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Paper Laid
By Leader of majority
Party, Hon. Adan Duale, MP
On 21/3/2018

OFFICE OF THE AUDITOR-GENERAL



REPORT

OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
DAGORETTI NORTH CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE 2016



National Government Constituencies Development Fund
Dagoretti North Constituency
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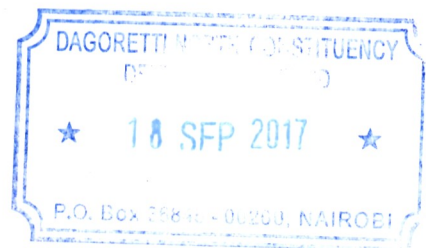
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND –
DAGORETTI NORTH CONSTITUENCY**

REPORT AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED

JUNE 30, 2016

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



Vision: To be a leading public institution in the effective and efficient management of devolved funds

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT – DAGORETTI
NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016**

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT – DAGORETTI
NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2016**

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The Constituencies Development Fund (CDF) was established under the Constituencies Development Fund (CDF) Act, 2003, amended in 2007 and repealed by the CDF Act of 2013. In 2015, the CDF Act of 2013 was declared unconstitutional and a new Act was enacted in 2015, being the National Government Constituencies Development Fund Act, NG-CDF Act, 2015. The National Government Constituencies Development Fund (NG-CDF) is under the Ministry of Devolution and Planning.

The objective of the Fund is to provide mechanisms for supplementing implementation of the National Government development Agenda at the constituency level.

(b) Key Management

The DAGORETTI NORTH Constituency's day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NGCDFB)
- ii. National Government Constituencies Development Fund Committee (NGCDFC)

(c) Fiduciary Management

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

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E Holder	Alex Kioko
3.	Accountant	Cleophas Oyaro

(d) Fiduciary Oversight Arrangements

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

(e) DAGORETTI NORTH NGCDF Headquarters

P.O. Box 36842-00200

Kango Estate Kileleshwa

Tebere Crescent off Kangundo Rd.

Nairobi, KENYA



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NORTH CONSTITUENCY
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(g) DAGORETTI NORTH CDF Contacts

Telephone: (020) 5217862

E-mail: Dagoretti North@cdf.go.ke

Website: www.go.ke

(e) DAGORETTI NORTH CDF Bankers

1. Equity Bank Ltd,
Kilimani Supreme Branch,
P.O Box 75104
Nairobi, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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



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

The NGNGCDFCs wish to have in summary the budget performance against actual amounts for current year based on economic classification and programmes. The NGCDF have improved the Education and Security infrastructures of DAGORETTI NORTH.

However there have been emerging issues like political, economic, social, legal and global challenges influencing the implementation of NGCDF Project. Other issues affecting the project implementation process is the late disbursement of funds, late approved of proposals and reallocations.

The NGNGCDFC wish that the issues of having the project on going for more than 2years be stopped and the NGCDF board to reduce the rate of staff turnovers in Constituencies i.e. FAM transfers.

Sign *Hydra*

CHAIRPERSON NGCDFC



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT – DAGORETTI
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III. STATEMENT OF NGCDF MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the DAGORETTI NORTH NGCDF is responsible for the preparation and presentation of the NGCDF's financial statements, which give a true and fair view of the state of affairs of the NGCDF for and as at the end of the financial year (period) ended on June 30, 2016. This responsibility includes: (I) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the NGCDF; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the NGCDF; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

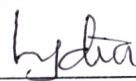
The Accounting Officer in charge of the DAGORETTI NORTH NGCDF accepts responsibility for the NGCDF's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards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

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

Approval of the financial statements

The NGCDF's financial statements were approved and signed by the Accounting Officer on19/9.2016.


Fund Account Manager


Chairperson



REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – DAGORETTI NORTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2016

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Dagoretti North Constituency set out on pages 5 to 24, which comprise the statement of financial assets as at 30 June 2016, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

Management's Responsibility for the Financial Statements

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

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

Auditor-General's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial

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

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 evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Adverse Opinion

1. Presentation and Accuracy of the Financial Statements

1.1 Presentation of the Financial Statements

The statement of compliance and basis of preparation indicates that all values are rounded off to the nearest shilling. However, figures in the financial statements have not been rounded off to the nearest shilling. As a result, the financial statements are not consistent with the basis of preparation and have not been properly identified and therefore do not conform with the format prescribed by the Public Sector Accounting Standards Board.

1.2 Comparative Figures

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

	2014/2015 Comparative Figures Kshs.	2014/2015 Audited Balances Kshs.	Variance Kshs.
Compensation of Employees	1,360,756	1,352,356	8,400
Use of Goods	6,294,195	5,002,195	1,292,000
Committee Expenses	-	1,292,000	(1,292,000)
Social Security Benefit	-	8,400	(8,400)

However, no explanation has been provided for these differences. In addition, the nature of the errors and the respective amounts of the corrections affected on the comparative figures have not been disclosed in the notes to the financial statements.

1.3 Differences between Balances in the Financial Statements and Supporting Schedules

The following differences have been noted between the figures in the financial statements and the supporting schedules:

	Balance in the Financial Statements Kshs.	Balance in the Supporting Schedule Kshs.	Difference Kshs.
Compensation of Employees	1,465,959	1,345,669	120,290
Use of Goods and Services	6,947,901	4,095,156	2,852,745
Other Grants and Other Payments – Emergency Projects	2,820,000	1,250,000	1,570,000

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

2. Cash and Cash Equivalents

The statement of financial assets reflects cash and cash equivalents balance of Kshs.47,174,542.85 as at 30 June 2016. However, the cashbook made available for audit reflects a balance of Kshs.49,393,007 resulting in an unexplained difference of Kshs.2,218,464.15. Bank reconciliation statements for the twelve months from July 2015 to June 2016 were also not provided for audit verification. Consequently, the accuracy and completeness of cash and cash equivalents balance of Kshs.47,174,542.85 as at 30 June 2016 cannot be confirmed.

Adverse Opinion

In my opinion, because of the significance of matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, the financial position of the National Government Constituencies Development Fund – Dagoretti North Constituency as at 30 June 2016, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standard (Cash Basis) and do not comply with the National Government Constituencies Development Fund Act, 2015.

Other Matter

1. Budget and Budgetary Performance

During the year under review, Dagoretti North Constituency Fund incurred expenditure totalling Kshs.53,271,122 against an approved budget of Kshs.150,332,473 resulting in under-expenditure of Kshs.97,061,351 as shown below:

Item	Budgeted Amount Kshs.	Actual Expenditure Kshs.	Over/Under Expenditure Kshs.
Compensation of Employees	1,848,342	1,465,959	382,383
Use of goods and Services	9,579,052	6,947,901	2,631,151

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

Transfers to Other Govt	78,939,941	12,595,351	66,344,590
Other Grants and Transfers	48,995,138	32,261,911	16,733,227
Acquisition of Assets	10,970,000		10,970,000
Total	150,332,473	53,271,122	97,061,351

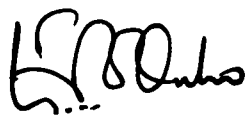
The under-expenditure is an indication of unutilized funds and approved programs not implemented fully. The budget did not, therefore, wholly meet the objective of improving delivery of services to the residents of Dagoretti North Constituency.

2. Projects not implemented

A review of the status of projects implemented during the year ended 30 June 2016 revealed that eight (8) of the project's with an aggregate budget of Kshs.11,400,031 as detailed below were not executed at all during the year:

Project	Budgeted Amount Kshs.	Actual Expenditure Kshs.	Under Expenditure Kshs.
St Georges Primary Dormitory	2,000,000	0	2,000,000
Lavington primary Renovation of Hall	500,000	0	500,000
Kawangwari Renovation	610,320	0	610,320
Muslim Primary Level Parade Field	500,000	0	500,000
State House Girls two Classrooms	2,331,975	0	2,331,975
Lavington Primary Admission Block	2,000,000	0	2,000,000
Environment-tree Planting	1,957,736	0	1,957,736
CDF Office -Strategic Planning	1,500,000	0	1,500,000
Total	11,400,031	0	11,400,031

Consequently, the constituents of Dagoretti North did not obtain benefits for the eight (8) projects budgeted for, but not implemented during the year under review.



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

Nairobi

25 January 2018

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT – DAGORETTI
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IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2015 – 2016	2014 – 2015
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board – AIE's Received	1	89,244,769.00	46,244,769.20
Proceeds from sale of Assets	2	-	
Other Receipts	3	-	
TOTAL RECEIPTS		89,244,769.00	46,244,769.20
PAYMENTS			
Compensation of employees	4	1,465,959.00	1,360,756.00
Use of goods and services	5	6,947,901.00	6,294,195.00
Transfers to other Government units	6	12,595,351.10	10,792,017.85
Other grants and transfers	7	32,261,910.66	40,643,951.22
Acquisition of Assets	8	-	2,175,000.00
Other Payments	9	-	-
TOTAL PAYMENTS		53,271,121.76	61,265,920.07
SURPLUS/DEFICIT		35,973,647.24	(15,021,150.87)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The DAGORETTI NORTH NGCDF financial statements were approved on 19/9 2016 and signed by:-

Hydra
Chairperson – NGCDEC

[Signature]
Fund Account Manager

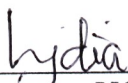


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT – DAGORETTI
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V. STATEMENT OF FINANCIAL ASSETS

II. STATEMENT OF FINANCIAL ASSETS			
	Note	2015 – 2016	2014 – 2015
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	47,174,542.85	11,200,895.61
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	
TOTAL FINANCIAL ASSETS		47,174,542.85	11,200,895.61
REPRESENTED BY			
Retention	12	-	-
Fund balance b/f 1 st July	13	11,200,895.61	26,222,046.48
Surplus/Deficit for the year		35,973,647.24	(15,021,150.87)
Prior year adjustments	14	-	-
NET LIABILITIES		47,174,542.85	11,200,895.61

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The DAGORETTI NORTH NGCDF financial statements were approved on 19/9 2016 and signed by:


Chairperson – NGCDFC


Fund Account Manager



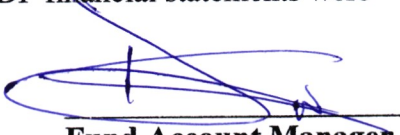
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT – DAGORETTI
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VI. STATEMENT OF CASHFLOW

Receipts for operating income		2015 – 2016	2014 - 2015
Transfers from CDF Board	1	89,244,769.00	46,244,769.20
Other Receipts	3	-	-
		89,244,769.00	46,244,769.20
Payments for operating expenses			
Compensation of Employees	4	1,465,959.00	6,294,195.00
Use of goods and services	5	6,947,901.00	6,294,195.00
Transfers to other Government Units	6	12,595,351.10	10,792,017.85
Other grants and transfers	7	32,261,910.66	40,643,951.22
Other payments	9	-	-
		53,271,121.76	59,090,920.07
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		35,973,647.24	(12,846,150.87)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of Assets	2	-	-
Acquisition of Assets	9	-	(2,175,000.00)
Net cash flows from Investing Activities		-	(2,175,000.00)
NET INCREASE IN CASH AND CASH EQUIVALENT		35,973,647.24	(15,021,150.87)
Cash and cash equivalent at BEGINNING of the year	13	11,200,895.61	26,222,046.48
Cash and cash equivalent at END of the year		47,174,542.85	11,200,895.61

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The DAGORETTI NORTH NGCDF financial statements were approved on 19/9 2016 and signed by:

Hydia
Chairperson – NGCDFC


Fund Account Manager



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VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c = a + b	d	e = c - d	f = d/c %
RECEIPTS						
Transfers from CDF Board	97,886,808.00	52,445,664.61	150,332,472.61	100,445,664.61	49,886,808.00	67%
Proceeds from sale of Assets				-	-	
Other Receipts				-	-	
TOTAL	97,886,808.00	52,445,664.61	150,332,472.61	100,445,664.61	49,886,808.00	67%
PAYMENTS						
Compensation of Employees	1,406,000.00	442,342.40	1,848,342.40	1,465,959.00	382,383.40	79%
Use of goods and services	8,909,812.00	669,240.00	9,579,052.00	6,947,901.00	2,631,151.00	73%
Transfers to other Government Units	52,036,867.00	26,903,073.50	78,939,940.50	12,595,351.10	66,344,589.40	16%
Other grants and transfers	35,534,129.00	13,461,008.71	48,995,137.71	32,261,910.66	16,133,227.05	66%
Acquisition of Assets	-	10,970,000.00	10,970,000.00	-	10,970,000.00	
Other payments				-	-	
TOTAL	97,886,808.00	52,445,664.61	150,332,472.61	53,271,121.76	97,061,350.85	35%

DAGORETTI NORTH CONSTITUENCY
 DEVELOPMENT FUND
 ★ 18 SEP 2017 ★
 SIGNATURE
 P.O. Box 36845 - 00200, NAIROBI

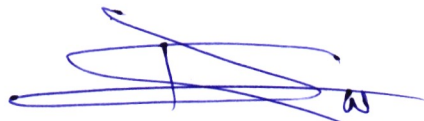
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT – DAGORETTI
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- a) (For the revenue items, indicate whether they form part of the “AIA” by inserting the “AIA” alongside the revenue category.)
- b) (Provide below a commentary on significant underutilization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

The DAGORETTI NORTH NGCDF financial statements were approved on 19/9
2016 and signed by:-

Lydia

Chairperson NGCDF



Fund Account Manager



VIII. SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the NGCDF and all values are rounded to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts.

The cash basis of accounting recognizes transactions and events only when cash is received or paid by the NGCDF.

2. Recognition of revenue and expenses

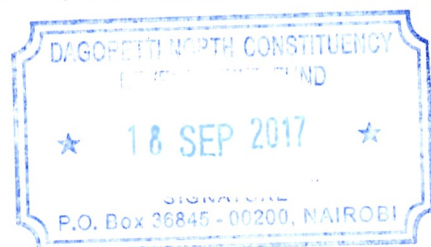
The NGCDF recognizes all revenues from the various sources when the event occurs and the related cash has actually been received by the NGCDF. In addition, the NGCDF recognizes all expenses when the event occurs and the related cash has actually been paid out by the NGCDF.

3. In-kind contributions

In-kind contributions are donations that are made to the NGCDF in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the NGCDF includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorized public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.



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SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the NGCDF at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

6. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The NGCDF's budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the NGCDF's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

7. Comparative figures

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

8. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2016.



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IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2015 – 2016	2014 – 2015
		Kshs.	Kshs.
Normal Allocation	A825641	48,000,000.0	7,300,000.00
	A.....	41,244,769.0	15,822,384.50
			13,873,430.70
			9,248,954.00
Conditional grants			
	AIE NO.....	-	
Receipt from other constituency	AIE NO.....	-	
TOTAL		89,244,769.0	46,244,769.2

2. PROCEEDS FROM SALE OF ASSETS

	2015 – 2016	2014 – 2015
	Kshs.	Kshs.
Receipts from sale of Buildings	-	-
Receipts from the sale of vehicles and Transport equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from sale plant machinery and equipment	-	-
Total		



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

Description	2015 – 2016	2014 – 2015
	Kshs	Kshs
Interest Received	-	-
Rents	-	-
Interest Received	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

Description

Description	2015 – 2016	2014 – 2015
	Kshs.	Kshs.
Basic wages of contractual employees	1,458,759.0	1,236,456.0
Basic wages of casual labour	-	115,900.0
Personal allowances paid as part of salary	-	-
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Other personnel payments	-	-
Employer contribution to NSSF	7,200.0	8,400.0
Gratuity	-	-
Total	1,465,959.0	1,360,756.0



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2015 – 2016	2014 – 2015
	Kshs.	Kshs.
Utilities, supplies and services	116,975.0	74,057.0
Office rent	696,000.0	696,000.0
Communication, supplies and services	400,000.0	136,000.0
Domestic travel and subsistence	467,477.0	212,180.0
Printing, advertising and information supplies & services	389,453.0	176,766.0
Rentals of produced assets	-	-
Training expenses	742,000.0	1,838,000.0
Hospitality supplies and services	619,446.0	281,156.0
Other committee expenses	638,070.0	350,000.0
Committee allowance	1,466,000.0	942,000.0
Insurance costs	-	47,500.0
Specialized materials and services	60,000.0	595,000.0
Office and general supplies and services	811,775.0	368,451.0
Fuel, oil & lubricants	200,000.0	100,000.0
Other operating expenses – Legal fees	-	240,000.0
Routine maintenance – vehicles and other transport equipment	146,856.0	149,100.0
Routine maintenance – other assets	193,849.0	87,985.0
Total	6,947,901.0	6,294,195.0



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2015 – 2016	2014 – 2015
	Kshs.	Kshs.
Transfer to primary schools	10,710,306.10	10,792,017.85
Transfer to secondary schools	1,885,045.00	
Transfer to tertiary institutions	-	-
Transfer to health institutions	-	-
TOTAL	12,595,351.10	10,792,017.85

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2015 – 2016	2014 – 2015
	Kshs.	Kshs.
Bursary – secondary	8,299,000.00	13,931,500.00
Bursary – Tertiary	5,655,000.00	9,156,000.00
Bursary – special schools	-	-
Mocks & CAT	-	-
Water	-	-
Agriculture (food security)	-	-
Electricity projects	-	-
Security	4,132,360.00	-
Roads	10,074,800.66	10,527,232.00
Sports	1,280,750.00	435,000.00
Environment	-	1,137,000.00
Other capital grant and transfer	-	-
Emergency projects	2,820,000.00	1,992,018.00
Total	32,261,910.66	40,643,951.22



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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

<u>Non-Financial Assets</u>	2015 – 2016	2014 – 2015
	Kshs.	Kshs.
Purchase of buildings	-	-
Construction of buildings	-	-
Refurbishment of buildings	-	-
Purchase of vehicles	-	2,050,000.00
Purchase of Bicycles & motorcycles	-	-
Overhaul of vehicles	-	-
Purchase of office furniture and fittings	-	-
Purchase of computers, printers and other IT equipment	-	-
Purchase of photocopier	-	125,000.0
Purchase of other office equipment	-	-
Purchase of software	-	-
Acquisition of Land	-	-
Total	-	2,175,000.00

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

9. Other Payments	2015 – 2016	2014 – 2015
Specify	-	-
Specify	-	-
Specify	-	-
TOTAL	-	-

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & Currency	Kshs	
	2015 – 2016	2014 – 2015
	Kshs (30/6/2016)	Kshs (30/6/2015)
EQUITY BANK-KILIMANI SUPREME BRANCH A/C NO. 1470261632406	47,174,542.85	11,200,895.61
Total	47,174,542.85	11,200,895.61
10B: CASH IN HAND		
	2015 - 2016	2014 - 2015
	Kshs (30/6/2016)	Kshs (30/6/2015)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
Total	-	-
	<i>[provide cash count certificates for each]</i>	



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TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

Name of Officer or Institution	Date imprests taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
N/A				

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

12 Retention			
Supplier/contractor	PV no.	2015 – 2016	2014 – 2015
		Kshs	Kshs
N/A			
TOTAL			

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

	2015 – 2016	2014 – 2015
	Kshs (1/7/2015)	Kshs (1/7/2014)
Bank Accounts	11,200,895.61	26,222,046.48
Cash in hand	-	-
Imprest	-	-
Total	11,200,895.61	26,222,046.48

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	2015 – 2016	2014 – 2015
	Kshs	Kshs
Bank Accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	-	-

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15. OTHER IMPORTANT DISCLOSURES

15.1 PENDING ACCOUNTS PAYABLE (see Annex 1)

	2015 – 2016	2014 – 2015
	Kshs	Kshs
Construction of building	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	<u>xxx</u>	<u>xxx</u>

15.2: PENDING STAFF PAYABLES (see Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Other (specify)	-	-
	<u>xxx</u>	<u>xxx</u>

15.3: OTHER PENDING PAYABLES (See Annex 3)

	Kshs	Kshs
Amount due to other Government entities (see attached list)	-	-
Amounts due to other grants and other transfer (see attached list)	-	-
Others (specify)	-	-
	<u>xxx</u>	<u>xxx</u>



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ANNEX 1 – ANALYSIS OF PENDING ACCOUNTS PAYABLE

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

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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 2015	Outstanding Balance 2014	Comments
		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							
Grand Total							

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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset Class	Historical Cost (Kshs) 2015 - 2016	Historical Cost (Kshs) 2015 - 2016
Land	-	-
Buildings and structures	-	
Transport equipment		2,050,000.00
Office equipment, furniture and fittings	-	-
ICT Equipment, Software and Other ICT Assets	-	125,000.00
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total		2,175,000.00



Alex Kioko
Fund Account Manager
DAGORETTI NORTH