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OFFICE OF THE AUDITOR-GENERAL



REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
RONGAI CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2016**



OFFICE OF THE AUDITOR
P. O. Box 30084 - 00100, NAIROBI
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NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND

RONGAI 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 – RONGAI
CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2016

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The *Constituencies Development Fund (CDF)* was set up under the CDF Act, 2003 now repealed by the CDF Act, 2014. 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*.

(b) Key Management

The *Rongai Constituency's* day-to-day management is under the following key organs:

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

(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	Mr Yusuf Mbuno
2.	A.I.E holder	Mr Kenneth K Kamau
3.	Accountant	Ms Rahab Mathu

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of CDF Board provide overall fiduciary oversight on the activities of Rongai Constituency. The reports and recommendation of ARMC when adopted by the CDF Board are forwarded to the Constituency Development Fund Committee (CDFC) for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

(e) Constituency Development Board Headquarters

P.O. Box 46682-00100
HARAMBEE PLAZA, 10TH FLOOR
JUNCTION OF HAILE SELASSIE AND UHURU AVENUE
Nairobi, KENYA

*NATIONAL GOVERNMENT -CONSTITUENCY DEVELOPMENT FUND -RONGAI
CONSTITUENCY*

Reports and Financial Statements

For the year ended June 30, 2016

(f) Rongai CDF Contacts

RONGAI CONSTITUENCY CDF

KAMBI YA MOTO BULDING

NAKURU/RAVINE ROAD

P.O.BOX 12848-20100

NAKURU,KENYA

(g) Rongai CDF Bankers

KENYA COMMECIAL BANK,NAKURU BRANCH
A/C NO.11 01849169

(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

II. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND
COMMITTEE (CDFC)

On behalf of Rongai Constituency NG-CDFC, i would like to express my sincere gratitude on the amount allocated to our constituency. During the financial year 2015/2016, the allocation was utilised on priority basis upon receiving money from the board.

Rongai Constituency NG-CDF put more concern on:-

i) Education

As a way of eradicating poverty, we embarked mostly on education, we managed to build classrooms in various schools. We were also able to pay school fees as means of bursaries to various needy and orphan students.

ii) Security

Security was also a concern issue in our constituency; we managed to establish structures i.e buildings and toilets within the constituency in various police post and stations. This will improve security and also working conditions of the security officers.

iii) Environment

As pertaining environment, we managed to plant trees and also took care of sanitation by building toilets in schools and public areas.

iv) Agriculture

In agriculture we managed to upgrade a cattle dip. The amount allocated to agriculture was only enough to cater for the same.

Following the petition to court concerning devolving cdf to the county, members were uncomfortable over the same. It is to the best of the members that the cdf remain on the constituency level where members are able to access it.

Some projects had not been implemented at the closure of the financial year; this is due to the delayed disbursement of funds from the board. I would like to urge the board if it can be able to disburse funds early so that projects can be implemented in time. The projects which had not been implemented are now on going.

There so many needy cases in our constituency hence the funds allocated are not enough to cater for the same. I am requesting the board to add the allocation to our constituency.

Sign.....

Richard Moindi
CHAIRMAN NG-CDFC

Reports and Financial Statements

For the year ended June 30, 2016

III. STATEMENT OF CDF MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government NG-CDF shall prepare financial statements in respect of that NG-CDF. 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 Rongai NG-CDF is responsible for the preparation and presentation of the *NG-CDF's* financial statements, which give a true and fair view of the state of affairs of the *NG-CDF* 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 *NG-CDF*; (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 *NG-CDF*; (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 Rongai NG-CDF accepts responsibility for the *NG-CDF'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 *NG-CDF's* financial statements give a true and fair view of the state of *NG-CDF's* transactions during the financial year ended June 30, 2016, and of the *NG-CDF's* financial position as at that date. The Accounting Officer charge of the Rongai NG-CDF further confirms the completeness of the accounting records maintained for the *NG-CDF*, which have been relied upon in the preparation of the *NG-CDF's* financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the Rongai NG-CDF confirms that the NG-CDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NG-CDF'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 *NG-CDF'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 *NG-CDF's* financial statements were approved and signed by the Accounting Officer on 20th August 2016.



Richard Moindi
Chairman NGCDFC



Kenneth K Kamau
Fund Account Manager

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 - RONGAI CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Rongai set out on pages 5 to 16 which comprise the statement of assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows, summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya 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 this audit.

Management's Responsibility for the Financial Statements

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

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

Auditor-General's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor

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

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.

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

Basis for Disclaimer of Opinion

1. Inaccurate Trial Balance

The trial balance presented for audit did not balance. Debit balances totaled to Kshs.145,359,255 while the credit totaled to Kshs.145,365,679.70 and therefore, the credit balances exceeded the debit balances by Kshs.6,424.70. In the circumstance, the financial statements were not drawn from a balanced general ledgers and trial balance.

2. Inaccuracies in the Comparative Balances

2.1 Balances Brought Forward

Examination of the financial statements revealed that some comparative balances differed with respective ones audited in the previous year as shown below:

S/No	Description	Audited Balances 2014/2015 Kshs	Opening Balances 2015/2016 Kshs
1	Other Receipts	1,233,000	-
2	Use of Goods and Services	2,719,150	2,466,504
3	Transfer to Other Government	53,052,133	51,508,956
4	Fund Balance b/fwd I July	49,274,460.20	39,440,000
5	Deficit/Surplus for the year	(6,983,721.60)	(5,544,262)
6.	Cash and Cash Equivalents at beginning of the year	40,274,460.30	39,440,000

No plausible explanation has been provided by management for the discrepancy.

2.2 Statement of Receipts and Payments

Further, inaccuracies were noted in the financial statements as indicated below:

Some expenditures reported in the statement of receipts and payments were not supported by detailed notes even though reference note numbers were shown against the balances. These were Note 5, 9, 11 and 14. The fund manager did not explain the reasons for the omission. The financial statements are therefore incomplete.

In addition, The statements of receipts and payments reflects a balance of Kshs.2,815,946 on use of goods and services. However, the note in support of the balance is not included in the notes to financial statements.

2.3 Statement of Assets

The statement of assets reflects a bank balance of Kshs.56,367,478 as per the cashbook. However, the bank reconciliation statement as at 30 June 2016 reflects a reconciled bank balance of Kshs.56,075,669.70 and therefore the cash balance reflected in the statement of assets was mistated by Kshs.291,808.30.

2.4 Statement of Cash flows

The statement of cash flow indicates net cash flow from operating activities as Kshs.89,021,377, this being the actual payments for the year. However, casting of the cash flow statement revealed that net cash flow from operating expenses activities should have been shown as Kshs.21,558,865. Further, prior year adjustment of Kshs.1,955,692 shown in the statement of assets was not included the statement of cash flow and consequently, the statement was understated by an equivalent amount. In the circumstances, the statement of cash flow is not fairly stated.

3. Stale Cheques

Examination of the bank reconciliation statement as at 30 June 2016 disclosed payments in cash book not recorded in the bank statement (unpresented cheques) of Kshs.6,649,348.55. Out of this balance, Kshs.2,433,066 was in form of stale cheques. However, it was not explained why the stale cheques had not been written back to cashbook as at 30 June 2016.

4. Undisclosed Assets

Examination of the statement of receipts and payments disclosed that assets worth Kshs.437,819 were acquired during the period ended 30 June 2016. However, the summary of fixed assets register shown under Annex 4 does not reflect the acquired assets. In the circumstance, the full disclosure requirement has not been observed.

5. Unaccounted for Expenditure

5.1 Drilling of Borehole

An expenditure of Kshs.1,000,000 was incurred in respect of drilling of a borehole at Nyamamithi. Information available indicated that the Constituency Development Fund

Committee through minutes ref; MIN/4/23/11/2015 approved and disbursed the amount to the Project Management Committee's bank account No. 1101849169 maintained at the Kenya Commercial Bank, Nakuru branch. However, no project expenditure returns or bank statement was made available for audit verification and it was therefore not possible to confirm how the amount was spent.

Further, physical verification of the project on 17 May 2017 revealed that no drilling works had been executed at the proposed site. In the circumstances, the propriety of the expenditure of Kshs.1,000,000 could not be confirmed.

5.2 Mahinga Water Project

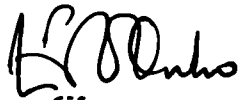
The Constituency Development Fund Committee through minute no. ref; MIN/5/16/12/2015 approved and disbursed Kshs.700,000 to Mahinga water project PMC. The funds were in respect of buying water pipes and fittings for the project. However, the following records were not presented for audit review:

- (i) Procurement documents to confirm that the pipes and fittings were procured competitively.
- (ii) Store records to confirm the pipes and fittings were actually supplied and delivered to the project.
- (iii) Contract agreements to confirm the contract sum and the commencement and completion date.
- (iv) Expenditure returns.

In the absence of the above documents, it was not possible to confirm the propriety of the expenditure of Kshs.700,000.

Disclaimer of Opinion

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



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

Nairobi


27 November 2017

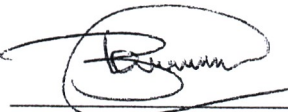
Reports and Financial Statements
For the year ended June 30, 2016

I. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015-2016 Kshs	2014-2015 Kshs
RECEIPTS			
Transfers from NGCDF board-AIEs' Received	1	110,142,423.00	104,525,276.00
Proceeds from Sale of Assets	2	-	-
Other Receipts(Reversal and excess imprests)	3	-	-
TOTAL RECEIPTS		110,142,423.00	104,525,276.00
PAYMENTS			
Compensation of employees	4	1,513,303.00	1,641,060.00
Use of goods and services	5	2,815,946.00	2,466,504.00
Committee Expenses	6	4,838,214.00	2,855,590.00
Transfers to Other Government Units	7	30,175,862.00	51,508,956.00
Other grants and transfers	8	49,186,533.00	51,406,232.00
Social Security Benefits	9	9,600.00	9,600.00
Acquisition of Assets	10	437,819.00	121,400.00
Other Payments	11	44,100.00	60,196.60
TOTAL PAYMENTS		89,021,377.00	110,069,538.00
SURPLUS/DEFICIT		<u>21,121,046.00</u>	<u>(5,544,262.00)</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Rongai NG- CDF financial statements were approved on 10/07/2016 and signed by:


 Richard Moindi
 Chairman -NG-CDFC


 Kenneth K Kamau
 Fund Account Manager

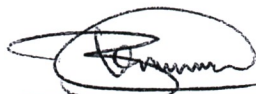
Reports and Financial Statements
For the year ended June 30, 2016

IV. STATEMENT OF ASSETS

	Note	2015-2016 Kshs	2014-2015 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	56,367,478.00	33,290,739.70
Cash Balances (cash at hand)	12B	-	-
Outstanding Imprests	12C	-	-
TOTAL FINANCIAL ASSETS		56,367,478.00	33,290,739.70
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	33,290,739.30	39,440,000.00
Deficit/ Surplus/ for the year		21,121,046.00	(5,544,262.00)
Prior year adjustments	14	1,955,692.00	(605,000.00)
NET LIABILITIES		56,367,478.00	33,290,739.70

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The RONGAI NGCDF financial statements were approved on 29/08/2016 2016 and signed by:


 Richard Moindi
 Chairman – NG-CDFC


 Kenneth K Kamau
 Fund Account Manager

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

V. STATEMENT OF CASHFLOW

Receipts for operating income

2015 - 2016

2014 -- 2015

Transfers from NGCDF Board		110,142,423.00	104,525,276.00
Other Receipts	3		-

Payments for operating expenses

Compensation of Employees	4	(1,513,303.00)	(1,641,060.00)
Use of goods and services	5	(2,815,946.00)	(2,466,504.00)
Committee Expenses	6	(4,838,214.00)	(2,855,590.00)
Transfers to Other Government Units	7	(30,175,862.00)	(51,508,956.00)
Other grants and transfers	8	(49,186,533.00)	(51,406,232.00)
Social Security Benefits	9	(9,600.00)	(9,600.00)
Other Payments	11	(44,100.00)	(60,196.60)

Net cash flow from operating activities (89,021,377.00) (109,941,813.60)

**CASHFLOW FROM INVESTING
ACTIVITIES**

Proceeds from Sale of Assets			-
Acquisition of Assets	10	(437,819.00)	(121,400.00)

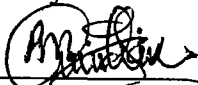
**Net cash flows from Investing
Activities**

**NET INCREASE IN CASH AND
CASH EQUIVALENT** 21,121,046.00 (5,422,862.00)

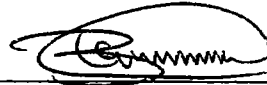
**Cash and cash equivalent at
BEGINNING of the year** 15 33,290,738.70 39,440,000.00

**Cash and cash equivalent at END of
the year** 16 56,367,478.00 33,297,738.70

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NG-NGCDF Rongai financial statements were approved on 28/08/2016 and signed by:



**Richard Moindi
Chairman NG- C DFC RONGAI**



**Kenneth K Kamau
Fund Account Manager**

**ANNUAL AND FINANCIAL STATEMENTS
For the year ended June 30, 2016**

VI. 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 NGCDF Board	110,142,423.00	33,290,739.00	143,432,862.00	143,432,862.00	143,432,862.00	-
Proceeds from Sale of Assets	-	-	-	-	-	-
Other Receipts						
PAYMENTS						
Compensation of Employees	1,650,000.00	88,940.00	1,738,940.00	1,513,303.00	225,637.00	88%
Use of goods and services	2,500,000.00	1,943,850.00	4,443,850.00	2,815,948.00	1,627,902.00	63%
Committee Expenses	3,526,545.00	2,514,138.00	6,040,683.00	4,838,214.00	1,202,469.00	80%
Transfers to Other Government Units	55,660,750.00	5,842,729.00	61,503,485.00	30,175,862.00	33,975,220.00	49%
Other grants and transfers	46,457,122.00	22,044,878.00	67,768,399.00	49,189,533.00	18,578,866.00	72%
Social Security Benefits	48,000.00	38,400.00	86,400.00	9,600.00	76,800.00	11%
Acquisition of Assets	300,000.00	378,000.00	678,000.00	437,819.00	240,781.00	65%
Other Payments	-	439,803.00	439,803.00	44,100.00	439,803.00	10%
	110,142,423.00	33,290,738.00	143,142,423.00	89,021,377.00	56,367,478.00	

The Rongai NGCDF financial statements were approved on 20/06/2016 and signed by:


Richard Mohndi
Chairman NGCDF


Kenneth K K
Fund Account Manager

(a) Note: The expenditures that seem to be more than the allocation are from the previous financial year and they accounted for by the funds brought forward to this year. This is due to the delayed disbursement from the board hence were implemented this year.

VII. 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 *NG-CDF* 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 *NG-CDF*.

2. Recognition of revenue and expenses

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

3. In-kind contributions

In-kind contributions are donations that are made to the *NG-CDF* 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 *NG-CDF* 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

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –RONGAI
CONSTITUENCY**

Reports and Financial Statements

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readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

5. Pending bill

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 *NG-CDF* 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 *NG-CDF'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 *NG-CDF'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 CONSTITUENCY DEVELOPMENT FUND –RONGAI
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2016

VIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2015 - 2016 Kshs	2014 - 2015 Kshs
1330407 Normal Allocation		
AIENO.A820912	25,000,000.00	5,500,000.00
AIENO.A820510	10,000,000.00	20,631,319.00
AIENO.A796496	20,000,000.00	26,131,319.00
AIE NOA825812	55,142,423.00	52,262,638.00
TOTAL	<u>110,142,423.00</u>	<u>104,525,276.00</u>

1.4 COMPENSATION OF EMPLOYEES

Description	2015 - 2016 Kshs	2014 - 2015 Kshs
Basic wages of contractual employees	1,358,303.00	928,428.00
Basic wages of casual labour		-
Personal allowances paid as part of salary		-
House allowance		-
Transport allowance		180,000.00
Leave allowance		-
Other personnel payments	155,000.00	532,632.00
Gratuity		-
Total	<u>1,513,303.00</u>	<u>1,641,060.00</u>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6 COMMITTEE EXPENSES

Description	2015 - 2016	2014 - 2015
	Kshs	Kshs
Committee expenses	1,139,000.00	1,117,226.00
Committee allowance	3,699,214.00	2,615,000.00
TOTAL	<u>4,838,214.00</u>	<u>3,732,226.00</u>

7. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015 - 2016	2014 - 2015
	Kshs	Kshs
Transfer to Primary Schools	24,075,862.00	22,170,000.00
Transfer to Secondary Schools	6,100,000.00	29,338,000.00
Transfer to Tertiary Institutions	-	-
Transfer to Health Institutions	-	-
	<u>30,175,862.00</u>	<u>51,508,956.00</u>

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8 OTHER GRANTS AND OTHER PAYMENTS

Description	2015 - 2016 Kshs	2014 - 2015 Kshs
Bursary -Secondary	14,872,200.00	13,730,000.00
Bursary -Tertiary	6,787,833.00	15,732,400.00
Bursary-Special schools	60,000.00	-
Mocks & CAT	1,080,000.00	1,000,000.00
Water	12,400,000.00	2,792,800.00
Agriculture (food security)		600,000.00
Electricity projects		-
Security	3,600,000.00	9,400,000.00
Roads		600,000.00
Sports	992,000.00	863,650.00
Environment	860,000.00	3,128,034.00
Emergency Projects (specify)	8,534,500.00	3,559,348.00
Total	49,186,533.00	51,406,232.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10. ACQUISITION OF ASSETS

10 ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2015- 2016	2014 - 2015
	Kshs	Kshs
Purchase of Buildings		0
Construction of Buildings		0
Refurbishment of Buildings		0
Purchase of Vehicles		0
Purchase of Bicycles & Motorcycles	201,034.00	0
Overhaul of Vehicles		0
Purchase of Office furniture and fittings	52,485.00	18,000.00
Purchase of computers ,printers and other IT equipments	138,000.00	103,400.00
Purchase of photocopier	46,300.00	0
Purchase of other office equipments		0
Purchase of soft ware		0
Acquisition of Land		0
Total	<u>437,819.00</u>	<u>121,400.00</u>

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

12A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	Account Number	2015 - 2016	2014 - 2015
		Kshs)	Kshs
KCB	1101849169	56,367,478.00	33,290,739.70
Total		56,367,478.00	33,290,739.70

13. BALANCES BROUGHT FORWARD

	2015 - 2016	2014 - 2015
	Kshs	Kshs
Bank accounts	39,440,000.00	40,274,460.30
Cash in hand		
Imprest		
Total	39,440,000.00	40,274,460.30

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2015/15	Historical Cost (Kshs) 2014/14
Land	-	-
Buildings and structures	16,000,000.00	16,000,000.00
Transport equipment	4,800,000.00	4,800,000.00
Office equipment, furniture and fittings	2,000,000.00	2,000,000.00
ICT Equipment, Software and Other ICT Assets	5,000,000.00	5,000,000.00
Total	27,800,000.00	27,800,000.00

*NATIONAL GOVERNMENT CONSTITUENY DEVELOPMENT FUND –RONGAI
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