,415,802.00
		-	
		-	
Total		49,600,951.40	16,415,802.00

10B: CASH IN HAND

	2015 - 2016	2014 - 2015
	Kshs (30/6/2016)	Kshs (30/6/2015)
Location 1	-	
Location 2	-	
Location 3	-	
Other receipts (specify)	-	
Total	-	

[Provide cash count certificates for each]

11: OUTSTANDING IMPRESTS

Name of Officer	Date imprest taken	Amount Taken	Amount Taken	Balance (30/6/2015)
		Kshs	Kshs	Kshs
Name of Officer	dd/mm/yy	-		-
Name of Officer	dd/mm/yy	-		-
Name of Officer	dd/mm/yy	-		-
Name of Officer	dd/mm/yy	-		-
Name of Officer	dd/mm/yy	-		-
Name of Officer	dd/mm/yy	-		-
Total				-

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12 BALANCES BROUGHT FORWARD				
		2015 - 2016	2014 - 2015	
		Kshs (1/1/7/2015)	Kshs (1/1/7/2014)	
Bank accounts		16,415,802.00	22,541,638.00	
Cash in hand		-		
Imprest		-		
Total		16,415,802.00	22,541,638.00	
<i>[Provide short appropriate explanations as necessary]</i>				
13 PRIOR YEAR ADJUSTMENTS				
		2015 - 2016	2014 - 2015	
		Kshs	Kshs	
Bank accounts				
Cash in hand				
Imprest		-		
Total		-		
14 OTHER IMPORTANT DISCLOSURES				
15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)				
		2015 - 2016	2014 - 2015	
		Kshs	Kshs	
Construction of buildings		-		
Construction of civil works		-		
Supply of goods		-		
Supply of services		-		
TOTAL		-		
15.2: PENDING STAFF PAYABLES (See Annex 2)				
		2015 - 2016	2014 - 2015	
		Kshs	Kshs	

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Senior management			-	
Middle management				
Unionisable employees			-	
Others (<i>specify</i>)			-	
			-	
15.3: OTHER PENDING PAYABLES (See Annex 3)				
			2015 - 2016	2014 - 2015
			Kshs	Kshs
Amounts due to other Government entities (see attached list)			-	
Amounts due to other grants and other transfers (see attached list)			-	
Others (<i>specify</i>)			-	
			-	

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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2015	Outstanding Balance 2014	Comments
	a	b	c	d=a-c		
Construction of buildings						
.						
.						
.						
Sub-Total						
Construction of civil works						
.						
.						
.						
Sub-Total						
Supply of goods						
.						
.						
.						
Sub-Total						
Supply of services						
0.						
1.						
2.						
Sub-Total						
Grand Total						

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ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2015	Outstanding Balance 2014	Comments
		a	b	c	d=a-c		
Amounts due to other Government entities							
1.							
2.							
3.							
	Sub-Total						
Amounts due to other grants and other transfers							
4.							
5.							
6.							
	Sub-Total						
	Sub-Total						
Others (specify)							
7.							
8.							
9.							
	Sub-Total						
	Grand Total						

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015/16	Historical Cost (Kshs) 2014/15
Land		
Buildings and structures		
Transport equipment		
Office equipment, furniture and fittings		
ICT Equipment, Software and Other ICT Assets		
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total		

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