



OFFICE OF THE AUDITOR-GENERAL

*Paper laid by the
Majority Party Whip
Hon. Benjamin Wakhahi
MP on 14.2.2018
IRM*

REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
LAIKIPIA WEST CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2016**



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
LAIKIPIA WEST 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)**

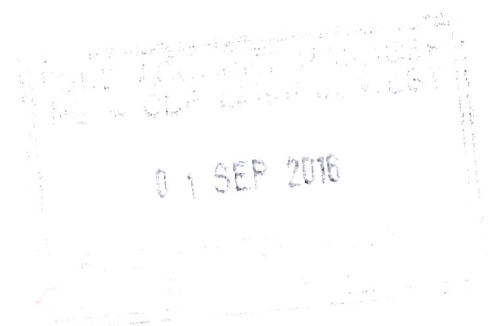
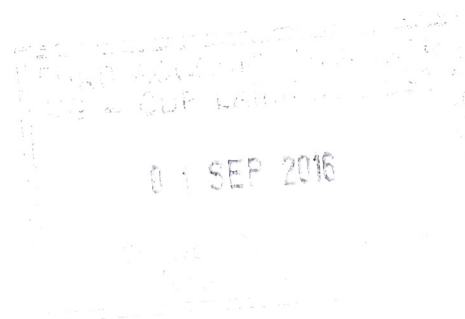


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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The Constituencies Development Fund (CDF) was established under the Constituencies Development Fund (CDF) Act, 2003, amended in 2007 and repealed by the CDF Act of 2013. In 2015, the CDF Act of 2013 was declared unconstitutional and a new Act was enacted in 2015, being the National Government Constituencies Development Fund Act, NG-CDF Act, 2015. The National Government Constituencies Development Fund (NG-CDF) is under the ministry of Devolution and Planning. The objective of the fund is to provide mechanisms for supplementing implementation of the National Government Development Agenda at the Constituency level.

(b) Key Management

The LAIKIPIA WEST 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 2016 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Henry Wanjiku
3.	Accountant	Felister Githuku

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of LAIKIPIA WEST 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) LAIKIPIA WEST NGCDF Headquarters

NGCDF Office Building,
Next to DCC Nyahururu office
P.O Bo 2084-20300
Nyahururu.KENYA

(f) LAIKIPIA WEST NGCDF Contacts

Telephone: (254) 0700390244
E-mail: laikipiawest@cdf.go.ke
Website: www.cdf.go.ke

(g) LAIKIPIA WEST NGCDF Bankers

Bank Name	Equity bank
Branch	Nyahururu
Account Name	Laikipia West CDF
Account Number	0160261729259
Address	P.O Box 1048-20300 Nyahururu

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

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

As the chairman of Laikipia West CDFC together with the committee members and on behalf of Hon. Wachira Karani, I am pleased to present to you the annual report and financial statements for the financial year 2015-2016 for Laikipia West Constituency. In the year under review, the constituency received K.shs. 132,564,286.

The money was budgeted for the following areas.

- a) Administration/ Recurrent-6%,
- b) Emergency-4.31%,
- c) Monitoring and Evaluation-60%,
- d) Education -60%,
- e) Bursary-10.5%,
- f) Water-0.67%,
- g) Roads-3.4%,
- h) Security-4.9%,
- i) Health2.5%
- j) Others-2.7%

EDUCATION VOTE

We were able to achieve the following;

36 new classrooms,21 classrooms renovated,3 new secondary schools started,4 toilets(6 units each) constructed,6 laboratories constructed,1dormitories constructed,3 end of term evaluation tests.

SECURITY

We were able to achieve the following;

- a) 7 staff houses were constructed
- b) 32 toilets and fence constructed

ROADS

We were able to achieve the following;

- a) 4 roads were done

WATER

We were able to achieve the following;

- a) 4 water projects were done and completed

Implementation challenges and recommended way forward

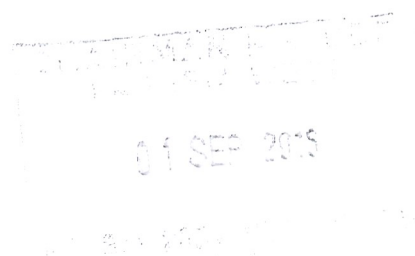
- 1. Training PMC`s to enhance their capacity in project implementation

Name
Samuel Murage

Designation
CDFC chairman

Sign


Date
1/09/2016



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 LAIKIPIA WEST 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 LAIKIPIA WEST 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 in charge of the LAIKIPIA WEST 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.

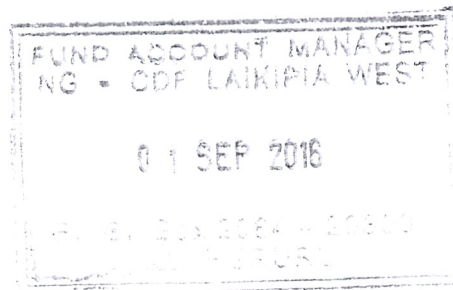
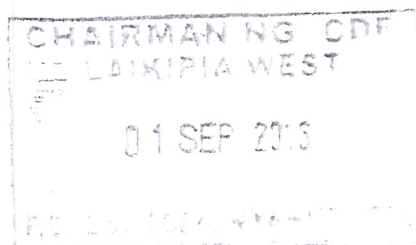
The Accounting Officer in charge of the LAIKIPIA WEST NGCDF confirms that the NGCDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NGCDF's funds received during the year under audit were used for the eligible purposes 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 1/09/ 2016.


Chairman- NGCDFC


Fund Account Manager





OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – LAIKIPIA WEST 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 –Laikipia West Constituency 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 cashflows and a summary statement of appropriation : recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

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 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 judgement, including the assessment of the risks of material misstatement of

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

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 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.

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 – Laikipia West Constituency as at 30 June 2016, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with National Government Constituencies Development Fund Act, 2015.

Other Matter

1.0 Budget performance

1.1 Overall Budget Performance

Review of summary of the statement of appropriation revealed the following on budget performance:

Item	Budgeted 2015/2016 (Kshs)	Actual 2015/2016 (Kshs)	Absorption rate %
Receipts	174,054,065	173,554,065	100%
Expenditure	174,054,065	156,991,340	90%

During the year under review, the NG-CDF received Kshs.173,554,065 of the budgeted funds totalling Kshs.174,054,065. Further, it incurred an expenditure of Kshs.156,991,340 or 90% of the approved budget of Kshs.174,054,065, resulting to under-expenditure of Kshs.17,062,725 or 10% under-utilization. The underutilization of the budget was not explained.

Delay in completion of projects and poor budget execution which translates to under spending denies residents benefits due from projects and enhances risk of escalation of project costs.

1.2 Budget performance on transfers to Other Government Units

The NG-CDF budgeted to undertake eighty three (83) projects worth Kshs.101,700,000 under transfers to other government entities and other grants and transfers. However, as at 30 June 2016, fifty six (56) projects were complete, twenty five (25) were ongoing and two (2) projects were not started as evidenced in the table below:

Project Category	No. Budgeted	No. Completed	No. On going	No. not Yet Started	Actual Kshs.	Variance Kshs.	Variance Kshs.
Tertiary Schools	2	2	0		10,800,000	10,800,000	-
Primary Schools	41	23	18		32,900,000	33,176,720	276,720
Secondary Schools	24	20	4		35,600,000	35,666,014	66,014
Health	4	3	1		3,375,000	3,375,000	-
Security	7	5	2	0	6,600,000	6,600,000	-
Roads & Bridges	2	2	0	0	4,525,000	4,525,000	-
Water Project	2	0	0	2	900,000	900,000	-
Buildings - CDF Office	1	1	0	0	7,000,000	7,000,000	-
Total	83	56	25	2	101,700,000	102,042,734	342,734

Delay in completion of projects and poor budget execution which translates to under-spending denies residents the project benefits due from the projects and increases project cost escalation.

2.0 Construction of a Workshop and Lecture Rooms at Mukurumo Technical Institute Project

Examination of records availed for audit showed that the NG-CDF spent an amount of Kshs.10,000,000 in the financial year 2015/16 for construction of a workshop and lecture rooms at Mukurumo Technical Institute. However, though the funds were

disbursed in December 2015, they had not been utilized as at the time of the audit in April 2017. No reason was provided for failure to utilize available funds. Failure to utilize available funds denied the residents the benefits associated with the projects.

3.0 Construction of Toilets and Fencing at Muhotetu Polytechnic Project

Laikipia West NG-CDF spent Kshs.800,000 in the financial year 2015/16 on construction of toilets and fencing at Muhotetu polytechnic. However, physical verification of the project revealed that though it had been completed, the polytechnic had not been put into use. Further, the facility was vandalized and appeared abandoned. Consequently, value-for-money on the expenditure of Kshs.800,000 incurred on this project cannot be ascertained.

4.0 Unspent Funds for Water Projects

The NG-CDF allocated funds to the following water projects in the two financial years as follows:

Project	2014/2015 allocation (Kshs.)	2015/2016 allocation (Kshs.)
Gatirima	700,000	
Kagaa Water Projects	700,000	
Ndururumo Borehole		450,000
Gatirima water projects		450,000
Total	1,400,000	900,000

However, the projects had not been implemented as at the time of audit in April 2017 despite the funds having been disbursed to the projects. The projects ought to have been completed by 19 February 2016. No explanation was provided by management for failure to implement the projects. In the circumstances, the area residents were denied the benefits due from the two projects.

5.0 Unoccupied Staff Houses

Records made available for audit indicated that the NG-CDF spent Kshs.3,375,000 on the health sector in construction of houses for nurses at Muhotetu, Ndurumo, OI-Moran and Kiruri Dispensaries during the year under review.

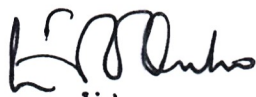
However, physical verification of the projects on 14 April 2017 revealed that despite the staff houses being complete, they had not been put into use.

In addition, plumbing works, electrical works and ceilings had not been done in all the staff houses despite the full amount having been paid. In the circumstances, it was not possible to ascertain the propriety of the expenditure and whether value-for-money on these projects was achieved.

6.0. Cash and Cash Equivalents

The Statement of assets as at 30 June 2016 reflects a bank balance of Kshs.16,562,724.70. However, scrutiny of the bank reconciliation statement presented for verification indicated that as at 30 June 2016, unrepresented cheques amounting to Kshs.100,785.20 were stale and had not been reversed in the cash book.

In the circumstances, the accuracy and the completeness of the bank balance of Kshs.16,562,724.70 as at 30 June 2016 cannot be confirmed.



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

NAIROBI

20 November 2017

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015 - 2016	2014 - 2015
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	134,064,286.00	168,785,215.50
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	208,000.00	-
TOTAL RECEIPTS		134,272,286.00	168,785,215.50
PAYMENTS			
Compensation of employees	4	1,583,178.75	1,272,219.00
Use of goods and services	5	7,048,355.70	5,087,502.70
Transfers to Other Government Units	6	101,980,665.00	93,725,783.90
Other grants and transfers	7	33,062,571.00	48,830,877.55
Acquisition of Assets	8	12,694,160.00	375,340.00
Other Payments	9	622,410.00	1,177,500.00
TOTAL PAYMENTS		156,991,340.45	150,469,223.15
(DEFICIT)/ SURPLUS		(22,719,054.45)	18,315,992.35

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The LAIKIPIA WEST NGCDF financial statements were approved on 1/10/16 2016 and signed by:



Chairman - NGCDFC



Fund Account Manager

CHAIRMAN NG CDF
LAIKIPIA WEST
01 SEP 2016
P.O. Box 2084, NYAHURURU

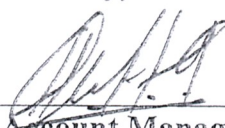
FUND ACCOUNT MANAGER
NG - CDF LAIKIPIA WEST
01 SEP 2016
P. O. Box 2084 - 20300,
NYAHURURU

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	16,562,724.70	39,246,779.15
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		16,562,724.70	39,246,779.15
REPRESENTED BY			
Retention	12	-	-
Fund balance b/fwd 1st July	13	39,246,779.15	20,930,786.80
(Deficit)/ Surplus for the year		(22,719,054.45)	18,315,992.35
Prior year adjustments	14	35,000.00	-
NET LIABILITIES		16,562,724.70	39,246,779.15

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The LAIKIPIA WEST NGCDF financial statements were approved on 1/09 2016 and signed by:


Chairman - NGCDFC


Fund Account Manager

CHAIRMAN NG CDF
LAIKIPIA WEST
01 SEP 2016
P.O. Box 2084, NYAHURURU

FUND ACCOUNT MANAGER
NG - CDF LAIKIPIA WEST
01 SEP 2016
P. O. Box 2084 - 20800,
NYAHURURU

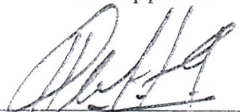
VI. STATEMENT OF CASHFLOW

Receipts for operating income	Notes	2015 - 2016	2014 - 2015
Transfers from CDF Board	1	134,064,286.00	168,785,215.50
Other Receipts	3	208,000.00	-
		134,272,286.00	168,785,215.50
Payments for operating expenses			
Compensation of Employees	4	1,583,178.75	1,272,219.00
Use of goods and services	5	7,048,355.70	5,087,502.70
Transfers to Other Government Units	6	101,980,665.00	93,725,783.90
Other grants and transfers	7	33,062,571.00	48,830,877.55
Other Payments	9	622,410.00	1,177,500.00
		144,297,180.45	150,093,883.15
Adjusted for:			
Adjustments during the year	14	35,000.00	-
Net cash flow from operating activities		(9,989,894.45)	18,691,332.35
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	(12,694,160.00)	(375,340.00)
Net cash flows from Investing Activities		(12,694,160.00)	(375,340.00)
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENT		(22,684,054.45)	18,315,992.35
Cash and cash equivalent at BEGINNING of the year	13	39,246,779.15	20,930,786.80
Cash and cash equivalent at END of the year		16,562,724.70	39,246,779.15

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The LAIKIPIA WEST NGCDF financial statements were approved on 1/09/2016 and signed by:



Chairman NGCDFC



Fund Account Manager

CHAIRMAN NGCDFC
LAIKIPIA WEST
01 SEP 2016
P.O. Box 2084


FUND ACCOUNT MANAGER
NG - CDF LAIKIPIA WEST
01 SEP 2016
P. O. Box 2084 - 20800,
Nairobi

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	133,064,286.00	40,781,779.15	173,846,065.15	173,346,065.15	500,000.00	99.7
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts	-	208,000.00	208,000.00	208,000.00	-	-
TOTAL	133,064,286.00	40,989,779.15	174,054,065.15	173,554,065.15	500,000.00	99.7
PAYMENTS						
Compensation of Employees	2,201,385.00	573,899.00	2,775,284.00	1,583,178.75	1,192,105.25	57
Use of goods and services	8,095,254.00	4,147,457.75	12,242,711.75	7,048,355.70	5,194,356.05	58
Transfers to Other Government Units	82,675,000.00	20,324,910.00	102,999,910.00	101,980,665.00	1,019,245.00	99
Other grants and transfers	31,792,647.00	9,588,352.40	41,380,999.40	33,062,571.00	8,318,428.40	80
Acquisition of Assets	7,800,000.00	5,024,660.00	12,824,660.00	12,694,160.00	130,500.00	99
Other Payments	500,000.00	1,330,500.00	1,830,500.00	622,410.00	1,208,090.00	34
TOTAL	133,064,286.00	40,989,779.15	174,054,065.15	156,991,340.45	17,062,724.70	90

(a) Other payments- This includes K.Shs. 1,000,000 for audit fee which was reallocated awaiting the Boards approval thus the underutilization.

The LAIKIPIA WEST NGCDF financial statements were approved on 1/09/ 2016 and signed by:


Chairman NGCDF


Fund Account Manager

01 SEP 2016

01 SEP 2016

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 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**

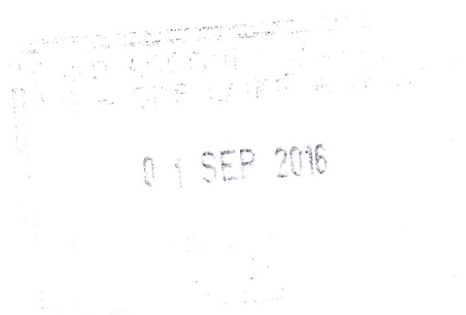
The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The NGCDF's budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment 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.



IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2015 - 2016	2014 - 2015
		Kshs	Kshs
Normal Allocation			
	AIE NO.A796285	10,000,000.00	-
	AIE NO.A796313	10,000,000.00	-
	AIE NO.A796481	20,000,000.00	-
	AIE NO.A820932	26,000,000.00	-
	AIE NO.A825571	33,000,000.00	-
	AIE NO.A825760	33,564,286.00	-
	AIE NO.A825693	1,500,000.00	-
	AIE NO.A750264	-	43,358,935.50
	AIE NO.A759633	-	31,356,570.00
	AIE NO.A796594	-	14,813,942.00
	AIE NO.A796797	-	16,542,628.00
	AIE NO.A797050	-	31,356,570.00
	AIE NO.A796121	-	31,356,570.00
Conditional grants	AIE NO...		
	AIE NO...		
TOTAL		134,064,286.00	168,785,215.50

2. PROCEEDS FROM SALE OF ASSETS

	2015-2016	2014-2015
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		
Receipts from sale of office and general equipment		
Receipts from the Sale Plant Machinery and Equipment		
Total		

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2015 - 2016	2014 - 2015
	KShs	KShs
Utilities, supplies and services	153,890.00	60,387.00
Office rent	120,000.00	120,000.00
Communication, supplies and services	195,345.00	70,710.00
Domestic travel and subsistence	191,200.00	12,900.00
Printing, advertising and information supplies & services	320,106.00	152,758.00
Rentals of produced assets	-	-
Training expenses	659,530.00	799,700.00
Hospitality supplies and services	41,569.00	21,490.00
Other committee expenses	-	-
Committee allowance	3,534,500.00	2,516,000.00
Insurance costs	-	-
Specialised materials and services	54,150.00	-
Office and general supplies and services	194,488.00	187,360.00
Fuel ,oil & lubricants	373,507.00	638,892.00
Other operating expenses	586,315.70	204,965.70
Routine maintenance – vehicles and other transport equipment	480,110.00	201,870.00
Routine maintenance – other assets	143,645.00	100,470.00
Total	7,048,355.70	5,087,502.70

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015 - 2016	2014 - 2015
	Kshs	Kshs
Transfers to National Government entities		
Transfers to primary schools (see attached list)	44,794,651.00	44,425,443.00
Transfers to secondary schools (see attached list)	43,011,014.00	33,879,095.90
Transfers to tertiary institutions (see attached list)	10,800,000.00	2,348,635.00
Transfers to health institutions (see attached list)	3,375,000.00	13,072,610.00
TOTAL	101,980,665.00	93,725,783.90

7. OTHER GRANTS AND OTHER PAYMENTS

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Bursary – secondary schools (see attached list)	455,134.00	6,764,500.00
Bursary – tertiary institutions (see attached list)	6,255,550.00	15,138,380.00
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	2,987,140.00	523,000.00
Water projects (see attached list)	2,300,000.00	900,000.00
Agriculture projects (see attached list)	-	-
Electricity projects (see attached list)	-	-
Security projects (see attached list)	7,900,000.00	5,139,846.00
Roads projects (see attached list)	6,597,100.00	14,213,824.80
Sports projects (see attached list)	800,000.00	-
Environment projects (see attached list)	-	-
Other Projects (see attached list)	-	-
Emergency Projects (specify)	5,767,647.00	6,151,326.75
Total	33,062,571.00	48,830,877.55

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

<u>Non-Financial Assets</u>	2015 - 2016	2014 - 2015
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings	12,000,000.00	
Refurbishment of Buildings		
Purchase of Vehicles and Other Transport Equipment		
Overhaul of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment	669,500.00	7,990.00
Purchase of ICT Equipment, Software and Other ICT Assets	24,660.00	367,350.00
Purchase of Specialized Plant, Equipment and Machinery		
Rehabilitation and Renovation of Plant, Machinery and Equip.		
Acquisition of Land		
Acquisition of Intangible Assets		
Total	12,694,160.00	375,340.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

	2015 - 2016	2014 - 2015
	KShs	KShs
Strategic Plan Expenses	622,410.00	1,177,500.00
	-	-
	-	-
TOTAL	622,410.00	1,177,500.00

10. A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2015 - 2016	2014 - 2015
	KShs	KShs
<i>Equity Bank, Nyahururu Branch (0160261729259)</i>	16,562,724.70	39,246,779.15
	-	-
	-	-
Total	16,562,724.70	39,246,779.15

10 B: CASH IN HAND

	2015 - 2016	2014 - 2015
	KShs	KShs
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (specify)	-	-
	-	-
Total	-	-

[Provide cash count certificates for each]



NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. OUTSTANDING IMPRESTS

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		KShs	KShs	KShs
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-
		-	-	-

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

12. RETENTION

Supplier/Contractor	PV no	2015 - 2016	2014 - 2015
		KShs	KShs
		-	-
		-	-
		-	-
TOTAL		-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2015 - 2016	2014 - 2015
	KShs	KShs
Bank accounts	39,246,779.15	20,930,786.80
Cash in hand		
Imprest		
Total	39,246,779.15	20,930,786.80

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

		2015 - 2016	2014 - 2015
		KShs	KShs
Bank accounts	BURSARY CHEQUES REVERSALS (Cheque No. 113 of KShs 5,000 and 1274 KShs 30,000.	35,000.00	-
Cash in hand		-	-
Imprest		-	-
Total		35,000.00	-

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2015- 2016	2014 - 2015
	KShs	KShs
Construction of buildings	-	225,000.00
Construction of civil works	-	-
Supply of goods	87,000.00	31,500.00
Supply of services	-	-
Total	87,000.00	256,500.00

15.2: PENDING STAFF PAYABLES (See Annex 2)

	2015- 2016	2014 - 2015
	KShs	KShs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (CDFC STAFF GRATUITY)	751,336.15	449,130.79
Total	751,336.15	449,130.79

15.3: OTHER PENDING PAYABLES (See Annex 3)

	2015- 2016	2014 - 2015
	KShs	KShs
Amounts due to other Government entities (see attached list)	xxx	xxx
Amounts due to other grants and other transfers (see attached list)	xxx	xxx
Others (specify)	xxx	xxx
	xxx	xxx

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
	a	B	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7. CHECK- IT SOLUTION	37,000	19/05/2016	0	37,000		
8. SHARKS COMPANY LIMITED	50,000	19/05/2016	0	50,000		
9.						
Sub-Total	87,000.00			87,000		
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						

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

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
		A	B	c	d=a-c		
Senior Management							
1.							
2.							
3.							
	Sub-Total						
Middle Management							
4.							
5.							
6.							
	Sub-Total						
Unionisable Employees							
7.							
8.							
9.							
	Sub-Total						
Others (Gratuity)							
10. CDFC STAFFS		751,336.15		-	751,336.15		
11.							
12.							
	Sub-Total	751,336.15			751,336.15		
	Grand Total	751,336.15			751,336.15		

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

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	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

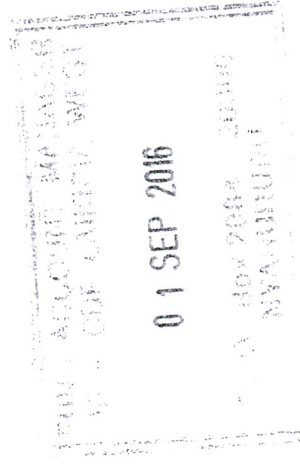
Asset class	Historical Cost (KShs) 2015/16	Historical Cost (KShs) 2014/15
Land	-	-
Buildings and structures	12,000,000	-
Transport equipment	-	-
Office equipment, furniture and fittings	736,500	67,000
ICT Equipment, Software and Other ICT Assets	400,000	375,340
Other Machinery and Equipment	-	-
Heritage and cultural assets	-	-
Intangible assets	-	-
Total	13,136,500.00	442,340.00

Prepared by:



Henry G. Wanjiku
Fund Account Manager

LAIKIPIA WEST NGCDF



TRIAL BALANCE AS AT 30TH JUNE 2016

		DR	CR
Cash and Cash equivalents			
	Bank Balances	16,562,724.70	
	Cash Balances	-	
	Outstanding Imprest	-	
Payments			
	Compensation of Employees	1,583,178.75	
	Use of goods and services	7,048,355.70	
	Transfers to Other Government Units	101,980,665.00	
	Other grants and transfers	33,062,571.00	
	Acquisition of Assets	12,694,160.00	
	Other Payments	622,410.00	
Receipts			
	Transfers from the Board		134,064,286.00
	Proceeds from sale of assets		-
	Others receipts		208,000.00
Fund Balance b/f			39,246,779.15
Prior year adjustments			35,000.00
TOTAL		173,554,065.15	173,554,065.15



TREASURER
 NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT BOARD
 LAIKIPIA WEST
 01 SEP 2016
 P.O. BOX 2064 - 20003
 NYAHURURU