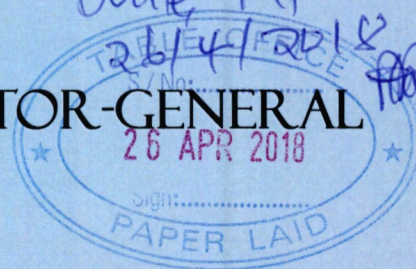


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Paper laid by the
Hon. Hon. Aden
Dulle MP on



hand on
27/4/18

OFFICE OF THE AUDITOR-GENERAL

REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND-
KATHIANI CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE 2016



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
KIATHIANI 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)

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –
KATHIANI CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2016

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CONSTITUENCY DEVELOPMENT FUND- KATHIANI CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The Constituencies Development Fund (NGCDF) was set up under the NGCDF Act, 2003 now repealed by the NGCDF Act, 2013. 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 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 Kathiani Constituency's day-to-day management is under the following key organs:

- i. Constituencies Development Fund Board (NGCDFB)
- ii. NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND Committee (NGCDFC)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2015 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Raphael Makau
3.	Accountant	Nancy Mogoi
4.		

(d) Fiduciary Oversight Arrangements

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

P.O Box144-90105
DC's Building
Kathiani Town
Kathiani, KENYA

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KATHIANI
CONSTITUENCY**

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

(f) KATHIANINGCDF Contacts

Telephone: (254)
E-mail: cdfkathiani@cdf.go.ke
Website:

(g) KATHIANI NGCDF Bankers

1. Coop Bank
Athiriver
P.O Box 321
Athiriver

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KATHIANI
CONSTITUENCY**

Reports and Financial Statements


For the year ended June 30, 2016

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

The budget performance was proportionate to the actual expenditure and disbursements. At 68% funding the Constituency had utilized 62% of the funds meaning the amount received within that period were disbursed almost entirely despite the lull that was occasioned by the coming into effect of the repealed CDF Act 2015.

In Kathiani the Community spirit is fully embraced as all the projects are implemented through the PMCs. This has enhanced skills transfer, wealth creation and projects' ownership thus ensuring sustainability. Consequently there has been positive impact in education, healthy, water, security and roads sectors from the many projects that were implemented within the financial year.

The biggest barriers to smooth operations of the fund are the incessant court cases. These have slowed down the pace of projects implementation thus extending the timeframe within which the projects should have been in use.

Sign. 
CHAIRMAN NGCDFC

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KATHIANI
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 KathianiNGCDF 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 KathianiNGCDF 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 KathianiNGCDF 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.

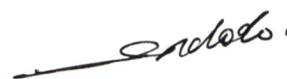
The Accounting Officer in charge of the KathianiNGCDF confirms that the NGCDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NGCDF's funds received during the year under audit were used for the eligible purposes 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 20/06 2016.



Fund Account Manager



NG-CDFC Chairman

REPUBLIC OF KENYA

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Fax: +254-20-311482
E-mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI 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 - Kathiani Constituency set out on pages 5 to 24, which comprise the statement of assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya 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 Standard (IPSAS) 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 (ISSAIs). Those standards require compliance with ethical requirements and that the audit be planned and performed with a view to obtain reasonable assurance about whether the financial statements are free from material misstatements.

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 assessments, the auditor considers internal control relevant to the entity's preparation

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

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 adverse audit opinion.

Basis for Adverse Opinion

1.0 Presentation and Disclosures of Financial Statements

1.1 Comparative Figures

The following differences have been noted between comparative figures (2014/2015) reflected in the financial statements for the year ended 30 June 2016 and the balances shown in the audited financial statements for 2014/2015:

Item	2014/2015 Comparative Figures Kshs	2014/2015 Audited Balances Kshs	Variance Kshs
Compensation of Employees	1,004,184	973,284	30,700
Use of Goods and Services	6,814,226	2,238,907	4,575,319
Committee Expenses	-	4,575,319	(4,575,319)
Social Security Benefit	-	30,900	(30,900)

However, contrary to the requirements of paragraph 1.5 of the IPSAS Cash Basis reporting framework, no disclosures have been made in the notes to the financial statements to indicate that comparative information is restated. In addition, the nature of the errors and the respective amounts of the corrections have not been disclosed.

1.2 Other Inaccuracies

A further review of the financial statements revealed the following inaccuracies:

- (i) The statement of receipts and payments reflects nil balance for other receipts but the corresponding Note 3 to the financial statements reflects a balance of Kshs.316,100.
- (ii) The statement of receipts and payments also reflects Kshs.500,000 under other payments but the corresponding Note 9 to the financial statements reflects nil balance.

- (iii) The summary statement of appropriation reflects actual receipts of Kshs.108,554,029 but the statement of receipts and payments reflects receipts of Kshs.101,624,174 resulting in unexplained difference of Kshs.6,929,855.
- (iv) Note 1 on transfers from other government entities adds to Kshs.80,624,174 but the total is indicated as Kshs.101,624,174 resulting in a casting error of Kshs.21,000,000.
- (v) The statement of assets reflects Note II against the Fund balance brought forward account but the Note relates to outstanding imprests in the disclosures.

In the circumstance, the accuracy of the financial statements for the year ended 30 June 2016 cannot be confirmed.

1.3 Unexplained Adjustment

The statement of assets and the cash flow statement reflects unexplained prior year adjustment of Kshs.316,100. Further, contrary to paragraph 1.5 of IPSAS Cash Basis financial reporting framework, the nature and amount of the errors corrected have not been disclosed.

2. Other Grants and Transfers

Included in other grants and transfers balance of Kshs.47,414,404 as disclosed at Note 7 is an amount of Kshs.7,391,000 paid for the procurement of examination papers. However, the procurement was done through quotations instead of open tender contrary to 91 (3) of the Public Procurement and Assets Disposal Act, 2015 which provides that open tendering shall be adopted for the procurement of goods, works and services for the threshold prescribed in the respective national and county regulations. The Fund was therefore in breach of the law.

3. Use of Goods and Services

Included in use of goods and services balance of Kshs.5,626,846 disclosed at Note 5 to the financial statements are expenditures of Kshs.2,611,000 on committee allowance, Kshs.259,460 on office and general supplies and services and Kshs.323,386 on routine maintenance but for which no supporting documents have been provided for audit verification. Consequently, the propriety of the expenditure totalling Kshs.3,193,846 for the year ended 30 June 2016 cannot be confirmed.

Adverse Opinion

In my opinion, because the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, the financial position of National Government Constituencies Development Fund-Kathiani 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 (IPSAS) Cash Basis and do not comply with the Constituencies Development Fund Act, 2015.

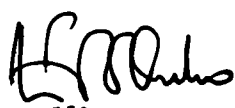
Other Matter

Budget and Budgetary Control

During the year under review, Kathiani Constituency Fund incurred expenditure totalling Kshs.98,932,277 against an approved budget of Kshs.160,523,395 or approximately 62% of the budget resulting in under-expenditure of Kshs.61,591,118 as shown below:

Item	Actual receipts/payments Kshs	Approved budget Kshs	Variance Kshs	% of Utilization
Receipts	160,523,395	108,554,029	51,969,366	68
Compensation of Employees	2,815,744	1,281,297	1,534,447	46
Use of Goods and Services	10,330,066	5,626,846	4,703,220	54
Transfers to Other Govt Units	81,005,654	43,587,931	37,417,723	54
Other Grants and Transfers	63,871,931	47,414,404	16,457,528	74
Acquisition of Assets	0	521,800	(521,800)	0
Other Payments	2,500,000	500,000	2,000,000	20
Total Payments	160,523,395	98,932,277	61,591,118	62

The under-expenditures indicate that budgeted funds were not utilized fully and approved programs were not implemented wholly. The budget did not, therefore, fully meet its objectives of improving delivery of services to the residents of Kathiani Constituency.



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

Nairobi

30 November 2017

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KATHIANI
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016


IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015 - 2016 Kshs	2014 - 2015 Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	101,624,174.00	82,683,622.50
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		101,624,174.00	82,683,622.50
PAYMENTS			
Compensation of employees	4	1,281,296.90	1,004,184.00
Use of goods and services	5	5,626,846.00	6,814,226.00
Transfers to Other Government Units	6	43,587,931.00	35,950,032.00
Other grants and transfers	7	47,414,403.50	41,262,920.00
Acquisition of Assets	8	521,800.00	328,150.00
Other Payments	9	500,000.00	-
TOTAL PAYMENTS		98,932,277.40	85,359,512.00
SURPLUS/DEFICIT		2,691,896.60	(2,667,693.50)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KathianiNGCDF financial statements were approved on 20/06/2016 2016 and signed by:



Chairman - NGCDFC



Fund Account Manager

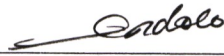
**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KATHIANI
CONSTITUENCY**

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


V. STATEMENT OF ASSETS

	Note	2015 - 2016 Kshs	2014 - 2015 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	9,937,851.60	6,929,855
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	10C	-	-
TOTAL FINANCIAL ASSETS		9,937,851.60	6,929,855
REPRESENTED BY			
Retention	12		
Fund balance b/fwd 1st July...	11	6,929,855.00	9,597,548.50
Surplus/Deficit for the year		2,691,896.60	(2,667,693.50)
Prior year adjustments	14	316,100.00	-
NET LIABILITIES		9,937,851.60	6,929,855

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KathianiNGCDF financial statements were approved on 20/06 2017 and signed by:



Chairman - NGCDFC



Fund Account Manager

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- KATHIANI
CONSTITUENCY

Reports and Financial Statements


For the year ended June 30, 2016

VI. STATEMENT OF CASHFLOW

Receipts for operating income		2015 - 2016	2014 - 2015
Transfers from CDF Board	1	101,624,174.00	82,683,622.50
Other Receipts	3	-	8,196.00
Payments for operating expenses			
Compensation of Employees	4	1,281,296.90	1,004,184.00
Use of goods and services	5	5,626,846.00	6,814,226.00
Transfers to Other Government Units	6	43,587,931.00	35,950,032.00
Other grants and transfers	7	47,414,403.50	41,262,920.00
Other Payments	9	500,000.00	-
		98,410,477.40	85,031,362.00
Adjusted for:			
Adjustments during the year	13	316,100.00	
Net cash flow from operating activities		3,529,796.60	(2,339,543.50)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	521,800.00	328,150.00
Net cash flows from Investing Activities		(521,800.00)	(328,150.00)
NET INCREASE IN CASH AND CASH EQUIVALENT		3,007,996.60	(2,667,693.50)
Cash and cash equivalent at BEGINNING of the year	15	6,929,855.00	9,597,548.50
Cash and cash equivalent at END of the year	16	9,937,851.60	6,929,855.00

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KathianiNGCDF financial statements were approved on 22/01 2017 and signed by:


Chairman NGCDFC


Fund Account Manager

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

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	102,969,366.00	57,554,029.00	160,523,395.00	108,554,029.00	51,969,366.00	68
Proceeds from Sale of Assets				-	-	
Other Receipts				-	-	
TOTAL	102,969,366.00	57,554,029.00	160,523,395.00	108,554,029.00	51,969,366.00	68
PAYMENTS						
Compensation of Employees	1,481,000.00	1,334,744.00	2,815,744.00	1,281,296.90	1,534,447.10	46
Use of goods and services	7,786,161.00	2,543,904.90	10,330,065.90	5,626,846.00	4,703,219.90	54
Transfers to Other Government Units	52,300,000.00	28,705,654.00	81,005,654.00	43,587,931.00	37,417,723.00	54
Other grants and transfers	41,402,205.00	22,469,726.10	63,871,931.10	47,414,403.50	16,457,527.60	74
Acquisition of Assets				521,800.00	(521,800.00)	#DIV/0!
Other Payments		2,500,000.00	2,500,000.00	500,000.00	2,000,000.00	20
TOTAL	102,969,366.00	57,554,029.00	160,523,395.00	98,932,277.40	61,591,117.60	62

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY**

Reports and Financial Statements


For the year ended June 30, 2016

- (a) [For the revenue items, indicate whether they form part of the AIA by inserting the “AIA” alongside the revenue category.]
- (b) [Provide below a commentary on significant underutilization (below 50% of utilization) and any overutilization]
- i. Xxxx
 - ii. Xxxx
 - iii. Xxxx
 - iv. Xxxx
 - v. Xxxx

The KathianiNGCDF financial statements were approved on 2016 2017 and signed by:



Chairman NGCDF



Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
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.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY**
Reports and 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			
	A790753	24,312,087.00	34,059,448.50
	A796215	24,312,087.00	24,312,087.00
	A759705	2,000,000.00	14,587,252.00
	A724098	10,000,000.00	9,724,622.50
	A796469	10,000,000.00	
	A820570	10,000,000.00	
TOTAL		101,624,174,00	82,683,622.50

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		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2015 - 2016 Kshs	2014 - 2015 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
	316,100.00	8,196.00
Total	316,100.00	8,196.00

4. COMPENSATION OF EMPLOYEES

Description	2015 - 2016 Kshs	2014 - 2015 Kshs
Basic wages of contractual employees	1,155,516.90	887,964.00
Basic wages of casual labour	98,900.00	85,320.00
Personal allowances paid as part of salary	-	-
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Other personnel payments	-	-
Employer contribution to NSSF gratuity	26,880.00	30,900.00
Total	1,281,296.90	1,004,184.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY**

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2015 - 2016 Kshs	2014 - 2015 Kshs
Utilities, supplies and services	-	198,000.00
Office rent	-	-
Communication, supplies and services	-	-
Domestic travel and subsistence	-	-
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	2,433,000.00	648,000.00
Hospitality supplies and services	-	-
Other committee expenses	-	-
Committee allowance	2,611,000.00	4,575,319.00
Insurance costs	-	-
Specialised materials and services	-	-
Office and general supplies and services	259,460.00	168,818.00
Fuel ,oil & lubricants	-	-
Other operating expenses	-	-
Routine maintenance – vehicles and other transport equipment	323,386.00	1,224,089.00
Routine maintenance – other assets	-	-
Total	5,626,846.00	6,814,226.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015 - 2016 Kshs	2014 - 2015 Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	23,287,931.00	23,167,201.00
Transfers to secondary schools (see attached list)	20,000,000.00	7,800,000.00
Transfers to tertiary institutions (see attached list)	-	-
Transfers to health institutions (see attached list)	300,000.00	4,982,831.00
-TOTAL	43,587,931.00	35,950,032.00

7. OTHER GRANTS AND OTHER PAYMENTS

	2015 - 2016 Kshs	2014 - 2015 Kshs
Bursary – secondary schools (see attached list)	12,911,345.00	12,118,450.00
Bursary – tertiary institutions (see attached list)	2,362,500.00	5,162,500.00
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	5,391,000.00	9,462,238.00
Water projects (see attached list)	6,900,000.00	6,000,000.00
Agriculture projects (see attached list)	1,939,870.00	-
Electricity projects (see attached list)	-	-
Security projects (see attached list)	300,000.00	3,270,000.00
Roads projects (see attached list)	1,743,240.00	300,000.00
Sports projects	2,059,000.00	2,049,866.00
Environment projects (see attached list)	2,059,000.00	2,899,866.00
Other Projects (see attached list)	-	-
Emergency Projects (specify)	11,748,448.50	-
Total	47,414,403.50	41,262,920.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
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Reports and Financial Statements

For the year ended June 30, 2016

OTES 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	-	-
Refurbishment of Buildings	-	254,150.00
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	-	74,000.00
Purchase of ICT Equipment, Software and Other ICT Assets	521800	-
Purchase of Specialized Plant, Equipment and Machinery	-	-
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	-
Acquisition of Land	-	-
Acquisition of Intangible Assets	-	-
Total	521,800.00	328,150.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

Specify	2015 - 2016 Kshs	2014 - 2015 Kshs

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2015 - 2016 Kshs	2014 - 2015 Kshs
<i>Coop bank, Athiriver, 01141563295800, Kshs.</i>	9,937,851.60	6,929,855.00
Total	9,937,851.60	6,929,855.00
10B: CASH IN HAND		
	2015 - 2016 Kshs	2014 - 2015 Kshs
Location 1		
Location 2		
Location 3		
Other Locations (specify)		
Total		
[Provide cash count certificates for each]		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY**

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

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

0

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

12 Retention			
Supplier/Contractor	PV no	2015 - 2016	2014 - 2015
		Kshs	Kshs
TOTAL			

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Bank accounts	6,929,855.00	9,399,548.50
Cash in hand	-	-
Imprest		198,000.00
Total	6,929,855.00	9,597,548.50

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	2015- 2016	2014 - 2015
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KATHIANI
CONSTITUENCY**

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

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2015- 2016 Kshs	2014 - 2015 Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-
	-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (specify)	-	-
	-	-
	-	-

15.3: OTHER PENDING PAYABLES (See Annex 3)

	Kshs	Kshs
Amounts due to other Government entities (see attached list)	-	-
Amounts due to other grants and other transfers (see attached list)	-	-
Others (specify)	-	-
	-	-
	-	-

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
 For the year ended June 30, 2016 (Kshs'000)

ANNEX I - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount a	Date Contracted b	Amount Paid To-Date c	Outstanding Balance 2015 d=a-c	Outstanding Balance 2014	Comments
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2016 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount A	Date Payable Contracted b	Amount Paid To-Date c	Outstanding Balance 2015 d=a-c	Outstanding Balance 2014	Comments
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (specify)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2016 (Kshs'000)

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount a	Date Payable Contracted b	Amount Paid To-Date c	Outstanding Balance 2015 d=a-c	Outstanding Balance 2014	Comments
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						

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2014 (Kshs'000)

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015/16	Historical Cost (Kshs) 2014/15
Land		
Buildings and structures		
Transport equipment	4,000,000.00	4,000,000.00
Office equipment, furniture and fittings	105,424.00	105,424.00
ICT Equipment, Software and Other ICT Assets	644,800.00	122,500.00
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total	4,750,224.00	4,227,924.00

Prepared by:

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