

REPUBLIC OF KENYA



*Paper laid by  
leader of Majority Party  
Tuesday 20/9/2016*

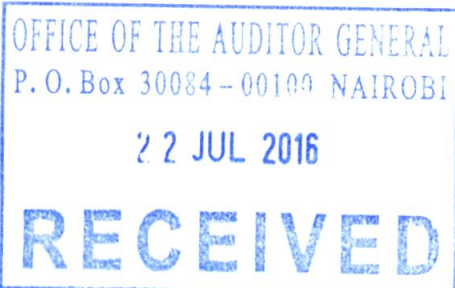


OFFICE OF THE AUDITOR-GENERAL



**REPORT**  
**OF**  
**THE AUDITOR-GENERAL**  
**ON**  
**THE FINANCIAL STATEMENTS OF**  
**CONSTITUENCIES DEVELOPMENT FUND**  
**KANGUNDO CONSTITUENCY**  
**FOR THE YEAR ENDED**  
**30 JUNE 2015**





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**CONSTITUENCY DEVELOPMENT FUND- KANGUNDO CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2015**

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

**CONSTITUENCY DEVELOPMENT FUND – KANGUNDO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

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**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT****(a) Background information**

The *Constituencies Development Fund (CDF)* was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013.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*.

**(b) Key Management**

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

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

**(c) Fiduciary Management**

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

No.	Designation	Name
1.	Accounting Officer	<b>Yusuf Mbuno</b>
2.	A.I.E holder	<b>Samuel Mutisya B.</b>
3.	Accountant	<b>Raphael Kisavi</b>

**(d) Fiduciary Oversight Arrangements**

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

**(e) KANGUNDO CDF Headquarters**

P.O. Box 1035  
Kangundo,  
KENYA

**CONSTITUENCY DEVELOPMENT FUND- KANGUNDO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

**(f) KANGUNDO CDF Contacts**

Telephone: (254) – N/A  
E-mail: kangundocdf@cdf.go.ke  
Website: www.cdf.go.ke

**(g) KANGUNDO CDF Bankers**

1. Central Bank of Kenya  
Haile Selassie Avenue  
P.O. Box 60000  
City Square 00200  
Nairobi, Kenya
2. EQUITY Bank  
P.o Box  
TALA

**(h) Independent Auditors**

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

**(i) Principal Legal Adviser**

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

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

Kangundo Constituency is one of the eight constituencies of Machakos county. The constituency has a population of 94,367 as per the 2009 national census and covers an approximate area of 177.3KM<sup>2</sup> . According to KNBS(2013), the projected population by 2015 is 106,398. After the 2013 general elections the larger Kangundo was split into two constituencies; Kangundo and Matungulu.

Kangundo constituency received from the CDF Board Ksh72,102,621 and Ksh103,283,793 in financial years 2013/14 and 2014/15 respectively marking an increase in funding of 43.25%. Over the two years Kangundo CDF has concentrated majorly on education, Health, water and security projects. There has been a marked improvement in infrastructure in the sectors with more classrooms, health facilities, provincial administration units established and rehabilitated. On water, a lot of investment has gone towards surveying and geological studies to map out zones where boreholes and dams are viable. Equally, more monies have been allocated for drilling and equipping of boreholes that turn positive.

The implementation of these projects has not been without challenges, the major being inadequate funds against very many competing community needs. Considering the principle of equity and fairness in distribution of resources, it has been a challenge to satisfy all the needs fairly considering the available limited budgets. However, with consultations with relevant stakeholders, we have been able to prioritize the needs and allocate funds fairly across the constituency. Another challenge within Kangundo is land for new or expansion of projects. The population being relatively dense has pushed the demand for land high thus also pushing the prices up.

In conclusion, Kangundo CDF with support of relevant stakeholders and guidance from the government ministries and departments has been able to register a lot of success in projects implementation especially on workmanship and meeting community needs and will further continue cooperating with all the stakeholders for the maximum benefit of citizens.



**CHAIRMAN CDFC**  
**KANGUNDO CDF**

**CONSTITUENCY DEVELOPMENT FUND- KANGUNDO CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2015**

**III. STATEMENT OF CDF MANAGEMENT RESPONSIBILITIES**

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government CDF shall prepare financial statements in respect of that CDF. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the Kangundo CDF is responsible for the preparation and presentation of the CDF's financial statements, which give a true and fair view of the state of affairs of the CDF for and as at the end of the financial year (period) ended on June 30, 2015. 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 CDF; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the CDF; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the Kangundo CDF accepts responsibility for the CDF's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the CDF's financial statements give a true and fair view of the state of CDF's transactions during the financial year ended June 30, 2015, and of the CDF's financial position as at that date. The Accounting Officer in charge of the Kangundo CDF further confirms the completeness of the accounting records maintained for the CDF, which have been relied upon in the preparation of the CDF's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the Kangundo CDF confirms that the CDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the CDF's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the CDF's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The CDF's financial statements were approved and signed by the Accounting Officer on 30<sup>th</sup> August, 2015.

  
\_\_\_\_\_  
CHAIRMAN - CDFC

  
\_\_\_\_\_  
FUND ACCOUNT MANAGER

**KANGUNDO**  
CONSTITUENCY DEVELOPMENT FUND  
FUND ACCOUNT MANAGER

# REPUBLIC OF KENYA

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NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON CONSTITUENCIES DEVELOPMENT FUND – KANGUNDO CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2015

#### REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund - Kangundo Constituency set out on pages 5 to 19, which comprise the statement of financial assets as at 30 June 2015, and the statement of receipts and payments, statement of cash flows, and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 8 of the Public Audit Act, 2003. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

#### **Management's Responsibility for the Financial Statements**

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

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 7 of the Public Audit Act, 2003.

#### **Auditor-General's Responsibility**

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 9 of the Public Audit Act, 2003 and submit the audit report in compliance with Article 229(7) of the Constitution. The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluation of the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

### **Basis for Qualified Opinion**

#### **1. Receipts**

The statement of receipts and payments reflect total receipts of Kshs.136,701,366 for the year ended 30 June 2015, which includes other receipts amounting to Kshs.156,000 which were not supported by any documentary evidence.

Consequently, the accuracy and completeness of the receipts figure of Kshs.136,701,366 for the year ended 30 June 2015 could not be confirmed.

#### **2. Cash and Cash Equivalents**

The statement of financial assets reflect an amount of Kshs.49,313,275 under cash and cash equivalents as at 30 June 2015 . Review of bank reconciliation statements indicate that there were unrepresented cheques amounting to Kshs.1,407,653 out of which 55,974 represented stale cheques.

Consequently, the cash and cash equivalents balance of Kshs.49,313,275 was understated with the value of stale cheques amounting to Kshs.55,974. The surplus of Kshs.39,862,819 was equally understated.

#### **3. Inaccuracies in the Financial Statements**

The following inaccuracies were noted in the financial statements for the year ended 30 June 2015:-

- (i) The committee expenses of Kshs.5,276,714 for the year ended 30 June 2015 was supported by schedules totalling Kshs.4,741,456 resulting to unexplained difference of Kshs.535,258.
- (ii) The bank reconciliation statement as at 30 June 2016 reflected a reconciled bank balance of Kshs.50,391,030, while the bank statement reflected an amount of Kshs.50,395,529. The bank balance was therefore understated by Kshs.4,499 in the reconciliation statement.

- (iii) The outstanding imprests brought forward from the previous period was shown as a prior year adjustment in note 14 instead of outstanding imprests under note 12C.
- (v) The figures in the financial statements have not been rounded off to the nearest shilling.
- (vi) The foreword by the CDFC chairman erroneously indicated that the Constituency received Kshs.72,102,621 and Kshs.103,283,793 from the Board in 2013/2014 and 2014/2015 respectively, while the actual receipts were Kshs.79,198,078 and Kshs.136,545,366 respectively.
- (vii) The summary statement of appropriation indicates that actual receipts amounted to Kshs.146,545,366 whereas the statement of receipts and payments reflect Kshs.136,545,366 resulting to unexplained difference of Kshs.10,000,000.

Consequently, the accuracy and completeness of the financial statements as at 30 June 2015 could not be confirmed.

### **Qualified Opinion**

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Constituencies Development Fund – Kangundo Constituency as at 30 June 2015, 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 Constituencies Development Fund Act, 2013.

### **Other Matter**

#### **1. Budget and Budgetary Controls**

##### **1.1 Transfers to Other Government Entities**

The statement of receipts and payments reflect total expenditure of Kshs.58,713,017 under transfers to Other Government Entities while the approved budget for the year amounted to Kshs.81,544,798 resulting to under expenditure of Kshs.22,831,781. In addition, while the summary statement of appropriation reflects an amount of Kshs.81,544,798, the approved project proposal for the Constituency reflected an amount of Kshs.76,674,108 resulting to unsupported budget of Kshs.4,870,690. No explanation was provided for the difference between the summary statement of appropriation and the approved project proposal for the Constituency as detailed below:-

PROJECT	Budgeted Amount (Kshs.)	Actual Expenditure (Kshs.)	Over Expenditure (Kshs)	Under Expenditure (Kshs)
Kawethei HGM Primary School	1,600,000	2,600,000	1,000,000	-
Kawethei SA Primary School	800,000	800,000	-	-
Kikalu Primary School	1,500,000	750,000	-	750,000
Kakuyuni Primary School	3,000,000	1,500,000	-	1,500,000
Mbilini Primary School	500,000	-	-	500,000
Kivaani Primary School	800,000	400,000	-	400,000
Kathaana Secondary School	3,200,000	2,400,000	-	800,000
Kawethei Secondary School	5,000,000	5,000,000	-	-
Mbusyani Primary School	3,750,000	2,950,000	-	800,000
Kakuyuni Secondary School	1,750,000	1,100,000	-	650,000
Matetani Secondary School	1,800,000	800,000	-	1,000,000
Muisuni Mixed School	5,200,000	2,000,000	-	3,200,000
Katulye Sec School Project	-	1,200,000	1,200,000	-
Unyuani Secondary School	800,000	800,000	-	-
Kathithyamaa Secondary School	1,000,000	-	-	1,000,000
Katheini Secondary School	1,600,000	-	-	1,600,000
Manyatta Secondary School	500,000	-	-	500,000
Kikambuani Secondary School	3,200,000	3,200,000	-	-
Masewani Youth Poly	1,000,000	-	-	1,000,000
Kathome dispensary	1,000,000	-	-	-
Kangundo Technical Institute	11,200,000	8,100,000	-	3,100,000
KMTC Kangundo	20,000,000	9,663,516	-	10,336,484
Mulingana Primary School	400,000	400,000	-	-
Kwa Mbalu Primary School	400,000	400,000	-	-
Kaseveni Primary school	500,000	500,000	-	-
Kithiini Primary School	500,000	1,300,000	800,000	-
Kitwii Boys Primary School	1,600,000	3,100,000	1,500,000	-

*Constituencies Development Fund – Kangundo Constituency – Reports and Financial Statements for the year ended 30 June 2015*

Kamanzi Secondary School	500,000	500,000	-	-
Kamwanyani Youth Poly	450,000	450,000	-	-
Kyevaluki Secondary School	1,500,000	1,500,000	-	-
Kikondeni Primary School	100,000	100,000	-	-
Kyaume Primary School	-	742,634	742,000	-
Tala Boys School	-	1,000,000	1,000,000	-
King'oti Primary School	-	250,000	250,000	-
Kakuyuni Health Centre	424,108	2,665,487	-	2,241,380
Kikalu Dispensary	-	2,541,380	-	2,541,380
<b>Total per CDF proposal Document</b>	<b>76,674,108</b>	<b>58,713,017</b>	<b>6,492,000</b>	<b>31,919,244</b>
<b>Unsupported</b>	<b>4,870,690</b>	<b>282</b>	<b>-</b>	<b>-</b>
<b>Balance per the Financial Statements</b>	<b><u>81,544,798</u></b>	<b><u>58,712,735</u></b>	<b><u>6,492,000</u></b>	<b><u>31,919,244</u></b>

Consequently, the accuracy of the figures reflected in the financial statements could not be confirmed. Further, the over-expenditure of Kshs.6,492,000 was not approved by the CDF Board.

## 1.2 Other Grants and Transfers

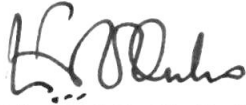
The statement of receipts and payments reflects expenditure of Kshs.30,034,430 under Other Grants and Transfers while the approved budget for the year amounted to Kshs.54,047,774 resulting to under expenditure of Kshs.24,013,344. In addition, while the summary statement of appropriation reflects an amount of Kshs.54,047,774, the approved project proposal for the Constituency reflected an amount of Kshs.48,576,044 resulting to unsupported budget of Kshs.5,471,730. No explanation was provided for the difference between the summary statement of appropriation and the approved project proposal for the Constituency as detailed below:-

Project	Budgeted Amount (Kshs)	Actual Expenditure (Kshs)	Under Expenditure (Kshs)
Bursary Secondary Schools	7,000,000	5,579,950	1,420,050
Bursary Tertiary Schools	2,000,000	906,500	1,093,500
MOCK/CATS	1,000,000	526,980	473,020
Water	18,800,000	14,370,000	4,430,000
Security	9,400,000	2,500,000	6,900,000
Sports	2,952,367	150,000	2,802,367
Emergency Projects	7,423,677	6,001,000	1,422,677
<b>Total per CDF proposal Document</b>	<b>48,576,044</b>	<b>30,034,430</b>	<b>18,541,614</b>
<b>Unsupported</b>	<b>5,471,730</b>	<b>-</b>	<b>-</b>
<b>Balance per the Financial Statements</b>	<b><u>54,047,774</u></b>	<b><u>30,034,430</u></b>	<b><u>18,541,614</u></b>

*Constituencies Development Fund – Kangundo Constituency – Reports and Financial Statements for the year ended 30 June 2015*

Consequently, the accuracy of the figures reflected in the financial statements could not be confirmed.

My opinion is not qualified in respect of this matter.



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

**Nairobi**

**01 September 2016**

**CONSTITUENCY DEVELOPMENT FUND- KANGUNDO CONSTITUENCY**

**Reports and Financial Statements**

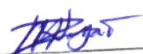
For the year ended June 30, 2015

**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

**I. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2014-2015 Kshs	2013-2014 Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	136,545,365.60	79,198,077.50
Proceeds from Sale of Assets	2		-
Other Receipts	3	156,000.00	30,000.00
<b>TOTAL RECEIPTS</b>		<b>136,701,365.60</b>	<b>79,228,077.50</b>
<b>PAYMENTS</b>			
Compensation of employees	4	1,246,200.00	3,093,620.00
Use of goods and services	5	1,557,868.10	905,193.30
Committee Expenses	6	5,276,714.00	2,325,500.00
Transfers to Other Government Units	7	58,712,735.00	58,145,639.90
Other grants and transfers	8	30,034,430.00	7,935,565.00
Social Security Benefits	9	10,600.00	14,000.00
Acquisition of Assets	10	-	-
Other Payments	11	-	-
<b>TOTAL PAYMENTS</b>		<b>96,838,547.10</b>	<b>72,419,518.20</b>
<b>SURPLUS/DEFICIT</b>		<b>39,862,818.50</b>	<b>6,808,559.30</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kangundo CDF financial statements were approved on 17<sup>th</sup> SEPTEMBER, 2015 and signed by:

  
Chairman - CDFC

  
Fund Account Manager

**KANGUNDO**  
CONSTITUENCY DEVELOPMENT FUND  
FUND ACCOUNT MANAGER

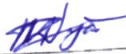
**CONSTITUENCY DEVELOPMENT FUND- KANGUNDO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

**V. STATEMENT OF ASSETS**

**II. STATEMENT OF FINANCIAL ASSETS**

	Note	2014-2015 Kshs	Restated 2013-2014 Kshs
<b>FINANCIAL ASSETS</b>			
Cash and Cash Equivalents			
Bank Balances ( as per the cash book)	12A	49,313,274.90	8,915,198.40
Cash Balances (cash at hand)	12B		-
Outstanding Imprest	12C		535,258.00
		<u>49,313,274.90</u>	<u>9,450,456.40</u>
<b>TOTAL FINANCIAL ASSETS</b>			
 <b>REPRESENTED BY</b>			
Fund balance b/fwd 1st July...	13	9,450,456.30	2,641,897.00
Surplus/Deficit for the year	14	39,862,818.50	6,808,559.30
Prior year adjustments			-
<b>NET ASSETS</b>		<u>49,313,274.80</u>	<u>9,450,456.30</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kangundo CDF financial statements were approved on 30<sup>th</sup> August, 2015 and signed by:

  
 \_\_\_\_\_  
 Chairman - CDFC

  
 \_\_\_\_\_  
 Fund Account Manager


**KANGUNDO**  
 CONSTITUENCY DEVELOPMENT FUND  
 FUND ACCOUNT MANAGER

**CONSTITUENCY DEVELOPMENT FUND- KANGUNDO CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

**VI. STATEMENT OF CASHFLOW**

		<b>2014 - 2015</b>	<b>2013 - 2014</b>
<b>Receipts for operating income</b>			
Transfers from CDF Board	1	136,545,365.60	79,198,077.50
Other Receipts	3	156,000.00	30,000.00
		<b>136,701,365.60</b>	<b>79,228,077.50</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	1,246,200.00	3,093,620.00
Use of goods and services	5	1,557,868.10	905,193.30
Committee Expenses	6	5,276,714.00	2,325,500.00
Transfers to Other Government Units	7	58,712,735.00	58,145,639.90
Other grants and transfers	8	30,034,430.00	7,935,565.00
Social Security Benefits	9	10,600.00	14,000.00
Other Payments	11	-	-
<b>Total Payments</b>		<b>96,838,547.10</b>	<b>72,419,518.20</b>
			-
<b>Net cash flow from operating activities</b>		<b>39,862,818.50</b>	<b>6,808,559.30</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	10	-	-
<b>Net cash flows from Investing Activities</b>		-	-
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>			
		<b>39,862,818.50</b>	<b>6,808,559.30</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	15	<b>9,450,456.30</b>	<b>2,641,897.00</b>
<b>Cash and cash equivalent at END of the year</b>	16	<b>49,313,274.80</b>	<b>9,450,456.30</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kangundo CDF financial statements were approved on 17<sup>th</sup> September, 2015 and signed by:

  
**Chairman CDFC**

  
**Fund Account Manager**

**KANGUNDO**  
**CONSTITUENCY DEVELOPMENT FUND**  
**FUND ACCOUNT MANAGER**

NATIONAL GOVERNMENT ENTITY - (KANGUNDO CDF)

Reports and Financial Statements

For the year ended June 30, 2015

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation F=d/c %
<b>RECEIPTS</b>						
Transfers from CDF Board	103,283,793.00	43,261,572.60	146,545,366	146,545,365.60	-	#DIV/0!
Proceeds from Sale of Assets				156,000.00	(156,000.00)	#DIV/0!
Other Receipts						100
<b>Total</b>	<b>103,283,793.00</b>	<b>43,261,572.60</b>	<b>146,545,366</b>	<b>146,701,365.60</b>	<b>(156,000.00)</b>	
<b>PAYMENTS</b>						
Compensation of Employees	1,404,000.00		1,404,000.00	1,246,200.00	157,800.00	89
Use of goods and services	2,600,000.00		2,600,000.00	1,557,868.00	1,042,132.00	60
Committee Expenses	4,329,603.00	2,507,191.00	6,836,794.00	5,276,714.00	1,560,080.00	77
Transfers to Other Government Units	54,237,931.00	27,306,866.60	81,544,797.60	58,712,735.00	22,832,062.60	72
Other grants and transfers	40,600,259.00	13,447,515.00	54,047,774.00	30,034,430.00	24,013,344.00	56
Social Security Benefits	112,000.00		112,000.00	10,600.00	101,400.00	9
Acquisition of Assets						#DIV/0!
Other Payments						#DIV/0!
<b>TOTALS</b>	<b>103,283,793.00</b>	<b>43,261,572.60</b>	<b>146,545,365.60</b>	<b>96,838,547.00</b>	<b>49,706,818.60</b>	<b>66</b>

Chairman CDF



Fund Account Manager



**KANGUNDO**  
CONSTITUENCY DEVELOPMENT FUND  
FUND ACCOUNT MANAGER

## **5.2 Cash Balance**

The statement of financial assets and liabilities reflect nil cash balance as at 30 June 2015 which is at variance with the cash book balance of Kshs.1,084,815 as at 30 June 2015. The variance of Kshs.1,084,815 between the two figures has not been explained. Also, a cash survey certificate was not availed to confirm the existence of cash at hand of Kshs.1,084,815 reflected in the cashbook. Under the circumstances, the validity of a nil cash balance as at 30 June 2015, could not be ascertained.

## **5.3 Outstanding Imprest**

The statement of assets reflect outstanding imprests balance of Kshs.419,500 as at 30 June 2015. However, no documentary evidence such as imprest warrants, imprest register was availed for audit verification. Under the circumstances, the accuracy and existence of the outstanding imprests of Kshs.419,500 could not be confirmed as at 30 June 2015.

## **6.0 Fixed Assets**

Annex 4 to the financial statements reflect a fixed assets balance of Kshs.56,000 as at 30 June 2015 which is at variance with the acquisition of assets figure of Kshs.914,700 reflected in the statement of receipts and payments for the year under review. The variance of Kshs.858,700 between the two figures has not been explained. Further, the fixed assets register was not availed for audit review. Under the circumstances, the details of the fixed assets register, existence and completeness of fixed assets balance of Kshs.914,700 could not be confirmed.

## **Adverse Opinion**

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, the financial position of Constituencies Development Fund - Kapseret Constituency as at 30 June 2015, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and do not comply with the Constituencies Development Fund Act, 2013.

## **Other Matter**

### **1.0 Budgetary Control and Performance**

#### **1.1 Budget Performance**

During the year under review, the Fund had a final budget of Kshs.119,579,790 against actual expenditure of Kshs.85,673,295(71.6%), resulting in net under expenditure of Kshs.33,906,495 or 28.4% as shown below:-

Item	Budget (Kshs)	Expenditure (Kshs)	Under Absorption (Kshs)	Under Absorption (%)
Compensation of Employees	1,328,000	777,700	550,300	41.4
Use of Goods and Services	4,631,870	4,874,643	-242,773	-5.2
Committee Expenses	4,110,000	3,979,450	130,550	3.2
Transfers to Other Government Units	53,037,931	39,720,690	13,317,241	25.1
Other Grants and Transfers	54,287,120	35,367,312	18,919,808	34.9
Social Security Benefits	172,800	38,800	134,000	77.5
Acquisition of Assets	2,012,069	914,700	1,097,369	54.5
Other Payments	0	0	0	0
<b>Total</b>	<b>119,579,790</b>	<b>85,673,295</b>	<b>33,906,495</b>	<b>28.4</b>

Funds not utilized is an indication of services and approved programs not implemented, hence the budget not fully meeting the intended objective of improving delivery of goods and service to the residents of Kapseret Constituency or the management may be over budgeting on its activities, hence need to re-look on its budgeting mechanism to ensure only priority areas are budgeted.

## 1.2 Projects Implementation

The projects status report availed for audit review indicated that Kshs.57,137,931 was allocated and disbursed to 54 projects, out of which Kshs.26,037,931 or 45.6% had been spent as at 30 June 2015 leaving unspent balance of Kshs.31,100,000 or 54.4% as shown below:

S/No	Project Name	Amount of Allocation as Per Approved Proposal (Kshs)	Actual Disbursements In 2014/2015 Disbursements	Expenditure in 2014/2015 (Kshs)	Unspent Balance (Kshs)
1	Chepkongi Primary	700,000	700,000	700,000	0
2	Simat Primary	250,000	250,000	250,000	0
3	Davies Primary School	550,000	550,000	550,000	0
4	Jasho Primary	1,000,000	1,000,000	1,000,000	0
5	Aic Lemook Sec	200,000	200,000	200,000	0
6	Koros Sec	700,000	700,000	700,000	0
7	Nganiat Primary School	1,200,000	1,200,000	1,200,000	0
8	Aic Lemook Primary School	250,000	250,000	250,000	0
9	Chepkongi Dispensary	400,000	400,000	400,000	0

10	Ochemina Primary School	700,000	700,000	700,000	0
11	Kipkaren Airport Primary School	400,000	400,000	400,000	0
12	Aic Lemook Primary School	800,000	800,000	800,000	0
13	Kabongwa Primary School	837,931	837,931	837,931	0
14	St. Marys Chebarus Primary	700,000	700,000	700,000	0
15	Mwiruti Sec	600,000	600,000	600,000	0
16	Chepkatet Ass Chief Office	500,000	500,000	500,000	0
17	Aic Lemook Sec	1,500,000	1,500,000	1,500,000	0
18	Kiambaa Sec	800,000	800,000	800,000	0
19	Ngeria Girls Sec	2,500,000	2,500,000	2,500,000	0
20	Wareng High School	2,500,000	2,500,000	2,500,000	0
21	Simat Sec	1,800,000	1,800,000	1,800,000	0
22	Simat Primary	550,000	550,000	550,000	0
23	Kipkenyo Sec	700,000	700,000	700,000	0
24	Barnotik Primary School	800,000	800,000	800,000	0
25	Kapkagaron Primary	800,000	800,000	800,000	0
26	Kapkenduywo Primary School	2,000,000	2,000,000	2,000,000	0
27	St. Marys Chebarus Primary	900,000	900,000	900,000	0
28	Ngara Falls Primary School	1,000,000	1,000,000	1,000,000	0
	<b>Sub Total</b>	<b>25,637,931</b>	<b>25,637,931</b>	<b>25,637,931</b>	<b>0</b>
29	Ngara Falls Primary School	250,000		0	250,000
30	Kermetio Primary	400,000		0	400,000
31	Kimuri Primary	400,000		0	400,000
32	Kipsamoo Primary School	800,000	400,000	400,000	400,000
33	St Joseph's Primary	450,000		0	450,000
34	St.Georges Primary	500,000		0	500,000
35	Kingwal Primary	500,000	0	0	500,000
36	Songoliet Sec	500,000	0	0	500,000
37	Lemook Sub-location Ass Chief Office	500,000	0	0	500,000
38	Teldet Cattle Dip	600,000		0	600,000

39	Kipkenyo Cattle Dip	600,000	0	0	600,0
40	Kibabet Primary	700,000		0	700,000
41	Inder Primary	800,000		0	800,000
42	Deb Momoniat Primary	800,000		0	800,000
43	Kapkagaron Primary	1,000,000		0	1,000,000
44	Kosirai Sec	1,000,000		0	1,000,000
45	Deb Mutwot Sec	1,000,000		0	1,000,000
46	Kapteldet Comm Library	1,000,000		0	1,000,000
47	St Johns Kabongo Primary	1,200,000		0	1,200,000
48	Chepkongi Road	1,500,000		0	1,500,000
49	Songoliet Sec	1,500,000		0	1,500,000
50	Kapkagaron Road	2,000,000		0	2,000,000
51	Aturei Adventist Day/Boarding	2,000,000		0	2,000,000
52	Tiuyo Sec	2,000,000		0	2,000,000
53	Ack Aturei Sec	2,500,000	0	0	2,500,000
54	Langas Primary School	7,000,000		0	7,000,000
	<b>Sub Total</b>	<b>31,500,000</b>	<b>400,000</b>	<b>400,000</b>	<b>31,100,000</b>
	<b>Grand Total</b>	<b>57,137,931</b>	<b>26,037,931</b>	<b>26,037,931</b>	<b>31,100,000</b>

Further, funds for 26 out of the 54 projects totaling Kshs.31,100,000 had not been disbursed to the respective project management committee as at the end of the year.

Under the circumstances, the residents of Kapseret constituency did not receive the envisaged services.

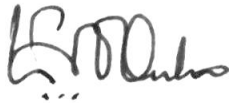
### 1.3 Projects Verification

The following observations were made regarding 10 projects costing Kshs.9,030,000 verified during the year ended 30 June 2015:-

Serial No.	School Name	Activity	Amount	Findings
1.	Kiambaa Secondary School	Construction of two Classrooms	800,000	<ul style="list-style-type: none"> <li>• Main building works completed</li> <li>• Major uncompleted works: plaster and floor works, Keying, window panes and painting.</li> </ul>
2.	Jasho Primary School	Construction of two Classrooms	1,000,000	<ul style="list-style-type: none"> <li>• Main building works completed</li> <li>• Major works completed works such plaster and floor works, Keying, window panes and painting.</li> </ul>
3.	AIC Lemook Secondary School	Purchase of School bus	600,000	<ul style="list-style-type: none"> <li>• The bus was bought on asset finance and log book was joint ownership with bank. Bus was inspected and was in good condition</li> </ul>
4.	Davies Primary School	Construction of toilets	550,000	<ul style="list-style-type: none"> <li>• Completed and in use.</li> </ul>
5.	Ngara Falls Primary school	Construction of dining Hall	1,000,000	<ul style="list-style-type: none"> <li>• Main building works completed.</li> <li>• Incomplete: Floor, keying and paint works</li> </ul>
6.	Simat Primary	Completion of Dormitory	550,000	<ul style="list-style-type: none"> <li>• Completed and in use</li> </ul>
7.	Kapkagaron road	Dozing and Culverting	2,000,000	<ul style="list-style-type: none"> <li>• Completed and in use</li> </ul>
8.	Purchase of Land	Emergency Purchase of land for road diversion	730,000	land was bought and road constructed
9.	Kabonogo Primary school	Construction of 3 classrooms	800,000	<ul style="list-style-type: none"> <li>• Completed and in use</li> </ul>
10.	Kosirai Secondary School	Construction of 2 classrooms	1,000,000	<ul style="list-style-type: none"> <li>• Main building works completed</li> <li>• Major works such as plaster and floor works, Keying, window panes and painting has not been done</li> </ul>
		<b>Total</b>	<b>9,030,000</b>	

Slow pace of completion of some projects may adversely affect the achievement of the intended objectives of the projects hence the associated services from the projects fail to reach to the citizens of Kapseret Constituency.

My opinion is not qualified in respect of this matter.



**FCPA Edward R.O. Ouko, CBS**  
**AUDITOR –GENERAL**

**Nairobi**

**26 July 2016**

**CONSTITUENCY DEVELOPMENT FUND- KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

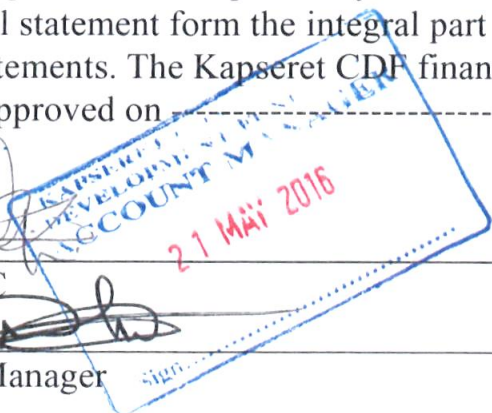
**I. STATEMENT OF RECEIPTS AND PAYMENTS**

	Note	2014-2015	2013-2014
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	62,890,165.00	67,792,669.00
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	
<b>TOTAL RECEIPTS</b>		<b>62,890,165.00</b>	<b>67,792,669.00</b>
<b>PAYMENTS</b>			
Compensation of employees	4	777,700.00	108,800.00
Use of goods and services	5	4,874,643.00	1,394,117.00
Committee Expenses	6	3,979,450.00	913,735.00
Transfers to Other Government Units	7	39,720,690.00	23,710,650.00
Other grants and transfers	8	35,367,312.00	18,837,002.00
Social Security Benefits	9	38,800.00	-
Acquisition of Assets	10	914,700.00	-
Other Payments	11	-	-
<b>TOTAL PAYMENTS</b>		<b>85,673,295.00</b>	<b>44,964,304.00</b>
<b>SURPLUS/DEFICIT</b>		<b>(22,783,130.00)</b>	<b>22,828,365.00</b>

The Accounting policies and explanatory notes to these financial statement form the integral part of the financial statements. The Kapseret CDF financial statements are approved on -----  
 2015 signed by:

Chairman CDFC

Fund Account Manager



***CONSTITUENCY DEVELOPMENT FUND- KAPSERET CONSTITUENCY***  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

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**CONSTITUENCY DEVELOPMENT FUND- KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

**II. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES**

	Not e	2014-2015 Kshs	2013-2014 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	12A	42,557.00	22,825,687.00
Cash Balances (cash at hand)	12B	-	-
Outstanding Imprests	12C	419,500.00	419,500.00
<b>TOTAL FINANCIAL ASSETS</b>		462,057.00	23,245,187

**REPRESENTED BY**

<b>Fund balance b/fwd 1st July...</b>	13	23,245,187.00	-
<b>Surplus/Deficit for the year</b>		(22,783,130)	23,245,187
<b>Prior year adjustments</b>	14	00	00
<b>NET LIABILITIES</b>		462,057.00	23,245,187

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KAPSERET CDF financial statements were approved on 20/5/2016 2015 and signed by:

  
**Chairman - CDFC**

Sign.....

  
**Fund Account Manager**

**CONSTITUENCY DEVELOPMENT FUND- KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

<b>Receipts for operating income</b>		<b>2014 – 2015</b>	<b>2013 - 2014</b>
Transfers from CDF Board	1	62,890,165	67792669
		62,890,165	67,792,669
<b>Payments for operating expenses</b>			
Compensation of Employees	4	777,700.00	108,800
Use of goods and services	5	<b>4,874,643.00</b>	1,394,117
Committee Expenses	6	<b>3,979,450.00</b>	913,735
Transfers to Other Government Units	7	<b>39,720,690.00</b>	23,710,650
Other grants and transfers	8	<b>35,367,312.00</b>	18,837,002
Social Security Benefits	9	38,800	0
Other Payments	11	0	0
Total		84,758,595	44964304
<b>Adjusted for:</b>			
Adjustments during the year			
<b>Net cash flow from operating activities</b>		<b>(21,868,430)</b>	<b>22828365</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	10	914,700	0
<b>Net cash flows from Investing Activities</b>		<b>(914,700)</b>	<b>0</b>
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(22,783,130)</b>	<b>0</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	15	23,245.187	0
<b>Cash and cash equivalent at END of the year</b>	16	462,057	22,828,365

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KAPSERET CDF financial statements were approved on \_\_\_\_\_ 2015 and signed by:

Chairman CDFC

Fund Account Manager

**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 %
<b>RECEIPTS</b>						
Transfers from CDF Board	96,754,103	22,825,687	119,579,790	62,890,165.00	56,689,625.00	53
Proceeds from Sale of Assets	0	0	0	0	0	0
Other Receipts	0	0	0	0	0	0
	96,754,103	22,825,687	119,579,790	62,890,165	56,689,625	0
<b>PAYMENTS</b>					-	
Compensation of Employees	1,328,000.00	0	1,328,000	777,700.00	550,300.00	58
Use of goods and services	<b>3,821,045.00</b>	810825	4,631,870	4,874,643.00	(242,773.00)	105
Committee Expenses	<b>2,900,000.00</b>	1,210,000	4,110,000	3,979,450.00	130,550.00	96
Transfers to Other Government Units	<b>49,937,931.00</b>	3,100,000	53,037,931	39,720,690.00	13,317,241.00	74
Other grants and transfers	<b>36,582,258.00</b>	17,704,862	54,287,120	35,367,312.00	18,922,880.00	65
Social Security Benefits	172,800	0	172,800	38,800.00	134,000.00	22
Acquisition of Assets	2,012,069	0	2,012,069	914,700.00	1,097,669.00	45
Other Payments	0	0	0	0	0	
<b>TOTALS</b>	96,754,103	<b>22,825,687.00</b>	<b>119,579,790.00</b>	<b>85,673,295.00</b>	<b>33,906,495.00</b>	

(a) During the year the receipts were from the CDF Board AIE

(b) During the year there was no sell of tenders hence no AIA

**Reports and Financial Statements**


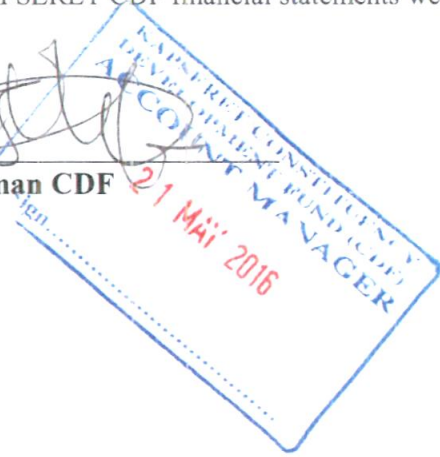
**For the year ended June 30, 2015**

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(c) Bank charges has not paid .Payment voucher will be prepared

(d) NSSF was over budgeted

The KAPSERET CDF financial statements were approved on \_\_\_\_\_ 2015 and signed by:

  
Chairman CDF  


  
Fund Account Manager

Y.A.

### **III 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.

## CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY

### Reports and Financial Statements

For the year ended June 30, 2015

*SIGNIFICANT ACCOUNTING POLICIES (Continued)*

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#### 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, 2015.

KAPSERET CONSTITUENCY  
DEVELOPMENT FUND (CDF)  
ACCOUNT MANAGER  
21 MAY 2016  
Sign.....

**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

**NOTE 1.**

**TRANSFERS FROM OTHER GOVERNMENT ENTITIES**

<b>Description</b>		<b>2014 - 2015 A</b>	<b>2013 - 2014</b>
		<b>Kshs</b>	<b>Kshs</b>
CDF Board			
AIE NO	A750064		40,67
AIE NO	A735873		5,601
AIE NO			27,11
AIE NO	A759563	24,188,526	7,068
AIE NO	A796567	14,513,113	
AIE NO	A796757	14,513,115	
AIE NO	A797075	9,675,411	
<b>TOTAL</b>		<b>62,890,165</b>	<b>67,792,669</b>

**NOTE 2**

**PROCEEDS FROM SALE OF ASSETS**

	<b>2014 – 2015</b>	<b>2013 – 2014</b>
	<b>Kshs</b>	<b>Kshs</b>
Receipts from sale of Buildings	0	0
Receipts from the Sale of Vehicles and Transport Equipment	0	0
Receipts from sale of office and general equipment	0	0
Receipts from the Sale Plant Machinery and Equipment	0	0
<b>Total</b>	<b>0</b>	<b>0</b>

**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

NOTE 3.

**OTHER RECEIPTS**

	<b>2014 - 2015</b>	<b>2013 - 2014</b>
	<b>Kshs</b>	<b>Kshs</b>
Interest Received	0	0
Rents	0	0
Receipts from Sale of tender documents	0	0
Other Receipts Not Classified Elsewhere	0	0
<b>Total</b>	<b>00</b>	<b>00</b>

NOTE 4.

**COMPENSATION OF EMPLOYEES**

	<b>2014 - 2015</b>	<b>2013 - 2014</b>
	<b>Kshs</b>	<b>Kshs</b>
Basic wages of contractual employees	732700	108800
Basic wages of casual labour	45,000	0
<b>Personal allowances paid as part of salary</b>		
House allowance	0	0
Transport allowance	0	0
Leave allowance	0	0
Gratuity	0	0
Other personnel payments	0	0
<b>Total</b>	<b>777,700</b>	<b>108,800</b>

**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

NOTE 5

USE OF GOODS AND SERVICES

Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Utilities, supplies and services	575,000.00	54,250.00
Office rent		
Communication, supplies and services	634,750.00	54,415.00
Domestic travel and subsistence	189,400.00	46,350.00
Printing, advertising and information supplies & services	175,000.00	63,661.00
Rentals of produced assets		
Training expenses	687,000.00	
Hospitality supplies and services	335,550.00	89,555.00
Insurance costs		
Specialised materials and services	397,367.00	88,550.00
Office and general supplies and services	775,323.00	183,015.00
Fuel ,oil & lubricants	550,000.00	361,426.00
Other operating expenses	235,000.00	100,000.00
Routine maintenance – vehicles and other transport equipment	305,251.00	352,895.00
Routine maintenance – other assets	15,000.00	0
<b>Total</b>	<b>4,874,643.00</b>	<b>1,394,117.00</b>



COMMITTEE EXPENSES

**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

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NOTE 6

Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Other committee expenses	3,052,150.00	346,565.00
Committee allowance	927,300.00	567,170.00
<b>TOTAL</b>	<b>3,979,450.00</b>	<b>913,735.00</b>

KAPSERET CONSTITUENCIES  
DEVELOPMENT FUND (CDF)  
ACCOUNTING MANAGER  
21 MÄI 2016  
Sign.....

**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

*NOTE 7*

TRANSFER TO OTHER GOVERNMENT ENTITIES			
Description	2014 - 2015	2013 - 2014	
	Kshs	Kshs	
Transfers to primary schools	18,037,931.00	18,210,650.00	
Transfers to secondary schools	16,800,000.00	5,500,000.00	
Transfers to Tertiary institutions	0	0	
Transfers to Health institutions	4,882,759.00	0	
<b>TOTAL</b>	<b>39,720,690.00</b>	<b>23,710,650.00</b>	



**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

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*NA*

**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

NOTE 8.

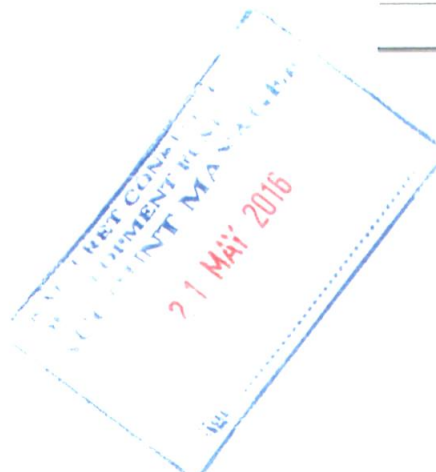
**OTHER GRANTS AND  
OTHER PAYMENTS**

Description	2014 - 2015	2013 - 2014
	Kshs	Kshs
Bursary –Secondary	10,250,000.00	6,885,000.00
Bursary –Tertiary	8,119,100.00	4,106,602.00
Bursary-Special schools	0	0
Mocks & CAT	0	0
Water	2,459,600.00	1,000,000.00
Agriculture (food security)	0	0
Electricity projects	0	0
Security	1,253,915.00	1,200,000.00
Roads	7,208,980.00	2,565,450.00
Sports	1,042,818.00	0
Environment	470,705.00	0
Emergency Projects (specify)	4,562,194.00	3,080,002.00
<b>Total</b>	<b>35,367,312.00</b>	<b>18,837,054.00</b>

NOTE 9.

**SOCIAL SECURITY BENEFITS**

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Employer contribution to NSSF	38,800	0
<b>Total</b>	<b>38,800</b>	<b>00</b>



**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

NOTE 10

**ACQUISITION OF ASSETS**

**Non Financial Assets**

	2014 - 2015	2013 - 2014
	Kshs	Kshs
Purchase of Buildings	0	0
Construction of Buildings	0	0
Refurbishment of Buildings	858,700	0
Purchase of Vehicles and Other Transport Equipment	0	0
Overhaul of Vehicles and Other Transport Equipment	0	0
Purchase of Household Furniture and Institutional Equipment	0	0
Purchase of Office Furniture and General Equipment	56,000	0
Purchase of ICT Equipment, Software and Other ICT Assets	0	0
Purchase of Specialised Plant, Equipment and Machinery	0	0
Rehabilitation and Renovation of Plant, Machinery and Equip.	0	0
Acquisition of Land	0	0
Acquisition of Intangible Assets	0	0
<b>Total</b>	914,700	0

KAPSERET CONSTITUENCY  
 DEVELOPMENT FUND (CDF)  
 ACCOUNT MANAGER  
 21 MAY 2016  
 Sign.....

**CONSTITUENCIES DEVELOPMENT FUND – KAPSERET CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2015**

NOTE 11.

**OTHER PAYMENTS**

Specify	2014 - 2015 Kshs	2013 – 2014 Kshs
	<u>0</u>	<u>0</u>

**12A: Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	2014 - 2015 Kshs	2013 - 2014 Kshs
<i>COOPERATIVE BANK ELDORET BRANCH AC 011414443517600</i>	2,227,773	22,825,567
<b>Total</b>	<b>2,227,773</b>	<b>22,825,567</b>