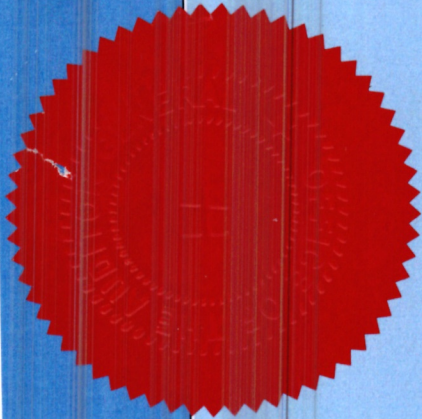


REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL



REPORT

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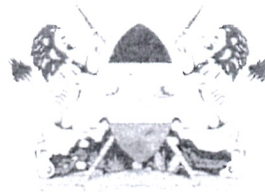
THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
BOMET EAST

FOR THE YEAR ENDED
30 JUNE 2017





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29 JUN 2018
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NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND
BOMET EAST CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2017

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

BOMET EAST CONSTITUENCY
CDF
P.O. Box 153-20412, LONGO
Date 21/06/2018

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – BOMET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

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BOMET EAST CONSTITUENC
CDF
P.O. Box 133-22432, LONDON
Date: 21/06/2018

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

Background information

The *Constituencies Development Fund (CDF)* was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013. The *Constituencies Development Fund* is represented by the Cabinet Secretary for Devolution and Planning, who is responsible for the general policy and strategic direction of the *Constituencies Development Fund*. The objective of the fund to ensure that specific portion of the national annual budget is devoted to the constituencies for purposes of infrastructural development, wealth creation and in the fight against poverty at the constituency level.

(b) Key Management

The Bomet East Constituency's day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2017 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Lemarimpe Parsumpat
3.	Accountant	Kiprono Soi

(d) Fiduciary Oversight Arrangements

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

(e) Bomet East NG-CDF Headquarters

P.O Box 130 20402

Longisa-Kenya

(f) Bomet East NG-CDF Contacts

cdf.bometeast@cdf.go.ke

Website :www.ng-cdf.go.ke

(g) Bomet East NG-CDF Banker

Equity Bank

Bomet

(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

BOMET EAST CONSTITUENCY
CDF
P.O. Box 130-20402, LONGISA
Date: 21/06/2018

BOMET EAST CONSTITUENCY
CDF
P.O. BOX 1000 BOMET
DATE: 21/06/2018

II. FORWARDED BY THE CHAIRMAN BOMET EAST NG-CONSTITUENCY
DEVELOPMENT FUND COMMITTEE (CDFC)

The Bomet East NG Constituency Development Fund in the financial year 2016/17 was allocated kshs 81,896,551.72. During the financial year kshs: 80,294,551.72 was disbursed to the constituency by end of June 2017. Inclusive of this disbursement was kshs. Nil for financial year 2015/2016, these funds were used to finance projects that were earlier approved by the board. A balance of kshs. 1,602,000.02 are funds due to the constituency from the NG- CDF Board to fund the various projects as per our budget. Our budget therefore has been funded 60%. In the year ended transfers to other government entities took kshs 65,038,586.9 accounting for 70% of the disbursement.

For the year ended some of the projects on budget had not received funds due to the delay of release of funds by the NG-CDF Board. The Board should try to release funds in two instalments of 50% each before end of the financial year to enable the CDF implement its projects as budgeted within the financial year. During the financial year our main challenge was delay in disbursement of funds despite early requisition of funds.

We look forward to better performance in the next financial year 2017/18.



CHAIRMAN CDFC

BOMET EAST CONSTITUENCY
CDFC
21/06/2018

III. STATEMENT OF BOMET EAST NG 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 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 Fund Account Manager in charge of BOMET EAST NG-CDF is responsible for the preparation and presentation of the constituency's financial statements, which give a true and fair view of the state of affairs of the constituency as at the end of the financial year 2015/2016 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 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.

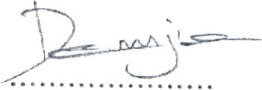
The Fund Account Manager in charge of BOMET EAST NG-CDF accepts responsibility for constituency's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Fund Account Manager is of the opinion that the constituency's financial statements give a true and fair view of the state of transactions during the financial year ended June 30, 2016, and of the constituency's financial position as at that date. The Fund Account Manager in charge of BOMET EAST NG-CDF further confirms the completeness of the accounting records maintained for the constituency which have been relied upon in the preparation of the financial statements as well as the adequacy of the systems of internal financial control.

The Fund Account Manager in-charge of BOMET EAST NG-CDF 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 Fund Account Manager in charge of BOMET EAST NG-CDF confirms that the financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

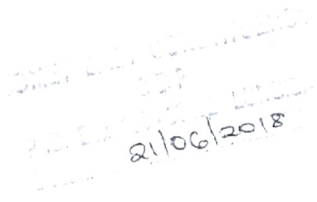
Approval of the financial statements

The BOMET EAST NG-CDF financial statements were approved and signed on

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – BOMET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017


.....
Chairman NG-CDFC


Lemarimpe Parsumpat
Fund Account Manager


21/06/2018

REPUBLIC OF KENYA

Telephone: +254-20-342330
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 - BOMET EAST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Bomet East Constituency set out on pages 7 to 22 which comprise the statement of financial assets as at 30 June 2017, and the statement of receipts and payments, statement of cashflow and statement of appropriation: recurrent and development combined and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229(6) 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 effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund -Bomet East CDF as at June 30, 2017, 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 National Government Constituencies Development Fund Act, 2015.

Further, as required by Article 229(6) of the Constitution, based on the audit procedures performed, I confirm that, except for the matters described in the Other Matter section of my report, nothing has come to my attention to cause me to believe that public money has not been applied lawfully and in an effective way.

Basis for Qualified Opinion

1.0 Statement of Receipts and Payments

1.1 Understatement of Expenditure for Transfer to Secondary Schools

The financial statements reflected expenditure on transfers to secondary school for the financial year 2016/2017 of Kshs.24,400,000. However, the payment vouchers provided for audit and scrutiny of the cashbook revealed total amount of Kshs.25,700,000, leading to understatement of the expenditure by Kshs.1,300,000. In the circumstance therefore, the receipts and payments did not reflect the correct position.

Report of the Auditor-General on National Government Constituencies Development Fund - Bomet East Constituency for the Year Ended 30 June 2017

1.2 Understatement of Security and Emergency Projects

The financial statements reported a nil figure for both security and emergency projects. However, examination of payment vouchers revealed payments for security and emergency projects amounting to Kshs.4,825,862 and Kshs.4,400,000 respectively. The financial statement figure was therefore understated by Kshs.9,225,862. As a result, receipts and payments did not reflect the correct position.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund -Bomet East Constituency Development Fund in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the 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 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. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1.0 Stale Cheques

Examination of the bank reconciliation statement as at 30 June 2017 disclosed unpresented cheques of Kshs.6,510,944.30. Out of this amount, cheques totaling Kshs.1,329,216.50 were stale. It was not clear why the stale cheques had not been reversed to the cash book as at 30 June 2017. In the circumstances, the accuracy of the cash book balance could not be confirmed.

2.0 Outstanding Temporary Imprests Kshs795,640

The financial statements under note 11 showed outstanding imprests amounting to Kshs.795,640 issued to Sabila Moses Kimtai on various dates within the financial year. It was not clear why one person continued to be issued with imprest before surrender of other outstanding imprests. As a result, public money may be lost in the event it is not recovered

3.0 Purchase of Land

Kembu Technical Training Institute was allocated Kshs.6,000,000 in the financial year 2015/2016 for purchase of land. The money was received by the Project Management Committee on 24 June 2016 and utilized during the financial year 2016/2017. Scrutiny of the file for the project found out that the PMC negotiated with six land owners who were paid various amounts all totaling Kshs.4,560,000 for a total of 8.06 acres of land . However, no valuation report from a professional land valuer as required by the National Government Constituencies Development Fund Board was availed for audit. It was

therefore not possible to confirm whether the community got value for money from this expenditure.

Responsibilities of Management and Those Charged with Governance 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.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue sustaining services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the National Government either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor-General's Responsibilities for the Audit of the Financial Statements

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 of Kenya. 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 when it exists. Misstatements can arise from fraud or error and are considered material if, individual or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

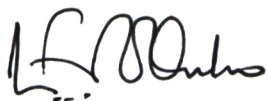
As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatements 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, misinterpretations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of the Fund's 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 going concern 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 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 sustain 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.



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

Nairobi

7 January 2019

IV. STATEMENT OF RECEIPTS AND PAYMENTS

INCOME AND EXPENDITURE
 STATEMENT

	Note	2016 - 2017	2015 - 2016
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	80,294,551.70	119,541,117.00
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	
TOTAL RECEIPTS		80,294,551.70	119,541,117.00
PAYMENTS			
Compensation of employees	4	2,249,520.00	2,734,135.00
Use of goods and services	5	5,131,063.86	13,119,477.00
Transfers to Other Government Units	6	43,117,175.84	77,457,118.00
Other grants and transfers	7	25,701,965.00	45,585,194.00
Acquisition of Assets	8	-	2,600,000.00
Other Payments	9	-	2,710,000.00
TOTAL PAYMENTS		76,199,724.70	144,205,924.00
SURPLUS/DEFICIT		4,395,812.30	(24,664,807.00)

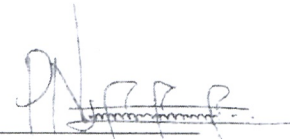
BOMET EAST CONSTITUENCY
 CDF
 21/06/2018

NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – BOMET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The *Bomet East* CDF financial statements were approved on 30/7/2017 and signed by:



.....
Chairman NG-CDFC



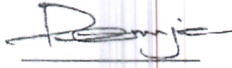
LEMARIMPE PARSUMPAT
FUND ACCOUNT MANAGER

21/06/2018

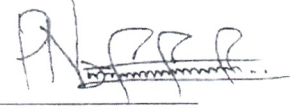
V. STATEMENT OF ASSETS

STATEMENT OF ASSETS			
	Note	2016/2017	2015 - 2016
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	4,674,488.30	231,555.00
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	795,640.00	301,640.00
TOTAL FINANCIAL ASSETS		5,470,128.30	533,195.00
REPRESENTED BY			
Retention	12	-	-
Fund balance b/fwd 1st July...	13	533,199.00	13,016,320.00
Surplus/Deficit for the year		4,395,812.30	(24,664,807.00)
Prior year adjustments	14	541,117.00	12,181,682.00
NET LIABILITIES		5,470,128.30	533,195.00

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The **Bomet East NG-CDF financial** statements were approved on _____ 2017 and signed by:



 Chairman CDFC


 LEMARIMPE PARSUMPAT
 FUND ACCOUNT MANAGER

BOMET EAST CONSTITUENCY
 CDF

20/06/2018

VI. STATEMENT OF CASHFLOW

Receipts for operating income		2016-2017	2015 - 2016
Transfers from CDF Board	1	80,294,551.70	119,541,117.00
Other Receipts	3	0	
Payments for operating expenses			
Compensation of Employees	4	2,249,520.00	2,734,135.00
Use of goods and services	5	5,131,063.86	13,119,477.00
Transfers to Other Government Units	6	43,117,175.84	77,457,118.00
Other grants and transfers	7	25,701,965.00	45,585,194.00
Other Payments	9	0	2,710,000.00
Adjusted for:			
Adjustments during the year	14	541,117.00	12,181,682.00
Net cash flow from operating activities		4,094,827.00	(19,354,807.00)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	9	0	2,600,000.00
Net cash flows from Investing Activities		0	(2,600,000.00)
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	13	533,199.00	13,016,320.00
Cash and cash equivalent at END of the year		4,674,488.30	231,555.00

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The **Bomet East NG-CDF** financial statements were approved on 30/7/2017.

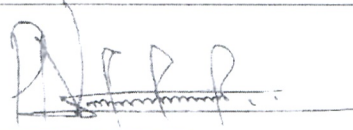
NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - BOMET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

And signed by:



.....

Chairman CDFO



LEMARIMPE PARSUMPAT

Fund Account Manager

21/06/2018

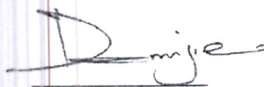
NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – BOMET EAST CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2017

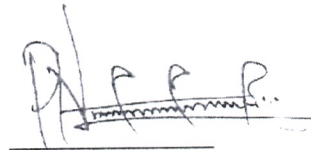
I. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

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	81,896,551.72	-	81,896,551.72	80,294,551.70	1,602,000.02	2.0
Proceeds from Sale of Assets	-	-	-	-	-	
Other Receipts	-	-	-	-	-	
PAYMENTS						
Compensation of Employees	2,853,204.00	-	2,853,204.00	2,249,520.00	603,684.00	26.8
Use of goods and services	4,517,485.00	-	4,517,485.00	5,131,063.86	(613,578.86)	-12.0
Transfers to Other Government Units	43,117,175.84	-	43,117,175.84	-	43,117,175.84	
Other grants and transfers	25,701,965.00	541,117.00	26,243,082.00	-	26,243,082.00	
Acquisition of Assets	-	-	-	-	-	
Other Payments	-	-	-	-	-	
TOTALS						

(a) During the year the only receipts were from the Cdf Board vide AIEs. We did not have any AIA Item.

The Bomet East NG-CDF financial statements were approved on _____ 2017 and signed by:





NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – BOMET EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

.....
Chairman NG-CDFC

LEMARIMPE PARSUMPAT
Fund Account Manager

21/06/2018

II. 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 *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 *CDF*.

2. Recognition of revenue and expenses

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

3. In-kind contributions

In-kind contributions are donations that are made to the *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 *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 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. Page 16 of 41

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the *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 *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 *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.

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Reports and Financial Statements
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III. NOTES TO THE FINANCIAL STATEMENTS

1.1.1.1.1.1.1 TRANSFERS FROM OTHER GOVERNMENT ENTITIES

	DESCRIPTION	2016-2017 Kshs	2015-2016 Kshs
CDF BOARD			
	AIE NO 829510	4,094,827,.60	10,000,000.00
	AIE NO 855006	36,853,449.00	15,000,000.00
	AIE NO 855581	39,346,275.10	10,000,000.00
			29,000,000.00
			10,000,000.00
			45,541,117.00
	Other Constituency e.g. parent constituency		
	TOTAL	80,294,551.70	119,541,117.00

1.1.1.1.1.1.2 PROCEEDS FROM SALE OF ASSETS

Description	2016-2017 Kshs	2015 – 2016 Kshs
Receipts from the Sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
Receipts from the Sale of office and general equipment	0	0

1.1.1.1.1.1.3 OTHER RECEIPTS

Description	2016-2017 Kshs	2015-2016 Kshs
Interest Received	-	
Rents	-	
Sale of tender documents	-	
Other Receipts Not Classified Elsewhere	-	
TOTAL	-	

1.1.1.1.1.1.4 COMPENSATION OF EMPLOYEES

Description	2016-2017 Kshs	2015-2016 Kshs
Basic wages of contractual employees	2,249,520.00	2,488,319.00
Basic wages of casual labour		
Personal allowances paid as part of salary		
House allowance		
Transport allowance		
Leave allowance		
Other personnel payments		
Gratuity		231,703.00
TOTAL	2,249,520.00	2,720,022.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.5 USE OF GOODS AND SERVICES

Description	2016-2017 Kshs	2015-2016 Kshs
Committee expenses	1,488,000.00	3,913,872.00
Utilities, supplies and services	1,152,589.00	8,139,119.50
Communication, supplies and services	70,000.00	
Domestic travel and subsistence	200,000.00	
Printing, advertising and information supplies & services	50,578.86	196,736.00
Rentals of produced assets		125,000.00
Training expenses	876,896.00	-
Hospitality supplies and services		83,850.00
Insurance costs		-
Specialized materials and services		-
Office and general supplies and services	100,000.00	
Fuel ,oil & lubricants		
Other operating expenses	50,000.00	
Routine maintenance – vehicles and other transport equipment	143,000.00	
Routine maintenance – other assets		-
Other committee expenses	1,000,000.00	744,750.00
Total	5,131,063.86	13,119,477.50

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.6 TRANSFER TO OTHER GOVERNMENT ENTITIES

TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2016 -2017	2015 - 2016
	Kshs	Kshs
Transfers to National Government entities	4,775,862.00	-
Transfers to primary schools (see attached list)	9,991,380.54	36,700,000.00
Transfers to secondary schools (see attached list)	24,400,000.00	30,900,000.00
Transfers to tertiary institutions (see attached list)	-	9,000,000.00
Transfers to health institutions (see attached list)	-	857,118.00
TOTAL	39,167,242.54	77,457,118.00

1.1.1.1.1.1.7 OTHER GRANTS AND OTHER PAYMENTS

	2016 - 2017	2015- 2016
	Kshs	Kshs
Bursary – secondary schools (see attached list)	7,000,000.00	6,000,000.00
Bursary – tertiary institutions (see attached list)	18,701,965.00	27,447,478.00
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Water projects (see attached list)	-	400,000.00
Agriculture projects (see attached list)	-	1,687,050.00
Electricity projects (see attached list)	-	-
Security projects (see attached list)	-	500,000.00
Roads projects (see attached list)	-	4,793,500.00

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Sports projects (see attached list)	-	1,057,500.00
Environment projects (see attached list)	-	-
Emergency projects (see attached list)	-	3,699,666.00
Total	25,701,965.00	45,585,194.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.8 ACQUISITION OF ASSETS

<u>Non-Financial Assets</u>	2016-2017 Kshs	2015-2016 Kshs
Purchase of Buildings		
Construction of Buildings		-
Refurbishment of Buildings		
Purchase of Vehicles		
Purchase of Bicycles & Motorcycles		
Overhaul of Vehicles		
Purchase of Office furniture and fittings	-	-
Purchase of computers ,printers and other IT equipment		-
Purchase of photocopier		
Purchase of other office equipment	-	
Purchase of soft ware		
Acquisition of Land		
Total	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

1.1.1.1.1.1.9 OTHER PAYMENTS

	2016-2017	2015-2016
	Kshs	Kshs
Specify		
Environment	-	1,710,000.00
Capacity building	570,000.00	1,000,000.00
TOTAL	570,000.00	2,710,000.00

12A: BANK ACCOUNTS (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2016-2017	2015-2016
	Kshs	Kshs
	30/06/2017	30/06/2016
EQUITY BANK BOMET BRANCH A/C NO: 1220261114718	3,926,792.30	231,555.00
Total	3,926,792.30	231,555.00

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10B: CASH IN HAND

	2016-2017 Kshs	2015-2016 Kshs
Location 1		-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
Total	-	-
	<i>[Provide cash count certificates for each]</i>	

11: OUTSTANDING IMPRESTS

<i>Name of Officer</i>	<i>Date imprest taken</i>	<i>Amount Taken Kshs</i>	<i>Amount Surrendered Kshs</i>	<i>Balance (30/6/2017) Kshs</i>
SABILA MOSES KIMTAI	13.6.2016	140,000.00	-	139,640.00
SABILA MOSES KIMTAI	2.6.2016	40,000.00	0	40,000.00
SABILA MOSES KIMTAI	10.6.2016	55,000.00	0	55,000.00
SABILA MOSES KIMTAI	30.6.2016	45,000.00	0	45,000.00
SABILA MOSES KIMTAI	30.6.2016	51,000.00	0	51,000.00
SABILA MOSES KIMTAI	28.06.2016	130,000.00	0	130,000.00
SABILA MOSES KIMTAI	15.9.2016	85,000.00	0	85,000.00
SABILA MOSES KIMTAI	7.10.2016	250,000.00	0	250,000.00
Total				795,640.00

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

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

12: RETENTION

	2016-2017 Kshs	2015-2016 Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total	-	-

Provide short appropriate explanations as necessary

13. BALANCES BROUGHT FORWARD

	2016-2017 Kshs	2015-2016 Kshs
Bank accounts		
Cash in hand		
Imprest		
Total		
<i>[Provide short appropriate explanations as necessary]</i>		

14. PRIOR YEAR ADJUSTMENTS

	2016-2017 Kshs	2015-2016 Kshs
Bank accounts		
Cash in hand		
Imprest		
Total		

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15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2016-2017 Kshs	2015-2016 Kshs
Construction of buildings		-
Construction of civil works		-
Supply of goods		-
Supply of services		-
TOTAL		-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	2016-2017 Kshs	2015-2016 Kshs
	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>specify</i>)	-	-

15.3: OTHER PENDING PAYABLES (See Annex 3)

	2016-2017 Kshs	2015-2016 Kshs
Amounts due to other Government entities (see attached list)	1,000,000.00	-
Amounts due to other grants and other transfers (see attached list)	3,094,827.59	-

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Others (<i>specify</i>)	-	-
TOTAL	4,094,827.59	

15.4: PMC Account Balances (See annex 5)

	2016-2017 Kshs	2015-2016 Kshs
PMC Account Balances list		-
TOTAL		-

15.4 PENDING RECEIVABLES FROM THE CDF BOARD (See statement of appropriation)
ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2015	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						

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11.						
12.						
Sub-Total						
Grand Total						

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ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

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

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

Reports and Financial Statements

For the year ended June 30, 2014 (Kshs'000)

Grand Total							
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NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – BOMET EAST CONSTITUENCY
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 For the year ended June 30, 2017

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To- Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
		a	b	c	d=a-c		
Amounts due to other Government entities							
1.							
2.							
3.							
Sub-Total							
Amounts due to other grants and other transfers							
4.							
5.							
6.							
Sub-Total							
Others (specify)							
7.							
8.							
9.							
Sub-Total							

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

ASSET CLASS	Historical Cost (Kshs) 2016/17	Historical Cost (Kshs) 2015/16
Land	1,600,000.00	1,600,000.00
Building and structures	9,000,000.00	9,000,000.00
Transport equipment	6,173,710.00	6,173,710.00
Office equipment, furniture and fittings	400,000.00	400,000.00
ICT Equipment , Software and other ICT Assets		
Other machinery and equipment		
Heritage and cultural assets		
Intangible assets		
TOTAL	17,173,710.00	17,173,710.00

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NG-CDF
June 30, 2017

ANNEX 5 – PMC BANK BALANCES AS 30TH JUNE 2017

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

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

Reference no. on the external audit report	Issue/Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status:(Resolved /Not Resolved)	Timeframe (Put a date when you expect the issue to be resolved)

Handwritten note:
 2/06/2018