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OFFICE OF THE AUDITOR-GENERAL



REPORT

OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE 2016**





**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - MUMIAS WEST
CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2016
*(Amended Copy)***

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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –
MUMIAS WEST CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

TABLE OF CONTENTS

Page

I.	KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1
II.	FORWARD BY THE CHAIRMAN NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND COMMITTEE (NGCDFC)	3
III.	STATEMENT OF NGCDF MANAGEMENT RESPONSIBILITIES	4
IV.	STATEMENT OF RECEIPTS AND PAYMENTS.....	5
V.	STATEMENT OF ASSETS	6
VI.	STATEMENT OF CASHFLOW	7
VII.	SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.....	8
VIII.	SIGNIFICANT ACCOUNTING POLICIES	9
IX.	NOTES TO THE FINANCIAL STATEMENTS.....	11
X.	PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS.....	18

CONSTITUENCY DEVELOPMENT FUND- MUMIAS WEST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG CDF) was set up under the NG CDF Act, 2015. The 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 Mumias 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	Winston Lihanda
3.	Accountant	Evans Nyabuto

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG CDF Board provide overall fiduciary oversight on the activities of Mumias 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) Mumias West NGCDF Headquarters

NGCDF Office Building
P. O. Box 1087 - 50102
Mumias
Kakamega

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - MUMIAS WEST
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

(f) Mumias West NGCDF Contacts

Telephone: (254) 0 787 883 580
E-mail: cdfmumiaswest@cdf.go.ke
Website: www.cdfmumiaswest.or.ke

(g) Mumias West NGCDF Bankers

Cooperative Bank of Kenya
01141498664400
01120068112300
NGCDF Office Building
P. O. Box 1087 - 50102
Mumias
Kakamega

(h) Independent Auditors

Office of Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GPO 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 - MUMIAS WEST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

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

Mumias West is an electoral constituency in Kakamega County covering approximately 165.30 km² with a population of 111,000. The Constituency consist of four assembly wards namely: Mumias Central, Etenje, Musanda and Mumias North

KEY ACHIEVEMENTS OF THE FUND

- It has led to the initiation of development projects at the local level thereby availing financial resources at the grassroots level, thus, empowering communities economically.
- It has led to the expansion of education infrastructure through construction of new schools.
- Bursary awards have increased enrolment and retention rates education institutions.
- It has led to the increase in accessibility of clean water.

Emerging issues

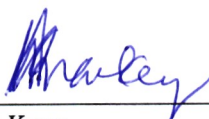
- Project management committees capacity building
- Piece meal funding of projects leading to its delayed benefit.
- Legal issues.

Challenges

- Insufficient annual allocated budget
- Increased population and poverty
- Insufficient technical support

Way forward

- Strengthening of audit systems and collaboration with investigating agencies i.e. Ethics and Anti-Corruption Commission and Director of Criminal Investigation on cases touching on fraud.
- To intensify Monitoring and Evaluation Unit,
- The NG CDF Board to hire registered Structural Engineers, Quality Surveyors and other staff on full-time basis.



Iddi Keya
Chairperson - NGCDFC

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - MUMIAS WEST
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.

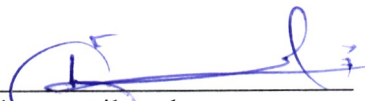
The Accounting Officer in charge of the Mumias West NGCDF is responsible for the preparation and presentation of the NGCDF's financial statements, which give a true and fair view of the state of affairs of the NGCDF for and as at the end of the financial year (period) ended on June 30, 2016. This responsibility 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 Mumias 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 Mumias 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.

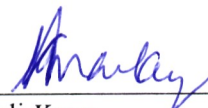
The Accounting Officer in charge of the Mumias West NGCDF confirms that the NGCDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NGCDF's funds received during the year under audit were used for the eligible purposes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



Winston Lihanda
Fund Account Manager



Iddi Keya
Chairperson NGCDFC

REPUBLIC OF KENYA

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NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MUMIAS 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 – Mumias West Constituency set out on pages 5 to 18, which comprise the statement of assets and liabilities as at 30 June 2016, and the statement receipts and payments, statement of cash flows and summary statement of appropriation: recurrent and development combined for the year 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 of Kenya. 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 the financial statements, whether due to fraud or error. In making those risk

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

assessments, the auditor considers internal controls 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 qualified audit opinion.

Basis for Qualified Opinion

1. Other Grants and Other Payments

1.1. Mocks and Continuous Assessment Tests (CATs)

During the year under review, the Fund was allocated Kshs.3,000,000 for mocks and exams and disbursed Kshs.1,040,000 to the project management committee account.

The budgeted amount for 8562 candidates was Kshs.599,340 for one (1) term. However, the project management committee paid Kshs.1,040,000 for term three (3) in October and November, 2015 resulting to an unexplained overpayment of Kshs.440,660.

1.2 Water

The Fund disbursed Kshs.1,300,000 to Musanda market water pump project and additional Kshs 200,000 from defunct Mumias West CDF bank account for drilling and installation of water pump at the same Market. However, the following anomalies were noted for the first work undertaken.

- (i) The money was still intact in the account and no justification was provided for transferring the money in a project account when the PMC was not ready for the project.
- (ii) No CDFC Minutes and estimate were provided for audit scrutiny

1.3. Security

The Fund disbursed Kshs.2,000,000 to Musanda Police Station PMC for construction a of police station. However, physical verification during the month of February 2017 revealed the following unsatisfactory issues:

- (i) The walling was done using blocks instead of natural quarry dressed stones as per the bills of quantities.
- (ii) The doors were to be of wrot mahogany hardwood supported on frames of similar specification but instead the same had been changed to steel door without any site instruction

- (iii) The floor was cracking even before the contractor completed the work
- (iv) The ceiling was 6mm and not 12mm chip board supported as per specification and was noted to be of poor quality.

Consequently, the propriety of other grants and other payments of Kshs.3,740,660 could not be confirmed.

2. Acquisition of Assets

Included in the acquisition of assets figure of Kshs.3,460,712 is Kshs.509,200 reflected as for purchase of bicycles and motor cycles. However, the Fund purchased a motor cycle Yamaha AG 200cc from Toyota Kenya Ltd at a cost of Kshs.700,000 and thereby overspending by Kshs.190,800 which should have been spent towards office renovation. This re-allocation was not approved by NGCDF Board.

Qualified Opinion

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material reflects, the financial position of National Government Constituencies Development Fund – Mumias 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 do comply with the National Government Constituencies Development Fund Act, 2015.

Other Matter

1. Budget Performance

The Fund's summary statement of appropriation, recurrent and development for the year reveals variances in the budget and actual expenditure as indicated in the table below:-

Budget Variance

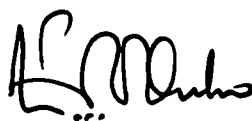
Receipt/Expense Item	Final Budget	Actual on comparable Basis	Budget Utilization Difference	Difference
Receipts				
Transfer from the Board	142,899,474.05	142,399,474.05	500,000.00	0.1%
Payments				
Compensation of Employees	2,193,702.60	2,124,051.85	69,650.75	0.1%
Use of goods and services	9,234,237.10	6,542,210.20	2,692,026.90	29%

Transfer to Other Government Units	66,277,064.65	61,420,000.00	4,857,064.65	8%
Other grants and transfers	60,757,849.70	60,278,796.00	479,053.70	0.1%
Acquisition of Assets	3,460,715.20	3,460,715.20	0	100%
Total	141,923,569.25	133,825,773.25	8,097,796.00	

2. Project Implementation

The Fund implemented a total of 182 projects/programmes in different sectors as at 30 June 2016 as budgeted. Four (4) projects valued at Kshs.3,000,000 were abandoned and one (1) project valued at Kshs.3,500,00 stalled. Twenty six (26) projects valued at Kshs.31,171,724 were on going and forty six (46) projects valued at Kshs.234,710,396 were completed as detailed in table below:

Sector	Budgeted projects/programmes	Actual/Implemented Projects		
		Not Started	Ongoing	Completed
Sports	82	41		41
Primary Schools	38	29	8	1
Secondary Schools	22		22	-
Health	3	-	3	-
Environment	34	29	1	4
Security	3	1	2	
Total	182	100	36	46



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

Nairobi

12 March 2018

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - MUMIAS WEST
CONSTITUENCY**

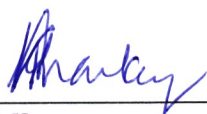
Reports and Financial Statements

For the year ended June 30, 2016

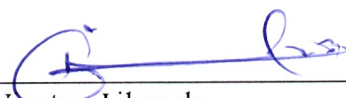
IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015 - 2016	2014 - 2015
		Kes	Kes
RECEIPTS			
Transfers from NG CDF board-AIE's Received	1	106,662,024.00	102,649,846.80
Other Receipts	2	-	56,000.00
TOTAL RECEIPTS		106,662,024.00	102,705,846.80
PAYMENTS			
Compensation of employees	3	2,124,051.85	1,626,883.40
Use of goods and services	4	6,542,210.20	10,633,171.15
Transfers to Other Government Units	5	61,420,000.00	36,284,130.00
Other grants and transfers	6	60,278,796.00	38,979,953.90
Acquisition of Assets	7	3,460,715.20	2,200,000
Other Payments	8	975,904.80	-
TOTAL PAYMENTS		134,801,678.05	89,724,138.45
SURPLUS/DEFICIT		(28,139,654.05)	12,981,708.35

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mumias West NGCDF financial statements were approved on _____, 2016 and signed by:



Iddi Keya
Chairperson - NGCDFC



Winston Lihanda
Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - MUMIAS WEST
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

V. STATEMENT OF ASSETS

	Note	2015 - 2016	2014 - 2015
		Kes	Kes
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	9	7,597,796.00	35,737,450.05
Total		7,597,796.00	35,737,450.05
TOTAL FINANCIAL ASSETS		7,597,796.00	35,737,450.05
REPRESENTED BY			
Fund balance b/fwd 1st July, 2015	10	35,737,450.05	22,755,741.70
Surplus/Deficit for the year		(28,139,654.05)	12,981,708.35
NET LIABILITIES		7,597,796.00	35,737,450.05

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mumias West NGCDF financial statements were approved on _____, 2016 and signed by:

Iddi Keya
Chairperson - NGCDF

Winston Lihanda
Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - MUMIAS WEST
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

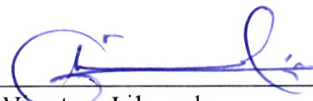
VI. STATEMENT OF CASHFLOW

Receipts for operating income		2015 - 2016	2014 - 2015
		Kes	Kes
Transfers from CDF Board	1	106,662,024.00	102,649,846.80
Other Receipts	2	-	56,000.00
		106,662,024.00	102,705,846.80
Payments for operating expenses			
Compensation of Employees	3	2,124,051.85	1,626,883.40
Use of goods and services	4	6,542,210.20	10,633,171.15
Transfers to Other Government Units	5	61,420,000.00	36,284,130.00
Other grants and transfers	6	60,278,796.00	38,979,953.90
Other Payments	8	975,904.80	-
		131,340,962.85	87,524,138.45
Net cash flow from operating activities		(24,678,938.85)	16,520,708.35
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	7	(3,460,715.20)	(2,200,000.00)
Net cash flows from Investing Activities		(3,460,715.20)	(2,200,000.00)
NET INCREASE IN CASH AND CASH EQUIVALENT		(28,139,654.05)	14,320,708.35
Cash and cash equivalent at BEGINNING of the year	11	35,737,450.05	21,416,741.70
Cash and cash equivalent at END of the year		7,597,796.00	35,737,450.05

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mumias West NGCDF financial statements were approved on _____, 2016 and signed by:



Iddi Keya
Chairperson - NGCDFC



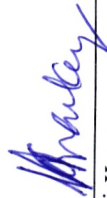
Winston Lihanda
Fund Account Manager

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 Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
	Kes	Kes	Kes	Kes	Kes	Kes
RECEIPTS						
Transfers from CDF Board	107,162,024.00	35,737,450.05	142,899,474.05	142,399,474.05	500,000.00	99.7%
TOTAL	107,162,024.00	35,737,450.05	142,899,474.05	142,399,474.05	500,000.00	99.7%
PAYMENTS						
Compensation of Employees	2,124,051.85	69,650.75	2,193,702.60	2,124,051.85	69,650.75	96.8%
Use of goods and services	8,020,529.15	1,213,707.95	9,234,237.10	6,542,210.20	2,692,026.90	70.8%
Transfers to Other Government Units	65,863,316.00	413,748.65	66,277,064.65	61,420,000.00	4,857,064.65	92.7%
Other grants and transfers	28,954,127.00	31,803,722.70	60,757,849.70	60,278,796.00	479,053.70	99.2%
Acquisition of Assets	2,200,000.00	1,260,715.20	3,460,715.20	3,460,715.20	-	100.0%
Other Payments	-	975,904.80	975,904.80	975,904.80	-	100.0%
TOTAL	107,162,024.00	35,737,450.05	142,899,474.05	134,801,678.05	8,097,796.00	94.3%

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Murnias West NGCDF financial statements were approved on _____, 2016 and signed by:



Iddi Keya
Chairperson - NGCDFC



Winston Lihanda
Fund Account Manager

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 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.

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016

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.

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY**Reports and Financial Statements****For the year ended June 30, 2016****IX. NOTES TO THE FINANCIAL STATEMENTS****1 TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

GFS CODES				
	1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES			
	Description		2015 - 2016	2014 -2015
		AIE NO.	Kes	Kes
1330407	Normal Allocation	750220	-	500,000.00
		759503	-	17,993,485.50
		750359	-	7,300,000.00
		796618	-	14,176,091.30
		796839	-	11,117,394.00
		796980	-	25,293,485.50
		790824	-	26,269,390.50
		796291	10,000,000.00	-
		796492	10,000,000.00	-
		796341	10,000,000.00	-
		820604	10,000,000.00	-
		820909	13,000,000.00	-
		825632	26,662,024.00	-
		825572	27,000,000.00	-
	Total		106,662,024.00	102,649,846.80

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

1400000	2 OTHER RECEIPTS			
	Description		2015 - 2016	2014 - 2015
			Kes	Kes
1450207	Other Receipts Not Classified Elsewhere		-	56,000.00
	Total		-	56,000.00
2110000	3 COMPENSATION OF EMPLOYEES			
	Description		2015 - 2016	2014 - 2015
			Kes	Kes
2110201	Basic wages of contractual employees		2,029,341.85	1,275,871.40
2120101	Employer contribution to NSSF		94,710.00	68,640.00
2710120	Gratuity		-	282,372.00
	Total		2,124,051.85	1,626,883.40
2200000	4 USE OF GOODS AND SERVICES			
	Description		2015 - 2016	2014 - 2015
			Kes	Kes
2210100	Utilities, supplies and services		713,740.30	492,577.55
2210200	Communication, supplies and services		174,200.00	329,000.00
2210300	Domestic travel and subsistence		810,280.00	1,468,320.00
2210500	Printing, advertising and information supplies & services		7,500.00	1,354,000.00
2210600	Rentals of produced assets		127,000.00	353,000.00
2210700	Training expenses		-	182,000.00

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016

2210800	Hospitality supplies and services	2,962,126.00	3,485,096.70
2210809	Committee allowance	451,000.00	751,000.00
2211000	Specialized materials and services	35,165.00	193,980.00
2211100	Office and general supplies and services	414,869.00	787,339.00
2211200	Fuel ,oil & lubricants	489,205.90	562,750.00
2211300	Other operating expenses	19,000.00	61,511.90
2220100	Routine maintenance – vehicles and other transport equipment	237,959.00	244,707.00
2220200	Routine maintenance – other assets	100,165.00	367,889.00
		-	-
	Total	6,542,210.20	10,633,171.15
2630200	5 TRANSFER TO OTHER GOVERNMENT ENTITIES		
	Description	2015 - 2016	2014 - 2015
		Kes	Kes
2630204	Transfers to primary schools	37,120,000	9,341,371.00
2630205	Transfers to secondary schools	18,650,000	11,500,000.00
2630206	Transfers to Tertiary institutions	2,800,000	10,960,000.00
2630207	Transfers to Health institutions	2,850,000	4,482,759.00
	TOTAL	61,420,000	36,284,130.00

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

264000 0	6 OTHER GRANTS AND OTHER PAYMENTS			
	Description		2015 - 2016	2014 - 2015
			Kes	Kes
2640101	Bursary -Secondary		6,858,000.00	8,641,000.00
2640102	Bursary -Tertiary		5,121,000.00	6,881,998.40
2640104	Bursary-Special schools		130,000.00	231,000.00
2640105	Mocks & CAT		1,040,000.00	2,018,750.00
264050 4	Water		1,300,000.00	400,000.00
264050 6	Solar Floodlights		30,000,000.00	-
264050 7	Security		6,443,316.00	1,119,380.00
264050 8	Roads		-	2,500,000.00
264050 9	Sports		2,143,240.00	3,023,478.00
2640510	Environment		2,143,240.00	3,084,347.50
2640511	Boda Boda		600,000.00	4,400,000.00
2211310	Audit Fees		-	580,000.00
264020 0	Emergency Projects		4,500,000.00	6,100,000.00
	Total		60,278,796.00	38,979,953.90
3100000	7 ACQUISITION OF ASSETS			
	Non Financial Assets		2015 - 2016	2014 - 2015
			Kes	Kes
3110302	Refurbishment of Buildings		2,951,515.20	1,200,000.00

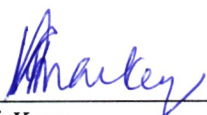
CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016

3110704	Purchase of Bicycles & Motorcycles		509,200.00	-
3111001	Purchase of office furniture and fittings		-	1,000,000.00
	Total		3,460,715.20	2,200,000.00
			2015 - 2016	2014 - 2015
	8 Other Payments		Kes	Kes
	NG CDF Board (Over disbursement)		975,904.80	-
			-	-
	TOTAL		975,904.80	-
	9: Bank Balances (cash book bank balance)			
	Name of Bank, Account No. & currency		2015 - 2016	2014 - 2015
		Account Number	Kes (30/6/2016)	Kes (30/6/2015)
	Co-operative Bank-Mumias Branch	0114149866440 0	6,128,145.25	33,007,084.10
	Co-operative Bank-Mumias Branch	0112006811230 0	1,469,650.75	2,730,365.95
	Total		7,597,796.00	35,737,450.05
	10 BALANCES BROUGHT FORWARD			
			2015 - 2016	2014 - 2015
			Kes (1/7/2015)	Kes (1/7/2014)
	Bank accounts		35,737,450.05	21,416,741.70

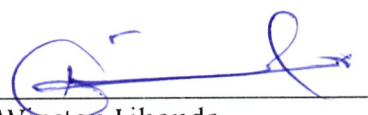
CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016

	Imprest		-	1,339,000.00
	Total		35,737,450.05	22,755,741.70
ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER				
		Historical Cost	Historical Cost	
		(Kes)	(Kes)	
	Asset class	2015-16	2014-15	
	Land	2,000,000.00	2,000,000.00	
	Buildings and structures	14,651,515.20	11,700,000.00	
	Transport equipment	6,330,760.00	5,821,560.00	
	Office equipment, furniture and fittings	2,000,000.00	2,000,000.00	
	ICT Equipment, Software and Other ICT Assets	1,000,000.00	1,000,000.00	
	Other Machinery and Equipment	167,995.00	167,995.00	
	Intangible assets	494,000.00	494,000.00	
	Total	26,644,270.20	23,183,555.00	

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mumias West NG CDF financial statements were approved on _____, 2016 and signed by:



Iddi Keya
Chairperson - NGCDFC



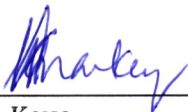
Winston Lihanda
Fund Account Manager

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016

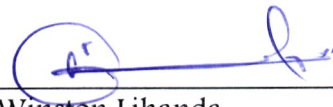
TRIAL BALANCE AS AT 30TH JUNE, 2016

		DR	CR
		Kes	Kes
Cash and Cash equivalents			
	Bank Balances	7,597,796.00	
Payments			
	Compensation of Employees	2,029,341.85	
	Use of goods and services	6,542,210.20	
	Transfers to Other Government Units	61,420,000.00	
	Other grants and transfers	60,278,796.00	
	Social Security Benefits	94,710.00	
	Acquisition of Assets	3,460,715.20	
	Other Payments	975,904.80	
Receipts			
	Transfers from the Board		106,662,024.00
	Fund Balance b/f		35,737,450.05
	TOTAL	142,399,474.05	142,399,474.05

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Mumias West NGCDF financial statements were approved on _____, 2016 and signed by:



Iddi Keya
 Chairperson - NGCDFC



Winston Lihanda
 Fund Account Manager

CONSTITUENCIES DEVELOPMENT FUND MUMIAS WEST CONSTITUENCY

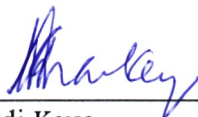
Reports and Financial Statements

For the year ended June 30, 2016

X. PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Presentation, Accuracy & Completeness of the Financial Statements	-At the time of the audit, we had not received the prior year's certificate. -The report on the progress on follow up of Auditor's recommendations has since been included. -The Asset Register has been updated.	Winston Lihanda - FAM	Resolved	Immediately
1.0	Budget Control & Performance	-Under expenditure is attributable to receipt of funding close to the end of the financial year under review. -The projects have been implemented and are complete & in use.(Attached is an updated project implementation status report that depicts the actual current situation - J1)	Winston Lihanda - FAM	Resolved	Immediately
2.0	Project Implementation and Management	-During NG CDFC site inspection, monitoring & evaluation of projects, a sample is used given the significant number of projects under implementation and to this extent it takes time for the entire project implementation status report to be up to date. (Attached is an updated project implementation status report that depicts the actual current situation - J1)	Winston Lihanda - FAM	Resolved	Immediately



Iddi Keya
Chairperson - NGCDFC



Winston Lihanda
Fund Account Manager