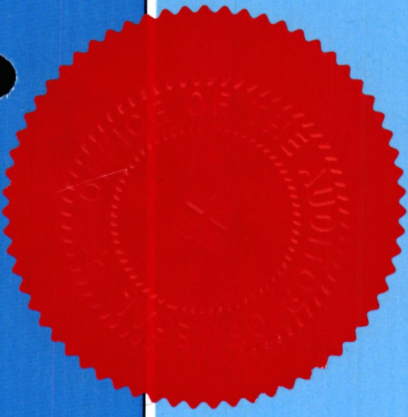
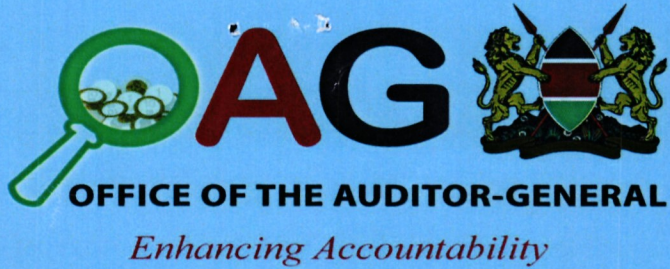



REPUBLIC OF KENYA



REPORT

 THE NATIONAL ASSEMBLY	
DATE: 08 FEB 2022	
DAY: Tuesday	
TABLED BY:	LOM
CLERK-AT THE-TABLE:	Benson

PARLIAMENT
OF KENYA
LIBRARY

OF

THE AUDITOR-GENERAL

ON

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

**FOR THE YEAR ENDED
30 JUNE, 2018**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND YATTA
CONSTITUENCY**

AMENDED REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2018**

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

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

Mandate

The mandate of the Fund as derived from sec (3) of NG-CDF Act, 2015 is to:

- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

Mission

To provide leadership and policy direction for effective and efficient management of the Fund

Core Values

1. **Patriotism** – we uphold the national pride of all Kenyans through our work
2. **Participation of the people**- We involve citizens in making decisions about programmes we fund
3. **Timeliness** – we adhere to prompt delivery of service
4. **Good governance** – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. **Sustainable development** – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

(b) Key Management

The NGCDF YATTA day-to-day management is under the following key organs:

- i. National Government 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 2018 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Stella Tayo
3.	Sub-County Accountant	Benjamin Makau
4.	Chairman NGCDFC	Samuel Makasi
5.	Member NGCDFC	Timothy Kivuva

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF YATTA Constituency Headquarters

P.O. Box 203-90119
MATUU-KATANGI ROAD
MATUU

*NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
YATTA CONSTITUENCY*

Amended Reports and Financial Statements

For the year ended June 30, 2018

(f) NGCDF YATTA Constituency Contacts

Telephone: (254) 0712 990 255

E-mail: yatta@ngcdf.go.ke

Website: www.ngcdf.go.ke

(g) NGCDF YATTA Constituency Bankers

Equity Bank
Matuu Branch
P.O. Box
Matuu -90119
Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

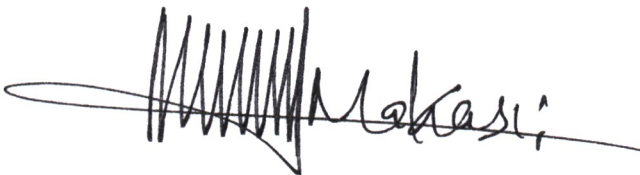
Yatta NG-CDF was allocated Kshs.98,189,655.17 for Financial Year 2017/2018, of the above amount the constituency received Kshs.43,405,172.00

The following projects were implemented in the Financial Year 2017/2018

- Development of constituency strategic Plan for 2018-2022.
- 7 Primary Schools and 6 Secondary Schools received funding to improve infrastructure in their institutions
- 4 Primary schools and 1 Secondary school were also funded from the Emergency funding to construct 2 door pit latrines that collapsed during the heavy rainy season
- 1002 needy students in Secondary schools and 2307 needy students in tertiary institutions benefited from the Bursary Kitty.
- The Constituency Development Fund Committee and all the Project Management Committees underwent training to perfect their knowledge in NG-CDF operations
- The Ministry of Education confirmed that Katangi TTI Project will be implemented in the third phase of TTIs Construction

Apart from the normal challenges no major challenge was experienced during the financial year

We look forward to improve efficiency in project implementation



SAMUEL MAKASI
CHAIRMAN NGCDF COMMITTEE

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

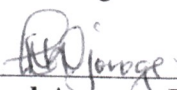
The Accounting Officer in charge of the NGCDF-YATTA Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (2017/2018) ended on June 30, 2018. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-YATTA Constituency accepts responsibility for the entity'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 *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2018, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-YATTA Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

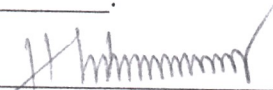
The Accounting Officer in charge of the NGCDF-YATTA Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the entity'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-YATTA Constituency Amended financial statements were approved and signed by the Accounting Officer on 18/02/19.



Fund Account Manager
Name: Lorna Njoroge
ICPAK Member Number:

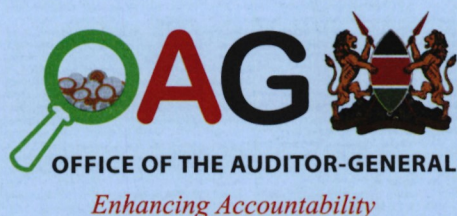


Sub-County Accountant
Name: Benjamin Makau

THE NATIONAL SUB-COUNTY
ACCOUNTANT - YATTA
P.O. BOX 4 - 90124, NAIROBI

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - YATTA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2018

REPORT ON THE FINANCIAL STATEMENTS

Qualified opinion

I have audited the accompanying financial statements of National Government Constituency Development Fund - Yatta Constituency set out on pages 6 to 36, which comprise the statement of net assets and liabilities as at 30 June, 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation - recurrent and development 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.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, the financial position of the National Government Constituencies Development Fund - Yatta Constituency as at 30 June, 2018, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Financial Management Act, 2012 and National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1.0 Inaccuracies in the Financial Statements

1.1 Unexplained Difference in Compensation of Employees

The statement of receipts and payments reflects compensation of employees' expenses totalling Kshs.2,015,583 as detailed in Note 4 to the financial statements, which further indicates that basic wages of contractual employees and of casual labour amounted to Kshs.1,218,536 and Kshs.395,000 respectively. However, analysis of the payment vouchers reflects Kshs.1,236,071 and Kshs.448,200 as wages of contractual employees and casual labour resulting to unexplained differences of Kshs.17,535 and Kshs.53,200 respectively.

Consequently, the accuracy and validity of the expenditure of Kshs.2,015,583 could not be confirmed.

1.2 Unreconciled Cash and Cash Equivalents

The statement of assets reflects cash and cash equivalent balance of Kshs.5,087,078 and detailed in Note 10A to the financial statements. However, the cash and bank reconciliation statement, and the board of survey report reflects bank balance amounting to Kshs.5,095,524 resulting to unexplained variance of Kshs.8,446. The discrepancies noted during bank reconciliation exercise, should have been reconciled immediately and appropriate action taken including updating the relevant cash books.

Consequently, the validity and accuracy cash and cash equivalent balance of Kshs.5,087,078 could not be confirmed.

1.3 Unsupported Acquisition of Assets

The statement of receipts and payments reflects acquisition of assets amount of Kshs.1,454,500 as at 30 June, 2018 which differed with the assets movement figure of Kshs.1,754,500 as shown under summary of fixed assets register in Annex 4 to the financial statements. The difference of Kshs.300,000 between the two sets of records has not been explained.

Consequently, the validity and accuracy of the expenditure of Kshs.1,454,500 could not be confirmed.

1.4 Incomplete and Incorrect Statement of Assets

The financial statements reflect incomplete and incorrect statement of assets as at 30 June, 2018 instead of statement of assets and liabilities as at 30 June, 2018. This is contrary to the prescribed format. Consequently, the accuracy and competences of the statement of assets as at 30 June, 2018 could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Yatta Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects that the approved budget for the year under review was Kshs.102,330,194 but the Fund received Kshs.43,405,172 resulting to an under funding of Kshs.58,925,022 or about 58% of total budgeted receipts. Further, out of the total expenditure budget of Kshs.102,330,194, the Fund incurred actual expenditure of Kshs.42,458,633 resulting to under expenditure of Kshs.59,871,561 or about 59% of total expenditure budget. The underfunding and underperformance affected the planned activities and may have impacted negatively on service delivery to the residents of Yatta Constituency.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Diversion of Funds

The statement of receipts and payments reflects transfer to other government units totaling Kshs.8,250,000 for implementing various projects in thirteen (13) schools. Out of Kshs.8,250,000 disbursed, Kshs.6,750,000 was allocated for construction of nine (9) classrooms in nine (9) schools at a rate of Kshs.750,000 per classroom. It was however noted that Project Management Committee (PMC) disbursed Kshs.750,000 to Makutano ABC primary school on 17 April, 2018 vide cheque No.3048 for construction of a classroom, but on enquiry it was revealed that the PMC diverted this amount and constructed a classroom for another school, namely Makutano secondary school which is not operational. This action is in contravention of Section 68(1) of public financial management Act of 2012, which requires an accounting officer to be accountable to the National Assembly for ensuring that the resources of the respective entity for which he or she is the accounting officer are used in a way that is lawful and authorized, and effective, efficient, economical and transparent.

2.0 Irregular Advance Payment to a Supplier

The statement of receipts and payments reflects transfers to other government units of Kshs.8,250,000 which includes Kshs.1,000,000 disbursed to Kwamwatu Secondary School for construction of a classroom and purchase of 50 lockers and chairs. According

to minutes of PMC meeting held on 29 May, 2018, the committee recommended tender award for the supply and delivery of 50 lockers and chairs to a Construction Company at a cost of Kshs.250,000. Although It is evident from the delivery note that the 50 lockers and chairs were delivered on 28 August, 2018, the firm was paid an advance of Kshs.150,000 or 60% of the tender sum on 16 August, 2018 vide Cheque No.000005 contrary to section 147(1) of the Public Procurement and Asset Disposal Act of 2015, which only allows advance payment not exceeding 20%, but under exceptional circumstances.

The Management is therefore in breach of the law.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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 maintaining effective 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 and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related

to sustainability of services and using the applicable basis of accounting unless Management is aware of the intention to terminate the Fund or to cease operations.

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.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the Management monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion 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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them, and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and overall governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in

which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also;

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the applicable basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



CPA Nancy Gathungu, CBS
AUDITOR-GENERAL

Nairobi

30 December, 2021

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**YATTA CONSTITUENCY****Amended Reports and Financial Statements****For the year ended June 30, 2018****IV. STATEMENT OF RECEIPTS AND PAYMENTS**

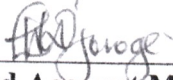
	Note	2017-2018	2016 - 2017
		kshs	Kshs
RECEIPTS			
Transfers from NGCDF board-AIEs' Received	1	43,405,172	144,255,593
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		43,405,172	144,255,593
PAYMENTS			
Compensation of employees	4	2,015,583	3,167,606
Use of goods and services	5	6,986,510	10,535,178
Transfers to Other Government Units	6	8,250,000	85,733,922
Other grants and transfers	7	23,752,040	43,388,085
Acquisition of Assets	8	1,454,500	6,269,990
Other Payments	9	0	1,482,500
TOTAL PAYMENTS		42,458,633	150,577,280
SURPLUS/DEFICIT		946,539	-6,321,688

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
YATTA CONSTITUENCY**


Amended Reports and Financial Statements

For the year ended June 30, 2018

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-YATTA Constituency financial statements were approved on 18/07/2019 and signed by:



**Fund Account Manager
Name: Lorna Njoroge**



**Sub-County Accountant
Name: Benjamin Makau
ICPAK Member Number:**

**ACCOUNTANT - YATTA
P.O. Box 2 - 90124, KITHIMAHI**

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

YATTA CONSTITUENCY

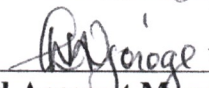
Amended Reports and Financial Statements

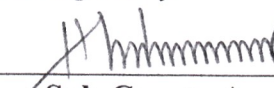
For the year ended June 30, 2018

V. STATEMENT OF ASSETS

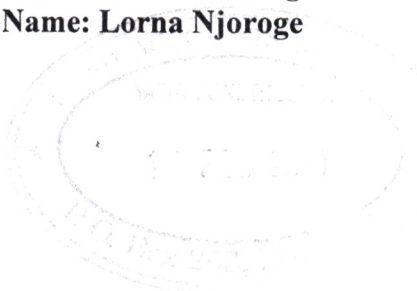
	Note	2017-2018	2016-2017
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	5,087,078	4,090,539
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		5,087,078	4,090,539
Current receivables - Outstanding Imprests	11	-	50,000
TOTAL FINANCIAL ASSETS		5,087,078	4,140,539
FINANCIAL LIABILITIES			
Accounts payable - Retention	12	-	-
NET FINANCIAL ASSETS		5,087,078	4,140,539
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	4,140,539	10,462,227
Surplus/Deficit for the year		946,539	-6,321,688
Prior year adjustments	14	-	-
NET FINANCIAL POSITION		5,087,078	4,140,539

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-YATTA Constituency Amended financial statements were approved on 18/02/2019 and signed by:


Fund Account Manager
Name: Lorna Njoroge


Sub-County Accountant
Name: Benjamin Makau
ICPAK Member Number:

ACCOUNTANT - YATTA
 P.O. Box 2 - 90124, KITHIMANI



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

YATTA CONSTITUENCY

Amended Reports and Financial Statements

For the year ended June 30, 2018

VI. STATEMENT OF CASHFLOW

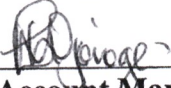
Receipts for operating income		2017-2018	2016 - 2017
Transfers from NGCDF Board	1	43,405,172	144,255,593
Other Receipts	3	-	-
		43,405,172	144,255,593
Payments for operating expenses			
Compensation of Employees	4	2,015,583	3,167,606
Use of goods and services	5	6,986,510	10,535,178
Transfers to Other Government Units	6	8,250,000	85,733,922
Other grants and transfers	7	23,752,040	43,388,085
Other Payments	9	0	1,482,500
		41,004,133	144,307,291
Adjusted for:			
Adjustments during the year	12	-	-
Net cash flow from operating activities		2,401,039	-51,698
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	1,454,500	6,269,990
Net cash flows from Investing Activities		1,454,500	6,269,990
NET INCREASE IN CASH AND CASH EQUIVALENT		946,539	-6,321,688
Cash and cash equivalent at BEGINNING of the year	11	4,140,539	10,462,227
Cash and cash equivalent at END of the year		5,087,078	4,140,539

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
YATTA CONSTITUENCY**

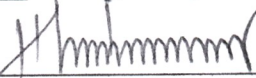
Amended Reports and Financial Statements

For the year ended June 30, 2018

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-YATTA Constituency Amended financial statements were approved on 18/02/2019 and signed by:



**Fund Account Manager
Name: Lorna Njoroge**



**Sub-County Accountant
Name: Benjamin Makau
ICPAK Member Number:**



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	86,810,345	15,519,849	102,330,194	43,405,172	58,925,022	42
Proceeds from Sale of Assets	-	-	-	0	-	
Other Receipts						
PAYMENTS						
Compensation of Employees	2,158,400	1,691,514	3,849,914	2,015,583	1,834,331	52
Use of goods and services	8,104,531	2,563,349	10,667,880	6,986,510	3,681,370	65
Transfers to Other Government Units	34,125,000	7,750,000	41,875,000	8,250,000	33,625,000	20
Other grants and transfers	36,243,966	3,155,172	39,399,138	23,452,040	15,947,098	60
Acquisition of Assets	1,501,421	359,814	1,861,235	1,754,500	106,735	94
Other Payments	4,677,027		4,677,027	0	4,677,027	-
TOTALS	86,810,345	15,519,849	102,330,194	42,458,633	59,871,561	41

**Reports and Financial Statements
For the year ended June 30, 2018**


(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 90% of utilization) and any overutilization (above 100%)]

- i. Receipts at 46%. Reason: The constituency did not receive the balance of the money from NGCDF Board and again part of the money not received was a supplementary budget planned in May 2018 of Kshs.11,379,310.34 hence an adjustment of the original budget making the total budget to be high than the original
- ii. Compensation of employees is at 52% :Reason: The vote head had a balance brought forward from the previous year, The balance of the money allocated for this vote head had not been received from NG-CDF Board, and the new committee employed most of the staff in the month of April, 2018
- iii. Use of goods and Services is at 65%:Reason: The vote head had a balance brought forward from the previous year and the balance of the Money allocated for this vote head had not been received from NG-CDF Board.
- iv. Transfers to other Government Entities is at 20%: Reason: The balance of the money allocated for this vote head had not been received from the Board.
- v. Other grants and transfers is at 60%: Reason: The balance of the money allocated for this vote head had not been received from the NG-CDF Board.
- vi. Other Payments is at 0%:Reason: Money allocated for this vote head had not been received from NG-CDF Board

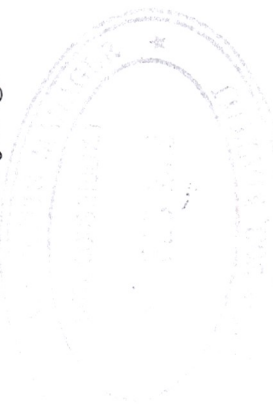
(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

The NGCDF-YATTA Constituency Amended financial statements were approved on 18/02/2019 and signed by:


Fund Account Manager
Name: Lorna Njoroge


Sub-County Accountant
Name: Benjamin Makau
ICPAK Member Number:

THE NATIONAL SUB-COUNTY
ACCOUNTANT - YATTA
P. O. Box 2 - 9012A, KITHIMANI



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 Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the NGCDF-YATTA Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012.

3. Reporting Currency

The financial statements are presented in Kenya Shillings (KShs), which is the functional and reporting currency of the Government and all values are rounded to the nearest Kenya Shilling.

4. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the Entity for all the years presented.

a) Recognition of Receipts

The Entity recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the Entity.

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

IX. SIGNIFICANT ACCOUNTING POLICIES

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30th June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

b) Recognition of payments

The Entity recognises all payments when the event occurs and the related cash has actually been paid out by the Entity.

Compensation of Employees

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

Use of Goods and Services

Goods and services are recognized as payments in the period when the goods/services are paid for. Such expenses, if not paid during the period where goods/services are consumed, shall be disclosed as pending bills.

Acquisition of Fixed Assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

X. SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

In-kind contributions are donations that are made to the Entity 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 Entity includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. 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.

7. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

8. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. 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 Entity 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.

10. Unutilized Funds

Unutilized funds consist of bank balances in the constituency account and previous year(s) balances not yet disbursed by the Board to the constituency at the beginning of the financial year. These balances are available for use in the year under review to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(1) of NGCDF Act, 2015.

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2017 for the period 1st July 2017 to 30th June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

12. Comparative Figures

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

13. 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 30th June 2018.

14. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2017-2018	2016-2017
		Kshs	Kshs
Normal Allocation	AIE NO. A825896		62,359,041
	AIE NO. A839539		4,094,828
	AIE NO. A885245		36,853,449
	AIE NO. A855727		39,310,344
	AIE NO. A839719		1,637,931
	AIE NO. A855245		
	AIE NO. A892548	5,500,000	
	AIE NO. A892806	37,905,172	
Conditional grants	AIE NO...		
	AIE NO...		
Receipt from Other Constituency			
TOTAL		43,405,172	144,255,593

2. PROCEEDS FROM SALE OF ASSETS

	2017-2018	2016-2017
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	xxx	xxx
Receipts from sale of office and general equipment	xxx	xxx
Receipts from the Sale Plant Machinery and Equipment	xxx	xxx
Total	xxx	xxx

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2017- 2018	2016-2017
	Kshs	Kshs
Interest Received	Xxx	xxx
Rents	Xxx	xxx
Receipts from Sale of tender documents	Xxx	xxx
Other Receipts Not Classified Elsewhere	Xxx	xxx
Total	Xxx	xxx

4. COMPENSATION OF EMPLOYEES

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Basic wages of contractual employees	1,218,536	1,790,010
Basic wages of casual labour	395,000	291,100
Personal allowances paid as part of salary		
House allowance		
Transport allowance		
Leave allowance		
Other personnel payments		
Employer contribution to NHIF	43,750	
Employer contribution to NSSF	27,200	
Gratuity-contractual employees	331,097	1,086,496
TOTAL	2,015,583	3,167,606

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY
Amended Reports and Financial Statements
For the year ended June 30, 2018**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Utilities, supplies and services	139,174	71,675
Electricity		
Office rent		
Communication, supplies and services		269,500
Domestic travel and subsistence		42,000
Printing, advertising and information supplies & services		524,070
Rentals of produced assets		
Training expenses	1,500,000	1,912,900
Hospitality supplies and services	308,500	161,410
Other committee expenses	1,458,657	3,457,830
Committee allowance	1,413,960	2,534,400
Insurance costs	187,527	184,527
Specialized materials and services		
Office and general supplies and services	75,930	46,583
Fuel ,oil & lubricants	400,000	350,000
Other operating expenses		596,871
Bank Service Commission and Charges	24,696	
Security Operations		
Routine maintenance – vehicles and other transport equipment	505,598	383,413
Routine maintenance – other assets		
Strategic Plan	972,468	
TOTAL	6,986,510	10,535,179

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017- 2018	2016 - 2017
	Kshs	Kshs
Transfers to Primary schools	4,500,000	7,509,784
Transfers to Secondary schools	3,750,000	26,174,138
Transfers to Tertiary institutions		52,050,000
Transfers to Health institutions		
TOTAL	8,250,000	85,733,922

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2017 - 2018	2016 - 2017
	Kshs	Kshs
Bursary -Secondary	11,361,840	10,071,400
Bursary -Tertiary	10,840,200	17,693,922
Bursary-Special schools		
Mocks & CAT		2,144,721
Water		
Food security		
Electricity		
Security		900,000
Roads and Bridges		
Sports		4,145,111
Environment		4,137,931
Provincial Administration		
Cultural Projects		
Agriculture		
Emergency Projects	1,550,000	4,295,000
TOTAL	23,752,040	43,388,085

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non-Financial Assets	2017 - 2018	2016 - 2017
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	-	5,786,769
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motorcycles	-	-
Overhaul of Vehicles	-	-
Purchase of office furniture and fittings	1,280,200	471,221
Purchase of computers ,printers and other IT equipments	98,400	
Purchase of photocopier	-	-
Purchase of other office equipments	75,900	12,000
Purchase of soft ware	-	-
Acquisition of Land	-	-
TOTAL	1,454,500	6,269,990

9. OTHER PAYMENTS

9 Other Payments	2017 - 2018	2016- 2017
	Kshs	Kshs
	0	1,482,500
TOTAL	0	1,482,500

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	Account Number	2017-2018	2016-2017
		Kshs (30/6/2018)	Kshs (30/6/2017)
<i>Equity Bank, Matuu Branch</i>	<i>A/c no 03390263964339</i>	5,087,078	4,090,539

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	xxx
Total				xxx

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

12RETENTION

	2017 - 2018	2016-2017
	Kshs	Kshs
Supplier 1	xx	xx
Supplier 2	xx	xx
Supplier 3	xx	xx
Total	XX	XX

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

13. BALANCES BROUGHT FORWARD

	2017-2018	2016-2017
	Kshs	Kshs
Bank accounts	4,090,539	10,079,227
Cash in hand	0	0
Imprest	50,000	383,000
Total	4,140,539	10,462,227

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY
Amended Reports and Financial Statements
For the year ended June 30, 2018**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. PRIOR YEAR ADJUSTMENTS

	2017- 2018	2016-2017
	Kshs	Kshs
Bank accounts	xx	xx
Cash in hand	xx	xx
Imprest	xx	xx
Total	xx	xx

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017- 2018	2016-2017
	Kshs	Kshs
Construction of buildings	xx	xx
Construction of civil works	xx	Xx
Supply of goods	xx	Xx
Supply of services	xx	Xx
	xx	Xx

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Staff Gratuity	xx	Xxx
Staff Salaries	xx	Xxx
	xx	Xxx
	xx	Xxx
	xx	Xxx

15.3: UNUTILIZED FUNDS (See Annex 3)

	Kshs	Kshs
	2017/2018	2016/2017
Compensation of employees	1,834,331	1,203,074
Use of goods and services	3,681,370	0
Amounts due to other Government entities (see attached list)	33,625,000	0
Amounts due to other grants and other transfers (see attached list)	15,947,098	2,937,465
Acquisition of assets	106,735	0
Others (<i>specify</i>)	4,677,027	0
	59,871,561	4,140,539

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
YATTA CONSTITUENCY**

Amended Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2017- 2018	2016-2017
	Kshs	Kshs
PMC account Balances (see attached list)	37,538,955	53,154,080
	37,538,955	53,154,080

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

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
	a	b	C	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
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, 2014 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
		a	b	C	d=a-c		
Staff Gratuity							
1.							
2.							
3.							
	Sub-Total						
Staff salaries							
4.							
5.							
6.							
	Sub-Total						
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, 2014 (Kshs'000)

ANNEX 3 – UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance 2017/18	Outstanding Balance 2016/17	Comments
Compensation of employees	These are basic wages of contractual employees, Basic wages of casual labour, employer contribution to NSSF and gratuity to contractual employees	1,834,331	1,203,074	
Use of goods & services	These are utilities, supplies and services, Hospitality supplies and services, other committee expenses, committee allowances, fuel, oil and other lubricants and, strategic plan	3,681,370	0	
Amounts due to other Government entities	These are transfers to primary, Secondary and Tertiary institutions	33,625,000	0	
Sub-Total		39,140,701	1,203,074	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

Name	Brief Transaction Description	Outstanding Balance 2017/18	Outstanding Balance 2016/17	Comments
Amounts due to other grants and other transfers	These are Bursaries, Security, Sports, Environment and Emergency projects	15,947,098	2,937,465	
Sub-Total		15,947,098	2,937,465	
Acquisition of assets	This amount is for purchase of other office equipment	106,735	0	
Others (specify)	This amount is for setting up of 4 ICT Hubs	4,677,027	0	
Sub-Total		4,783,762	0	
Grand Total		59,871,561	4,140,539	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2017 (Kshs'000)

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (KSHs)	Disposals during the year (kshs)	Historical Cost (Kshs) 2016/17
Land	1,500,000	0	0	1,500,000
Buildings and structures	19,871,250	300,000	0	20,171,250
Transport equipment	5,069,647	0	0	5,069,647
Office equipment, furniture and fittings	426,200	1,356,100	0	1,782,300
ICT Equipment, Software and Other ICT Assets	252,600	98,400	0	351,000
Other Machinery and Equipment	1,850	0	0	1,850
Heritage and cultural assets		0	0	0
Intangible assets		0	0	0
Total	27,121,547	1,754,500	0	28,876,047

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)**Reports and Financial Statements****For the year ended June 30, 2014 (Kshs'000)****ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2018**

PMC	Bank	Account number	Bank Balance 2017/18
NDALANI PRIMARY SCHOOL CDF ACCOUNT	KCB	1232526975	337,375.00
KIWANZANI PRIMARY SCHOOL NG-CDF ACCOUNT	KCB	1232635138	50.00
S.A. MBINGONI SECONDARY SCHOOL CDF ACCOUNT	KCB	1234187019	249,435.00
KAMBI YA NDEKE SEC. SCHOOL NG-CDF ACCOUNT	KCB	1230637486	111,935.00
KIKIYUNI SECONDARY SCHOOL NG-CDF ACCOUNT	KCB	1232650129	2,435.00
GOOD HOPE HIGH SCHOOL KILATU	KCB	1228569266	249,435.00
KWAKOKO SECONDARY SCHOOL NG-CDF ACCOUNT	KCB	1229958703	249,885
KAONYWENI PRIMARY SCHOOL NG-CDF ACCOUNT	EQUITY	0390277257582	490,890
KWA KISAI PRIMARY SCHOOL NG-CDF ACCOUNT	EQUITY	0390277018198	163,085
KASOONI PRIMARY SCHOOL CDF ACCOUNT	EQUITY	0390170824689	237,560
MORRAMUNI PRIMARY SCHOOL CDF ACCOUNT	EQUITY	0390271487116	560
KALANDINI PRIMARY SCHOOL CDF ACCOUNT	EQUITY	0390299167239	326,615
MAKUTANO PRIMARY SCHOOL CDF ACCOUNT	EQUITY	0390276889200	134,670
KWAMWATU SECONDARY SCHOOL CDF ACCOUNT	EQUITY	0390261652472	986,670
KWAKULU SECONDARY SCHOOL NG-CDF ACCOUNT	EQUITY	0390277110890	349,945
KIKENEANI PRIMARY SCHOOL NG-CDF ACCOUNT	EQUITY	0720277301344	250,000
KAMBI YA NDEKE PRIMARY SCHOOL CDF ACCOUNT	EQUITY	0390277343834	250,000

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

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KATHAMANI PRIMARY SCHOOL	EQUITY	0390277323985	250,000
KATANGI T.T.I	EQUITY	0390271258388	31,250,000
KMTC YATTA	EQUITY	0390272948184	1,648,410
TOTAL			37,538,955

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

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For the year ended June 30, 2017 (Kshs'000)

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)	Time frame (Put a date when you expect the issue to be resolved)
NGCD F/NH/ YATT/ 2016/2 017/(9)	<p>Acquisition of Assets The statement of receipts and payments for the year ended 30 June 2017 reflects an expenditure of kshs. 6,269,990 relating to acquisition of assets which differ with the assets movement figure of KShs. 7,653,068 reflected under summary of fixed assets register at annex 4 to the financial statements. The difference of Kshs. 1,383,078 between the two sets of records has not been explained. Consequently, the completeness and accuracy of the expenditure of Kshs. 6,269,900 cannot be confirmed.</p>	The FAM will go through the assets records to get the exact costs for the assets	FAM-Stella Tayo	Not Resolved	31 st December, 2018
NGCD F/NH/ YATT/ 2016/2 017/(9)	The statement of assets as at 30 June 2017 reflects incorrectly net liabilities instead of net financial position of Kshs. 4,140,539, being the difference between the brought forward balance of kshs. 10,462,227 and the deficit for the year of kshs. 6,321,688.	This is noted and has been corrected in the current Financial statement	FAM-Stella Tayo	Resolved	

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2017 (Kshs'000)

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)	Time frame (Put date when you expect the issue to be resolved)
NGCD F/NH/ YATT/ 2016/2 017/(9)	<p>Other matters</p> <p>The fund incurred actual expenditure totaling kshs. 150,577,280 against an approved budget of kshs. 154,717,820 of approximately 97% of the budget resulting in under expenditure of kshs. 4,140,539 or 3%</p>	The NG-CDFC has already set a target to disburse project money within 30 days of receipt.	FAM-Stella Tayo	Resolved	
NGCD F/NH/ YATT/ 2016/2 017/(9)	<p>Project implementation</p> <p>A review of project files and other records revealed that the fund transferred an amount of kshs. 31,250,000 to bank account no. 0390271258388 held at equity bank for proposed construction of Katangi technical training institute. The money was still held at the bank at the time of conclusion of the audit. Management explained that the project could not start since the relevant ministry had not given necessary approvals including the appropriate plans and designs. Further, one of the prerequisites before the project</p>	The Ministry of Education has already taken up the issue and has already confirmed that Yatta constituency will be among the constituencies that will benefit from the third phase of TTIs constructions in Contituencies.However, more follow up will be done to ensure it is done	FAM-Stella Tayo	Not Resolved	30 th June 019

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)

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For the year ended June 30, 2017 (Kshs'000)

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)	Time frame (Put a date when you expect the issue to be resolved)
	could be implemented was identification of a mentor institution but this had also not been done. The management has not provided any explanations regarding measures taken to ensure that the project is implanted without further delay.				