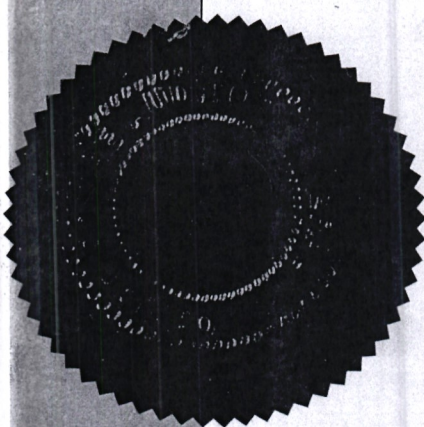


REPUBLIC OF KENYA

PARLIAMENT  
OF KENYA  
LIBRARY



OFFICE OF THE AUDITOR-GENERAL



*Paper laid by the  
Majority Party Whip  
Hon. Benjamin  
Washiale, MP on  
14.2.18  
IBM*

**REPORT**

**OF**

**THE AUDITOR-GENERAL**

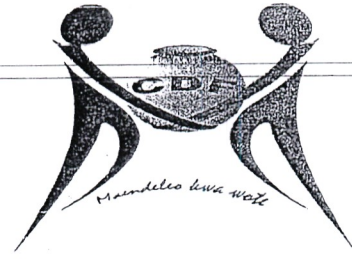
**ON**

**THE FINANCIAL STATEMENTS OF  
NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT  
FUND – CHEPALUNGU CONSTITUENCY**

**FOR THE YEAR ENDED  
30 JUNE 2016**



Amended



---

CONSTITUENCIES DEVELOPMENT FUND- CHEPALUNGU 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)

31 MAY 2017

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-  
CHEPALUNGU CONSTITUENCY  
Reports and Financial Statements  
For the year ended June 30, 2016 (Kshs'000)

---

TABLE OF CONTENT

|   |    |
|---|----|
| 1. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....                   | 2  |
| 2. STATEMENT OF CONSTITUENCY MANAGEMENT AND RESPONSIBILITIES.....     | 4  |
| 3. REPORT OF THE INDEPENDENT AUDITORS ON THE CHEPALUNGU NG - CDF..... | 5  |
| 3. STATEMENT OF RECEIPT AND PAYMENTS.....                             | 6  |
| 4. STATEMENT OF ASSETS.....   | 7  |
| 5. STATEMENT OF CASHFLOW.....   | 8  |
| 6. SUMMARY STATEMENT OF APPROPRIATION.....                            | 9  |
| 7. SIGNIFICANT ACCOUNTING POLICIES.....                               | 10 |
| 8. NOTES TO THE FINANCIAL STATEMENTS.....                             | 12 |

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2016 (Kshs'000)**

**I. KEY INFORMATION AND MANAGEMENT OF CHEPALUNGU NG -CDF**

**(a) Background information**

The Constituency Development Fund was set up under the NG - CDF Act, 2003 now repealed by the CDF Act, 2013. The NG - CDF Act 2013 aligns the fund with the Kenyan constitution of 2010 and The Public Finance Management Act 2012 that lay emphasis on citizen participation in public finance management and decision making, transparency and accountability together with equity in public resource utilisation. The overall management of the fund is the responsibility of the Constituencies Development Fund Board.

**Key Management**

The management of CHEPALUNGU NG - CDF's day to day management is under the following key organs:

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

**(b) Fiduciary Management**

The key fiduciary management personnel who held office during the financial year ended 30<sup>th</sup> June 2015 are as follows:

|   | <b>Designation</b>      | <b>Name</b>     |
|---|-------------------------|-----------------|
| 1 | Chief Executive Officer | Mr. Yusuf Mbuno |
| 2 | Fund Account Manager    | Felix Ntutu     |
| 3 | District Accountant     | Paul Rono       |

**Fiduciary Oversight Arrangements**

**List of NG - CDFC as gazetted**

| <b>NO.</b> | <b>NAME</b>         | <b>MEMBERSHIP</b>      | <b>POSITION IN THE COMMITTEE</b> |
|------------|---------------------|------------------------|----------------------------------|
| 1.         | KIPCHIRCHIR CHELULE | Man Nominee            | Chairman                         |
| 2.         | FELIX NTUTU         | CDF Board              | Member                           |
| 3.         | SAMMY RONO          | Man Nominee            | Member                           |
| 4.         | JANE RONO           | Woman Nominee          | Member                           |
| 5.         | JOEL RUTO           | Man Nominee            | Member                           |
| 6.         | KIPRONO LABOSO      | Person with Disability | Member                           |
| 7.         | JOYCE CHEPKOECH     | Woman Nominee          | Member                           |
| 8.         | SUSAN LANGAT        | Co-opted Member        | Member                           |
|            | CHRISTINE KOSKEI    | Woman Nominee          | Member                           |



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2016 (Kshs'000)**

---

CHEPALUNGU CONSTITUENCY

P.O. BOX 56

SIGOR

SIGOR ROAD

KENYA

TELEPHONE: 0722774506

**ENTITY BANKER**

CHEPALUNGU CONSTITUENCY MAIN BANKER IS

EQUITY BANK, BOMET BRANCH

ACCOUNT NUMBER: 1220260909562

**INDEPENDENT AUDITORS**

AUDITOR GENERAL

KENYA NATIONAL AUDIT OFFICE

ANIVERSARY TOWERS, UNIVERSITY WAY

P.O BOX 30084 - 00100 NAIROBI KENYA

**PRNCIPAL LEGAL ADVISER**

THE ATTORNEY GENERAL

STATE LAW OFFICE

HARAMBEE AVENUE

P.O BOX 4011 2 - 00200 NAIROBI KENYA

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2016 (Kshs'000)**

---

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

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government 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 Fund Account Manager in charge of CHEPALUNGU NG - CDF is responsible for the preparation and presentation of the constituency's financial statements, which give a true and fair view of the state of affairs of the constituency as at the end of the financial year 2014/2015 ended on June 30, 2014. 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 Fund Account Manager in charge of CHEPALUNGU NG - CDF accepts responsibility for constituency'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 Fund Account Manager is of the opinion that the constituency's financial statements give a true and fair view of the state of transactions during the financial year ended June 30, 2014, and of the constituency's financial position as at that date. The Fund Account Manager in charge of CHEPALUNGU NG - CDF further confirms the completeness of the accounting records maintained for the constituency which have been relied upon in the preparation of the financial statements as well as the adequacy of the systems of internal financial control.

The Fund Account Manager in charge of CHEPALUNGU NG - CDF 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 Fund Account Manager in charge of CHEPALUNGU NG - CDF confirms that the 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 financial statements**

The CHEPALUNGU NG - CDF financial statements were approved and signed on .....

Chairman NG - CDFC  
Kipchirchir Chelule

Fund account manager  
Felix Ntutu



# REPUBLIC OF KENYA

Telephone: +254-20-342330  
Fax: +254-20-311482  
E-mail: [oag@oagkenya.go.ke](mailto:oag@oagkenya.go.ke)  
Website: [www.kenao.go.ke](http://www.kenao.go.ke)



P.O. Box 30084-00100  
NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON CONSTITUENCIES DEVELOPMENT FUND – CHEPALUNGU CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2016

---

#### REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Chepalungu Constituency set out on pages 6 to 17, which comprise the statement of assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows, 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. I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purpose of this audit.

#### Management's Responsibility for the Financial Statements

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

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

#### Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229 (7) of the constitution. The audit was conducted in accordance with International Standards on Auditing. 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 are appropriate in the

---

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



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

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

### **Opinion**

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Chepalungu Constituency as at 30 June 2016, 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 National Government Constituencies Development Fund Act, 2013.

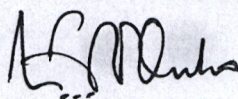
### **Other Matter**

#### **1.0 Cash and Cash Equivalents**

The statement of assets reflected outstanding temporary imprest of Kshs.11,883,900 as at 30 June 2016. However, imprest register and the list of defaulters were not presented for audit examination. This was contrary to section 3 (a) of the Public Finance Management (PFM) Act, 2012 which requires management of finances to be conducted in an open and accountable manner. The Fund Account Manager did not appear to have taken any action to recover the huge outstanding imprests balance. In the circumstance, the accuracy and completeness and recoverability of the outstanding imprest balance as at 30 June 2016 cannot be confirmed.

#### **2.0 Acquisition of Assets**

The financial statements reported expenditure for acquisition of assets of Kshs.21,800,000. The expenditure was incurred in the completion of the CDF office at a cost of Kshs.15,600,000 and purchase of motor vehicle registration No. GK 834G at a cost of Kshs.6,200,000. However, no logbook was provided to confirm ownership of the same. In the circumstance, the balance of Kshs.21,800,000 reflected in the financial statements in respect of acquisition of assets cannot be confirmed.



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

**Nairobi**

**20 November 2017**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY**

**Reports and Financial Statements  
For the year ended June 30, 2016 (Kshs'000)**

**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

|  | Note | 2015-2016<br>Kshs         | 2014-2015<br>Kshs         |
|--|------|---------------------------|---------------------------|
| Cash balance B/F as at 1 <sup>st</sup> July 2014 | 12   | 45,356,000                | 43,801,000                |
| Transfers from CDF Board                         | 1    | 134,025,000               | 116,794,000               |
| <b>TOTAL RECEIPTS</b>                            |      | <b><u>179,381,000</u></b> | <b><u>160,595,000</u></b> |
| <b>PAYMENTS</b>                                  |      |                           |                           |
| Compensation of Employees                        | 2    | 1,824,000                 | 1,463,000                 |
| Use of goods and services                        | 3    | 4,336,000                 | 6,811,000                 |
| Committee Expenses                               | 4    | 3,211,000                 | 3,547,000                 |
| Transfer to other Government Units               | 5    | 41,100,000                | 79,687,000                |
| Other Grants and Transfers                       | 6    | 36,627,100                | 55,181,000                |
| Acquisition of Assets                            | 7    | 21,800,000                | 18,450,000                |
| <b>TOTAL PAYMENTS</b>                            |      | <b><u>108,898,100</u></b> | <b><u>165,129,000</u></b> |
| <b>SURPLUS/DEFICIT</b>                           |      | <b><u>70,482,900</u></b>  | <b><u>(4,534,000)</u></b> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 18<sup>th</sup> August 2016 and signed by:

**Chairman NG - CDFC  
Kipchir Chelule**

**Fund Accounts Manager  
Felix Ntutu**

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016 (Kshs'000)

V. STATEMENT OF ASSETS

|  | Note | 2015-2016<br>Kshs        | 2014-2015<br>Kshs        |
|--|------|--------------------------|--------------------------|
| <b>FINANCIAL ASSETS</b>                    |      |                          |                          |
| <b>Cash and Cash Equivalents</b>           |      |                          |                          |
| Bank Balances: Equity bank                 | 7    | 58,599,000               | 35,064,000               |
| Outstanding Imprests - Equity              |      | 11,883,900               | 6,317,000                |
| Outstanding Imprests – Co-op               |      | 0                        | 3,975,000                |
| <b>TOTAL FINANCIAL ASSETS</b>              |      | <b><u>70,482,900</u></b> | <b><u>45,356,000</u></b> |
| <b>REPRESENTED BY</b>                      |      |                          |                          |
| Fund balance b/fwd 1 <sup>st</sup> July... |      | 45,356,000               | 49,890,000               |
| Surplus/Deficit for the year               |      | 25,126,900               | (4,534,000)              |
| <b>NET FINANCIAL POSITION</b>              |      | <b><u>70,482,900</u></b> | <b><u>45,356,000</u></b> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 18<sup>th</sup> August 2016 and signed by:

**Chairman NG - CDFC**  
**Kipchir Chelule**

**Fund Account Manager**  
**Felix Ntutu**



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements  
For the year ended June 30, 2016 (Kshs'000)

VI. STATEMENT OF CASHFLOW

|   | 2015-2016         | 2014-2015         |
|---|-------------------|-------------------|
| <b>Receipts for operating income</b>              |                   |                   |
| Cash balances b/fwd                               | 45,356,000        | 43,801,000        |
| Transfer from CDF Board                           | 1 134,025,000     | 116,794,000       |
| <b>Payments for operating expenses</b>            |                   |                   |
| Compensation of Employees                         | 2 1,824,000       | 1,463,000         |
| Use of goods and services                         | 3 4,336,000       | 6,811,000         |
| Committee Expenses                                | 4 3,211,000       | 3,547,000         |
| Transfers to Other Government Units               | 5 41,100,000      | 63,378,000        |
| Other grants and transfers                        | 6 36,627,100      | 38,181,000        |
| <b>Net cash flow from operating activities</b>    | <b>46,926,900</b> | <b>47,215,000</b> |
| <b>Cashflow From Investing Activities</b>         |                   |                   |
| Acquisition of Assets                             | 10 21,800,000     | 18,450,000        |
| Net Cash flows from Investing Activities          | <b>21,800,000</b> | <b>18,450,000</b> |
| <b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>   | <b>25,126,900</b> | <b>49,890,000</b> |
| Cash and cash equivalent at BEGINNING of the year | 45,356,000        | (4,534,000)       |
| Cash and cash equivalent at END of the year       | <b>70,482,900</b> | <b>45,356,000</b> |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 18<sup>th</sup> August 2016 and signed by:

Chairman NG – CDFC  
Kipchirchir Chelule

Fund Account Manager  
Felix Ntutu

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016 (Kshs'000)

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 %          |
| <b>Receipts</b>                          | 134,525,317        | 52,128,448        | 186,653,765        | 134,025,000                | 52,628,765                    | 72%              |
| <b>Payments</b>                          |                    |                   |                    |                            |                               |                  |
| Compensation of Employees                | 1,824,000          | 96,448            | 1,920,448          | 1,824,000                  | 96,448                        | 95.0%            |
| Use of Goods and Services                | 4,490,317          | 2,000,000         | 6,490,317          | 4,336,000                  | 2,154,317                     | 66.8%            |
| Committee Expenses                       | 5,211,000          | 10,000,000        | 15,211,000         | 3,211,000                  | 12,000,000                    | 21.1%            |
| Transfers from Other Government Entities | 70,000,000         | 6,200,000         | 76,200,000         | 41,100,000                 | 35,100,000                    | 53.9%            |
| Other Grants and Transfers               | 43,000,000         | 22,032,000        | 65,032,000         | 36,627,100                 | 28,404,900                    | 56.3%            |
| Acquisition of Assets                    | 10,000,000         | 11,800,000        | 21,800,000         | 21,800,000                 | -                             | 100.0%           |
| Other Payments                           | -                  | -                 | -                  | -                          | -                             | 0.0%             |
| <b>TOTALS</b>                            | <b>134,525,317</b> | <b>52,128,448</b> | <b>186,653,765</b> | <b>108,898,100</b>         | <b>77,755,665</b>             | <b>393.2%</b>    |

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The entity financial statements were approved on 18<sup>th</sup> August 2016 and signed by:

Kipchirchit Chelule  
Chairman CDFC

Felix Ntutu  
Fund Account Manager



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements  
For the year ended June 30, 2016 (Kshs'000)

### 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 *entity* and all values are rounded to the nearest thousand (Kshs'000). 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 *entity*.

#### 2. Recognition of revenue and expenses

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

#### 3. In-kind contributions

In-kind contributions are donations that are made to the Constituency 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 Constituency 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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2016 (Kshs'000)**

---

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

**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 Constituency 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 Constituency'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 Constituency's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

**7. Comparative figures**

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

**8. Subsequent events**

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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
 CONSTITUENCY  
 Reports and Financial Statements  
 For the year ended June 30, 2016 (Kshs'000)

IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM CDF BOARD

|                   | DESCRIPTION              | 2015-2016          | 2014-2015          |
|-------------------|--------------------------|--------------------|--------------------|
|                   |                          | Kshs               | Kshs               |
| NORMAL ALLOCATION | BALANCE B/FWD 01/07/2015 | 45,356,000         | 43,801,000         |
| RECEIPT           | AIE NO. A.....           | 20,000,000         | 7,300,000          |
| RECEIPT           | AIE NO. A.....           | 10,000,000         | 24,391,000         |
| RECEIPT           | AIE NO. A.....           | 27,000,000         | 14,011,000         |
| RECEIPT           | AIE NO. A.....           | 10,000,000         | 17,671,000         |
| RECEIPT           | AIE NO. A.....           | 67,025,000         | 31,691,000         |
|                   |                          |                    | 21,691,000         |
| <b>TOTAL</b>      |                          | <b>179,381,000</b> | <b>160,595,000</b> |

2. COMPENSATION OF EMPLOYEES

|                                    | 2015-2016 | 2014 - 2015 |
|------------------------------------|-----------|-------------|
|                                    | Kshs      | Ksh         |
| Basic wages of temporary employees | 1,824,000 | 1,754,000   |

Total

1,754,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016 (Kshs'000)

1,824,000

2. USE OF GOODS AND SERVICES

|  | 2015-2016               | 2014-2015               |
|--|-------------------------|-------------------------|
|  | Kshs                    | Kshs                    |
| Utilities, supplies and services                             | 915,000                 | 1,015,000               |
| Communication, supplies and services                         | 624,000                 | 969,000                 |
| Domestic travel and subsistence                              | 230,000                 | 937,000                 |
| Printing, advertising and information supplies & services    | 256,000                 | 395,000                 |
| Training expenses  | 510,000                 | 978,000                 |
| Hospitality supplies and services                            | 277,000                 | 578,000                 |
| Office and general supplies and services                     | 1,032,000               | 657,000                 |
| Routine maintenance – vehicles and other transport equipment | 492,000                 | 756,000                 |
| <b>Total</b>   | <b><u>4,336,000</u></b> | <b><u>6,811,000</u></b> |



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements  
For the year ended June 30, 2016 (Kshs'000)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. COMMITTEE EXPENSES

|                          | 2015-2016               | 2014-2015               |
|--------------------------|-------------------------|-------------------------|
|                          | Kshs                    | Kshs                    |
| Other committee Expenses | 2,211,000               | 2,547,000               |
| Committee Allowances     | 1,000,000               | 1,000,000               |
| <b>Total</b>             | <b><u>3,211,000</u></b> | <b><u>3,547,000</u></b> |

5. TRANSFER TO OTHER GOVERNMENT ENTITIES

| Description                               | 2015-2016                | 2014-2015                |
|---|--------------------------|--------------------------|
|   | Kshs                     | Kshs                     |
| Transfers to National Government entities |                          |                          |
| Secondary Schools                         | 17,500,000               | 30,475,000               |
| Primary Schools                           | 14,000,000               | 40,820,000               |
| Health Centers                            | 9,600,000                | 8,083,000                |
| <b>TOTAL</b>                              | <b><u>41,100,000</u></b> | <b><u>79,687,000</u></b> |

6. OTHER GRANTS AND OTHER PAYMENTS

|   | 2015-2016                | 2014-2015                |
|---|--------------------------|--------------------------|
|   | Kshs                     | Kshs                     |
| Scholarships and bursaries              | 16,600,000               | 23,665,000               |
| Emergency (Construction of a classroom) | 3,768,000                | 17,756,000               |
| Water                                   | 3,000,000                | 1,300,000                |
| Roads                                   | 11,995,000               | 9,553,000                |
| Sports                                  | 1,264,000                | 715,000                  |
| Strategic Planning                      | 0                        | 2,192,000                |
| <b>Total</b>                            | <b><u>36,627,100</u></b> | <b><u>55,181,000</u></b> |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016 (Kshs'000)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

7. BANK ACCOUNTS

| Name of Bank, Account No. & currency   | 2015-2016         | 2014-2015         |
|--|-------------------|-------------------|
|  | Kshs              | Kshs              |
| EQUITY BANK, BOMET BRANCH<br>ACCOUNT NUMBER: 1220260909562<br>& CURRENCY IS KSH. | 58,599,000        | 38,719,000        |
| <b>Total</b>   | <b>58,599,000</b> | <b>38,719,000</b> |



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016 (Kshs'000)

ANNEX 1.SUMMARY OF FIXED ASSET REGISTER

| Asset class                              | Historical Cost<br>(Kshs) |                   |
|--|---------------------------|-------------------|
|  | 2015-2016                 | 2014-2015         |
| Buildings and structures                 | 15,600,000                | 17,100,000        |
| Transport equipment                      | 6,200,000                 | 1,350,000         |
| Office equipment, furniture and fittings |                           |                   |
| <b>Total</b>                             | <b>21,800,000</b>         | <b>18,450,000</b> |

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-CHEPALUNGU  
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016 (Kshs'000)

CHEPALUNGU CDF TRIAL BALANCE AS AT 30<sup>TH</sup> JUNE 2016

|                                       | DEBIT              | CREDIT             |
|---------------------------------------|--------------------|--------------------|
| Balance b/f as at 1 July 2015         |                    | 45,356,000         |
| Transfer From CDF Board               |                    | 20,000,000         |
| Transfer From CDF Board               |                    | 10,000,000         |
| Transfer From CDF Board               |                    | 27,000,000         |
| Transfer From CDF Board               |                    | 10,000,000         |
| Transfer From CDF Board               |                    | 67,025,000         |
| Compensation of employees             | 1,824,000          |                    |
| Use of Goods and Services             | 4,336,000          |                    |
| Committee Expenses                    | 3,211,000          |                    |
| Transfer to Other Government Entities | 41,100,000         |                    |
| Other Grants and Other Payments       | 36,627,100         |                    |
| Acquisition of Assets                 | 21,800,000         |                    |
| Balance c/d                           | 70,482,900         |                    |
|                                       | <b>179,381,000</b> | <b>179,381,000</b> |

NG - CDF financial statement were approved on 18<sup>th</sup> August 2016