

REPUBLIC OF KENYA



*Paper laid
By Hon Kato de M
Majority Whip on
Wed 19/8/20
NW*



KENYA NATIONAL AUDIT OFFICE

PARLIAMENT
OF KENYA
LIBRARY

TABLE OFFICE
S/No.....
19 AUG 2015
Sign.....
PAPER LAID

REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
CONSTITUENCIES DEVELOPMENT FUND
TINDERET CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2014**



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 CONSTITUENCIES DEVELOPMENT FUND - TINDERET CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2014

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund - Tinderet Constituency as set out on pages 4 to 16 which comprise the statement of financial assets and liabilities as at 30 June 2014, and the statement of receipts and payments, 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.

Management's Responsibility for the Financial Statements

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

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of section 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 (2) of the Public Audit Act, 2003. The audit was conducted in accordance with International Standards on Auditing. 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 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 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

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

Basis for Disclaimer of Opinion

1. Accuracy of the Financial Statements

1.1. Lack of General Ledger and Trial Balance

The financial statements availed for audit review for the year ended 30 June 2014 were not supported with critical records including the general ledger, detailed schedules and trial balance contrary to the Generally Accepted Accounting principles and therefore, it was not possible to confirm the completeness and accuracy of the financial statements.

1.2. Rounding Off of the Financial Statements Balances

The financial statements were presented in thousands '000' of shillings thereby overstating the figures in billions.

In the circumstances, it has not been possible to confirm the validity and accuracy of the figures in the financial statements for the year ended 30 June 2014.

1.3 Opening bank balance

Note 12 to the financial statements reflect a nil balance under fund balances brought forward as at 1 July 2013. However a review of cashbook and bank reconciliation statements as at 30 June 2013 indicate that amount of Kshs.5,073,371.40 in the cashbook remained unutilized and was carried forward to the financial year 2013/2014. No reason was provided regarding the omission of the balance in these financial statements thereby understating the funds available for operating activities during the year. Consequently, the validity and accuracy of the cash and bank balance of Kshs.14,888,730 as at 30 June 2014 could not be confirmed.

1.4 Non-supported expenditure balance

The statement of receipts and payments indicate an expenditure of Kshs.6,932,683 under other payments account. However, explanatory note 11 to the financial statements had no details and reflected nil balances. The source of the expenditure

therefore could not be determined. Consequently, the accuracy of the other payments of Kshs.6,932,683 could not be confirmed for the year under review.

2. Disbursement from the CDF Board

The statement of receipts and payments reflect disbursement from CDF Board amounting to Kshs.131,973,279. However, records maintained at the Ministry of Devolution and Planning indicate that the cumulative disbursements for the year under review amounted to Kshs.129,973,279. The resultant difference of Kshs.2,000,000 was not explained. In the circumstances, the accuracy of the receipts totaling Kshs.131,973,279 for the year ended 30 June 2014 could not be confirmed.

3. Unutilized Grants to two (2) Secondary Schools

Included in note 7 on transfer to other government entities is grants to Chemase and Kapsimotwo Secondary schools amounting to Kshs.1,000,000 each for construction of administration block and library respectively. Records maintained by the CDF office indicate that the grants were paid to the two schools vide voucher numbers 11 and 48 dated 17 June 2014 and 18 June 2014 respectively. However, no expenditure returns were made available for audit review to account for the grants. Further, a site inspection carried out on the two projects in December 2014 revealed that there was no construction going on, on the ground. In addition no evidence was provided indicating that the funds remained intact in the schools' bank accounts. Consequently, the propriety of the grants amounting to Kshs.2,000,000 for the year ended 30 June 2014 could not be confirmed.

4. Construction of two classrooms – Chebarus Secondary School

Note 7 to the financial statement reflects transfer to secondary schools totaling Kshs.29,150,000 out of which the CDF office made grants amounting to Kshs.1,000,000 to Chebarus Secondary School for the construction of two (2) classrooms. The payment was effected on 18 June 2014 vide cheque number 0004018. However an inspection and acceptance certificate of works done was not availed for audit review. Further, a physical inspection carried out in December 2014 on the school's project indicate that foundation slab was laid for three (3) classrooms instead of the approved two (2) classrooms. In addition walling and roofing had been done in one (1) classroom only while the other two remained at foundation level. The pillars were also tilted indicating poor workmanship by the contractor. No reason was provided for poor management of the project. In the circumstances, it has not been possible to confirm the propriety of the expenditure of Kshs.1,000,000 incurred on the project during the year under review and it is not clear if and when the project will be completed.

5. Purchase of Land for Schools

A review of CDF records for 2013/2014 period revealed that Transfers to Other Government Units amount of Kshs.78,170,000 include payments to Mombwo Girls Secondary School and Sokosik Secondary School amounting to Kshs.1,500,000 and 1,000,000 respectively for purchase of land to build classrooms. However, no land valuation report was provided contrary to the CDF Board Circular No. CDF/Board/Circulars/Vol.1/108 dated 24 August 2010 on guidelines on land ownership for CDF related projects. Further, ownership documents for the purchased land were not provided for audit verification. As a result, the propriety of the expenditure of Kshs.2,500,000 and the ownership status of the two (2) parcels of land could not be confirmed as at 30 June 2014.

6. Stale Cheques – Bank balance

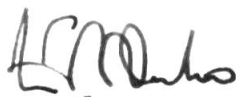
Note 12 to the financial statements reflect bank balance of Kshs.14,332,219.40. A review of bank reconciliation statements revealed that reconciling item of payments in cashbook not recorded in the bank statement (unpresented cheques) of Kshs.20,404,068.95 in June 2014 includes stale cheques totaling to Kshs.1,076,971.95. Some of the stale cheques have been outstanding since February 2010. However, no explanation was provided regarding the failure to reverse the cheques in the cashbook. Consequently, the accuracy and validity of the bank balance of Kshs.14,332,219.40 as at 30 June 2014 could not be confirmed.

7. Outstanding Imprest

The amount of Kshs.566,511 reflected under note 14 relate to outstanding imprest as at 30 June 2014. However, relevant details including imprest warrants, the purpose of the imprest and date issued was not provided for audit verification. In the circumstance, it has not been possible to confirm the accuracy and recoverability of imprest totaling to Kshs.566,511 as at 30 June 2014.

Disclaimer of Opinion

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



Edward R.O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

02 July 2015

therefore could not be determined. Consequently, the accuracy of the other payments of Kshs.6,932,683 could not be confirmed for the year under review.

2. Disbursement from the CDF Board

The statement of receipts and payments reflect disbursement from CDF Board amounting to Kshs.131,973,279. However, records maintained at the Ministry of Devolution and Planning indicate that the cumulative disbursements for the year under review amounted to Kshs.129,973,279. The resultant difference of Kshs.2,000,000 was not explained. In the circumstances, the accuracy of the receipts totaling Kshs.131,973,279 for the year ended 30 June 2014 could not be confirmed.

3. Unutilized Grants to two (2) Secondary Schools

Included in note 7 on transfer to other government entities is grants to Chemase and Kapsimotwo Secondary schools amounting to Kshs.1,000,000 each for construction of administration block and library respectively. Records maintained by the CDF office indicate that the grants were paid to the two schools vide voucher numbers 11 and 48 dated 17 June 2014 and 18 June 2014 respectively. However, no expenditure returns were made available for audit review to account for the grants. Further, a site inspection carried out on the two projects in December 2014 revealed that there was no construction going on, on the ground. In addition no evidence was provided indicating that the funds remained intact in the schools' bank accounts. Consequently, the propriety of the grants amounting to Kshs.2,000,000 for the year ended 30 June 2014 could not be confirmed.

4. Construction of two classrooms – Chebarus Secondary School

Note 7 to the financial statement reflects transfer to secondary schools totaling Kshs.29,150,000 out of which the CDF office made grants amounting to Kshs.1,000,000 to Chebarus Secondary School for the construction of two (2) classrooms. The payment was effected on 18 June 2014 vide cheque number 0004018. However an inspection and acceptance certificate of works done was not availed for audit review. Further, a physical inspection carried out in December 2014 on the school's project indicate that foundation slab was laid for three (3) classrooms instead of the approved two (2) classrooms. In addition walling and roofing had been done in one (1) classroom only while the other two remained at foundation level. The pillars were also tilted indicating poor workmanship by the contractor. No reason was provided for poor management of the project. In the circumstances, it has not been possible to confirm the propriety of the expenditure of Kshs.1,000,000 incurred on the project during the year under review and it is not clear if and when the project will be completed.

5. Purchase of Land for Schools

A review of CDF records for 2013/2014 period revealed that Transfers to Other Government Units amount of Kshs.78,170,000 include payments to Mombwo Girls Secondary School and Sokosik Secondary School amounting to Kshs.1,500,000 and 1,000,000 respectively for purchase of land to build classrooms. However, no land valuation report was provided contrary to the CDF Board Circular No. CDF/Board/Circulars/Vol.1/108 dated 24 August 2010 on guidelines on land ownership for CDF related projects. Further, ownership documents for the purchased land were not provided for audit verification. As a result, the propriety of the expenditure of Kshs.2,500,000 and the ownership status of the two (2) parcels of land could not be confirmed as at 30 June 2014.

6. Stale Cheques – Bank balance

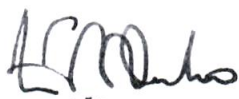
Note 12 to the financial statements reflect bank balance of Kshs.14,332,219.40. A review of bank reconciliation statements revealed that reconciling item of payments in cashbook not recorded in the bank statement (unpresented cheques) of Kshs.20,404,068.95 in June 2014 includes stale cheques totaling to Kshs.1,076,971.95. Some of the stale cheques have been outstanding since February 2010. However, no explanation was provided regarding the failure to reverse the cheques in the cashbook. Consequently, the accuracy and validity of the bank balance of Kshs.14,332,219.40 as at 30 June 2014 could not be confirmed.

7. Outstanding Imprest

The amount of Kshs.566,511 reflected under note 14 relate to outstanding imprest as at 30 June 2014. However, relevant details including imprest warrants, the purpose of the imprest and date issued was not provided for audit verification. In the circumstance, it has not been possible to confirm the accuracy and recoverability of imprest totaling to Kshs.566,511 as at 30 June 2014.

Disclaimer of Opinion

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



Edward R.O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

02 July 2015

[9TH SEPTEMBER 2014]



CONSTITUENCIES DEVELOPMENT FUND – TINDERET

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2014

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



CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

Table of Content

Page

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1
II. STATEMENT OF CONSTITUENCY MANAGEMENT RESPONSIBILITIES	3
III. STATEMENT OF RECEIPTS AND PAYMENTS.....	4
IV. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES	5
V: SUMMARY STATEMENT OF APPROPRIATION.....	6
VI. SIGNIFICANT ACCOUNTING POLICIES.....	7
VII. NOTES TO THE FINANCIAL STATEMENTS	9

TINDIRET CONSTITUENCY
DEVELOPMENT FUND (CDF)
FUND MANAGER

SEP 2014

Sign.....

CONSTITUENCIES DEVELOPMENT FUND - TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

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 CDF Act 2013 aligns the Fund with the Constitution of Kenya 2010 and the Public Finance Management Act 2012 that lay emphasis on citizen participation in public finance management and decision making, transparency and accountability together with equity in public resource utilization. The overall management of the Fund is the responsibility of the Constituencies Development Fund Board.

(b) Key Management

The *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

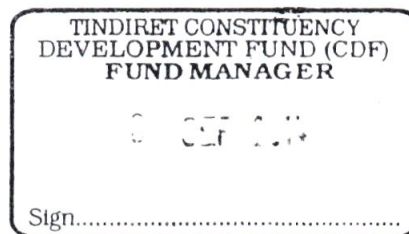
The key management personnel who held office during the financial year ended 30th June 2014 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Chief Executive Officer	Yusuf Mbuno
2.	Fund Account Manager	Miriam T. Naini
3.	District Accountant	David K. Munyao

(d) Fiduciary Oversight Arrangements

List the CDFC as gazzetted

- Alice Sitienei - Chairperson
- Simon Biwott - Secretary
- Edna Lagat - Member
- Jennifer Kotut - Member
- David Rop - Member
- Solomon Nyango - Member
- Joel Bitok - Member
- Florence Sitienei - Member



(e) Entity Headquarters

Provide box and physical address of the constituency CDF office

Tinderet Constituency
 P.O. Box 200-30301
NANDI HILLS

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

(f) Entity Contacts

Provide telephone number and email of the constituency CDF office

Telephone: (254) 208020895

E-mail: tinderet.go.ke

Website: www.go.ke

(g) Entity Bankers

Constituency CDF main banker (provide the bank, branch, account number and address)

Kenya Commercial Bank

A/C NO. 1106819446

P. O. Box 184-30301

NANDI HILLS

(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

**TINDIRET CONSTITUENCY
DEVELOPMENT FUND (CDF)
FUND MANAGER**

Sign.....

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

II. STATEMENT OF CONSTITUENCY 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 by the Public Sector Accounting Standards Board of Kenya from time to time.

The Fund Account Manager in charge of the Tinderet 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 ended on June 30, 2014. 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 constituency; (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 constituency; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

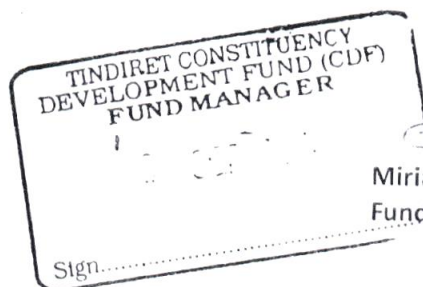
The Fund Account Manager in charge of the Tinderet CDF accepts responsibility for the Constituency's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS) and relevant legal framework of the Government of Kenya. The Fund Account Manager is of the opinion that the Tinderet CDF financial statements give a true and fair view of the state of Constituency's transactions during the financial year ended June 30, 2014, and of the Constituency's financial position as at that date. The Fund Account Manager in charge of the Tinderet CDF further confirms the completeness of the accounting records maintained for the Constituency, which have been relied upon in the preparation of the Constituency financial statements as well as the adequacy of the systems of internal financial control.

The Fund Account Manager in charge of the Tinderet CDF confirms that the entity has complied fully with applicable Government Regulations and that the Constituency'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 confirms that the Constituency'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 Tinderet CDF financial statements were approved and signed on _____ 2014.

Alice Sitienei
Chairman - CDFC




Miriam Naini
Fund Account Manager

CONSTITUENCIES DEVELOPMENT FUND - TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

III. STATEMENT OF RECEIPTS AND PAYMENTS

#REF!	Note	2013-2014 Kshs	2012-2013 Ksh
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	131,973,279.00	0
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	
TOTAL RECEIPTS		131,973,279.00	
PAYMENTS			
Use of goods and services	4	488,680.00	
Committee Expenses	5	1,276,906.00	
Transfers to Other Government Units	6	4,747,343.60	
Other grants and transfers	7	78,170,000.00	
Social Security Benefits	8	19,083,964.00	
Acquisition of Assets	9	8,800.00	
Other Payments	10	6,932,683.00	
	11	6,932,683.00	
TOTAL PAYMENTS		117,641,059.60	
SURPLUS/DEFICIT		14,332,219.40	

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Tinderet CDF financial statements were approved on _____ 2014 and signed by:

Alice Sitienei
 Chairman - CDFC



TINDERET CONSTITUENCY
 DEVELOPMENT FUND (CDF)
 FUND MANAGER

Sign.....


 Miriam Naini
 Fund Account Manager

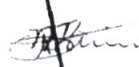
IV. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES

	Note	2013-2014 Kshs	2012-2013 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)			
Cash Balances (sale of tenders, hire of grader)	12	14,332,219.00	
Outstanding Imprests	13	0	
Cash Equivalents (eg sale of tender doc held in bankers cheque)	14	556,551.00	
	15	0	
TOTAL FINANCIAL ASSETS		14,888,730.00	
REPRESENTED BY			
Fund balance b/fwd 1st July...			
Surplus/Deficit for the year	16	14,888,730.00	
Prior year adjustments			
NET LIABILITIES	17	0	
		14,888,730.00	

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Tinderet CDF financial statements were approved on _____ 2014 and signed by:

Alice Sitienei
 Chairman - CDFC

TINDERET CONSTITUENCY
 DEVELOPMENT FUND (CDF)
 FUND MANAGER


 Miriam Naini
 Fund Account Manager

Sign.....


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

V: SUMMARY STATEMENT OF APPROPRIATION

Revenue/Expense Item	Original Budget (approved allocations for FY 2013/14)	Adjustments (Reallocations and previous year 2012/13 balance b/f)	Final Budget	Actual Payments	Budget Utilization Difference	% of Utilisation Difference to Final Budget	Percentage variance
	a	b	c=a+b	d	e=c-d	f=d/c %	
Compensation of Employees	488,680.00	0	488,680.00	488,680.00	0.00	100	0
Use of goods and services	1,276,906.00	0	1,276,906.00	1,276,906.00	0.00	100	0
Committee members expense	4,747,343.60	0	4,747,343.60	4,747,343.60	0.00	100	0
Transfers to Other Government Units	92,502,219.40	0	92,502,219.40	78,170,000.00	14,332,219.40	84.50608051	15.49392
Other grants and transfers	19,083,964.00	0	19,083,964.00	19,083,964.00	0.00	100	0
Social Security Benefits	8,800.00	0	8,800.00	8,800.00	0.00	100	0
Acquisition of Assets	6,932,683.00	0	6,932,683.00	6,932,683.00	0.00	100	0
Other Payments	6,932,683.00	0	6,932,683.00	6,932,683.00	0.00	100	0
TOTALS	131,973,279.00	0	131,973,279.00	117,641,059.60	14,332,219.40	89.14005963	10.85994

The Tindiret CDF financial statements were approved on _____ 2014 and signed by:

Alice Sitienei
Chairman - CDFC



TINDIRET CONSTITUENCY
DEVELOPMENT FUND (CDF)
FUND MANAGER

Sign. 

Miriam Naini
Fund Account Manager

CONSTITUENCIES DEVELOPMENT FUND - TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

VI. SIGNIFICANT ACCOUNTING POLICIES

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

a) 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 and relevant legal framework of the Government of Kenya. 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 Constituency and all values are rounded to the nearest thousand (Kshs'000). 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 Constituency.

b) Recognition of revenue and expenses

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

c) In-kind contributions

In-kind contributions are donations that are made to the Constituency 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 Constituency 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.

d) 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 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.

TINDERET CONSTITUENCY
DEVELOPMENT FUND
MANAGING OFFICER
SIGN

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Receivables and payables

Receivables are funds due to the Constituency at the end of the financial year from the CDF Board and other sources but not yet received while payables are funds due to other parties at the end of the financial year but not yet paid. As receivables and payables do not involve the receipt or payment of cash in the reporting period, they are recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the Constituency at the end of the year. When the receivables or payables are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

f) 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 Constituency'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 Constituency's actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

g) Comparative figures

This is the first year the Constituency is preparing financial statements and hence we do not have comparative figures.

h) 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, 2014.

TINDERET CONSTITUENCY
DEVELOPMENT FUND (CDF)
FUND MANAGER
Sign.....

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

VII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM CDF BOARD

	Description	2013 - 2014	2012 - 2013
		Kshs	Kshs
Normal Allocation	AIE NO... 709787	54,044,922.00	0
	AIE NO.....711984	30,371,342.80	0
	AIE NO.....750002	22,778,507.10	
	AIE NO.....709984	2,000,000.00	
	AIE NO.....735968	22,778,507.10	
Conditional grants	AIE NO...	-	0
	AIE NO...	-	
	TOTAL	131,973,279.00	0

2. PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Receipts from the Sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment		0
Receipts from the Sale Plant Machinery and Equipment		
Receipts from the Sale of office and general equipment		
Total		0

TINDERET CONSTITUENCY
 DEVELOPMENT FUND (CDF)
 FUND MANAGER

9

Sign.....

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER REVENUES

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Interest Received	-	0
Rents	-	0
Sale of tender documents	-	0
Other Receipts Not Classified Elsewhere (specify)	-	0
Total	-	0

4 COMPENSATION OF EMPLOYEES

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Basic wages of contractual employees	488,680.00	0
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
House allowance	-	0
Transport allowance	-	0
Leave allowance	-	0
Other personnel payments	-	0
gratuity	-	0
Total	488,680.00	0

TINDERET CONSTITUENCY
 DEVELOPMENT FUND (CDF)
 FUND MANAGER

Sign.....

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Utilities, supplies and services	343,496.00	
electricity		
water		
Office rent	214,800.00	
Communication, supplies and services	25,000.00	
Domestic travel and subsistence	159,500.00	
Printing, advertising and information supplies & services		
Rentals of produced assets		
Training expenses		
Hospitality supplies and services		
Insurance costs		
Specialized materials and services		
Office and general supplies and services	168,651.00	
Fuel ,oil & lubricants	197,100.00	
Other operating expenses		
Routine maintenance – other assets	167,859.00	
Total	1,276,906.00	

6.

COMMITTEE EXPENSES

Description	2013 - 2014	2012 - 2013
	Kshs	Kshs
Other committee expenses	487,000.00	
Committee allowance	4,260,343.60	
	0	
TOTAL	4,747,343.60	xx

TINDERET CONSTITUENCY
 DEVELOPMENT FUND (C)
 FUND MANAGER

Sign.....

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
 Reports and Financial Statements
 For the year ended June 30, 2014 (Kshs'000)

7. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2013 - 2014	2012 - 2013
	Kshs	Kshs
Transfers to primary schools	48,780,000.00	
Transfers to secondary schools	29,150,000.00	
Transfers to Tertiary institutions		
Transfers to Health institutions	240,000.00	
TOTAL	78,170,000.00	

8. OTHER GRANTS AND OTHER PAYMENTS

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Bursary -Secondary	5,857,242.00	
Bursary -Tertiary	4,593,000.00	
Bursary-Special schools		
Mocks & CAT	671,775.00	
water	3,160,000.00	
Agriculture (food security)		
Electricity projects	51,000.00	
Security		
Roads	4,500,947.00	
Sports	250,000.00	
Environment		
Emergency Projects (specify)		
Total	19,083,964.00	

9. SOCIAL SECURITY BENEFITS

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Employer contribution to NSSF	8,800.00	

TINDIRET CONSTITUENCY DEVELOPMENT FUND (CLM) FUND MANAGER
 Sign...../2.....

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

Total	8,800.00
-------	----------

10. ACQUISITION OF ASSETS

Non Financial Assets	2013 - 2014	2012 - 2013
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings		
Purchase of Vehicles		
Purchase of Bicycles & Motorcycles		
Overhaul of Vehicles	6,158,843.00	
Purchase of Office furniture and fittings		
Purchase of computers ,printers and other IT equipments	133,000.00	
Purchase of photocopier	100,000.00	
Purchase of other office equipments	309,700.00	
Purchase of soft ware	115,700.00	
Acquisition of Land	115,440.00	
Total	6,932,683.00	

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11. OTHER PAYMENTS

12. BANK BALANCES (CASH BOOK BANK BALANCE)

Name of Bank, Account No. & currency	2013 - 2014	2012 - 2013
	Kshs	Kshs
KCB Nandi Hills Branch A/C no.1106819446	14,332,219.40	
Total	0	
	14,332,219.40	

TINDERET CONSTITUENCY
 DEVELOPMENT FUND (CDF)
 FUND MANAGER

13

Sign.....

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2014 (Kshs'000)

13. CASH IN HAND

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Sale of tender	xxx	
Hire of graders	xxx	
Hire of hall	xxx	
Other receipts (specify)	xxx	
Total	xxx	

[Provide cash count certificates for each]

14. OUTSTANDING IMPRESTS

<i>Name of Officer</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Fund Account Manager</i>	566,511.00	xxx	566,511.00
<i>Name of Officer</i>	0	xxx	0
<i>Name of Officer</i>	0	xxx	0
<i>Name of Officer</i>	0	xxx	0
<i>Name of Officer</i>	0	xxx	0
Total	566,511.00	xxx	566,511.00

15. CASH EQUIVALENTS (SHORT-TERM DEPOSITS)

<i>Name of Bank, Account No. & currency</i>	<i>Amount in foreign currency</i>	<i>Exchange rate</i>	2013 - 2014	2012 - 2013
			Kshs	Kshs
<i>Describe the nature of deposit</i>	xxx	xxx	xxx	
<i>Describe the nature of deposit</i>	xxx	xxx	xxx	
<i>Describe the nature of deposit</i>	xxx	xxx	xxx	
<i>Describe the nature of deposit</i>	xxx	xxx	xxx	
Total			xxx	

TINDERET CONSTITUENCY
 DEVELOPMENT FUND (CDF)
 FUND MANAGER

Sign: _____



CONSTITUENCIES DEVELOPMENT FUND
TINDIRET CONSTITUENCY P.O.BOX 200
NANDI HILLS

INVENTORY OF CDFC ASSEST

FURNITURE AND FITTINGS

QTY	Type of furniture	Asset Number	Location	Acquisition Date	Cost (Kshs)	Current condition
1	Ex Napoli Desk	CDF/127/001	CDF Office	18/10/2005	18,500.00	Good
1	L Shaped Desk Beach	CDF/127/002	CDF Office	"	16,500.00	Good
1x2	Casco H/Chairs	CDF/127/003-004	CDF Office	"	34,800.00	Good
4	VT24with ARMS(N/Blue)Chairs	CDF/127/005-008	CDF Office	"	8,640.00	Good
	Barkley in Black PVC Chairs	CDF/127/009-023	CDF Office	18/10/2005	32,400.00	Good
	Glide L/B(N/Blue) chair	CDF/127/024	CDF Office	"	6,000.00	Good
1	Office desk S/D '603' B	CDF/127/025	CDF Office	"	8,300.00	Good
2	Wooden Filings cabinets	CDF/127/026-027	CDF Office	"	23,000.00	Good
1	Cupboard	CDF/127/028	CDF Office	"	15,900.00	Good
1	5 seater (Sofa seat)	CDF/127/029	CDF Office	"	32,500.00	Good
2	Board Room Tables	CDF/127/030-031	CDF Office	"	10,720.00	Good
1	Computer Table/Chair	CDF/127/031-032	CDF Office	01/02/2007	8,000.00	Good

Sign
TINDIRET CONSTITUENCY DEVELOPMENT FUND
FUND MANAGER

PROPERTY, PLANT & EQUIPMENT

QTY	Type of P,P& E	Asset Number	Location	Acquisition Date	Cost (Kshs)	Current Condition
1	Branded H/P Compaq Computer	-CNC636MQ4R -XNC632PNKL	CDF Office	01/02/2007	124,000.00	Good
1	H/P Desk Jet Printer 5943	-HP LaserJet CN6361Z23Z -HP LaserJet CN63N120RM	CDF Office	"	11,000.00	U.S
1	Photocopier Minolta bizhub 162	-HP SGH6430439 -HP HUB6330DGY	CDF Office	"	185,000.00	US
2	Power Backup	-SGH6430439	CDF Office	01/02/2007	15,000.00	Good
5	PCS of window curtains(Maroon & white in colour)	CDF/127/042-045	CDF Office	28/10/2005	6,000.00	Good
1	Land Rover Defender	S/6914	CDF Office	23/03/009	4,079,250	US
1	Toyota Land cruiser		CDF Office	25/5/2014	5,839,843	Good
1	Rubber stamp self inking	CDF/127/048	CDF Office	18/03/2008	2,500.00	Good
1	LG.USB Drive 512 MB	CDF/127/049	CDF Office	04/04/2008	2,295.00	Good
1	Telephone Handset wireless	S/N324072060123	CDF Office	19/08/2008	3,350.00	Good
1	CPU	CNC0052SP	CDF Office			
1	Monitor	CNC951QHF6			CDF Board	Good
1	Power backup	400811070905	CDF Office			
1	Scanner		CDF Office	CDF Board	CDF Board	Good
1	Hp LaserJet Printerp2055d		CDF Office	CDF Board	CDF Board	Good

**TINDIRET CONSTITUENCY
 DEVELOPMENT FUND (CDF)
 FUND MANAGER**

Sign.....
 Date 07/9/14

PREPARED BY: MIRIAM NAINI

FUND ACCOUNT MANAGER: Sign. *[Signature]*

CONFIRMED BY: ALICE SITIENEI

Chairperson Sign. *[Signature]* Date 07/9/14

CONSTITUENCIES DEVELOPMENT FUND – TINDERET CONSTITUENCY

Reports and Financial Statements

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

18.3 PAYABLES

Kshs	Kshs
XXX	XXX
XXX	XXX
XXX	XXX
XXX	XXX
XXX	XXX

18.4 FUNDS DUE TO PROJECTS

18.5 DISBURSEMENTS FROM THE BOARD

AIE NO.	AMOUNT	FINANCIAL YEAR
AIE NO... 709787	54,044,922.00	2012/2013
AIE NO.....711984	30,371,342.80	2013/2014
AIE NO.....750002	22,778,507.10	2013/2014
AIE NO.....709984	2,000,000.00	2013/2014
AIE NO.....735968	22,778,507.10	2013/2014

TINDERET CONSTITUENCY
DEVELOPMENT FUND (CDF)
FUND MANAGER

Sign.....

