

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL



Paper Laid
By Hon. Aden Duale, MP (Lom)
on Thurs. 23.08.2018 (pm)
ADW



REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
KIPKELION WEST CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2017**





OFFICE OF THE AUDITOR GENERAL
P.O. BOX 30084 - 00100 NAIROBI

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NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY
DEVELOPMENT FUND- KIPKELION WEST CONSTITUENCY

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2017

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

NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY
DEVELOPMENT FUND – KIPKELION WEST CONSTITUENCY
Reports and Financial Statements
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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The *Constituencies Development Fund (NG-CDF)* was set up under the NG-CDF Act, 2013 now repealed by the NG-CDF Act, 2015. 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 *KIPKELION WEST Constituency's* day-to-day management is under the following key organs:

- i. Constituencies Development Fund Board (CDFB)
- ii. NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND Committee (NG-CDFC)

(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:

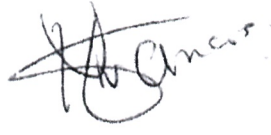

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Mwibiri Francis
3.	Accountant	Wesley Cheruiyot
4.		

(d) Fiduciary Oversight Arrangements

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

(e) KIPKELION WEST NG-CDF Office

P.O. Box 150-20202
Kipkelion.



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(f) KIPKELION WEST NG-CDF Contacts

Telephone: (254) XXXXXXXX
E-mail: kipkelionwest@cdf.go.ke
Website: www.kipkelionwest.org

(g) KIPKELION WEST NG-CDF Bankers

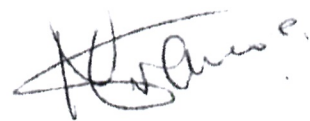
1. Kenya Commercial Bank, Londiani Branch
Acc No: 1147413584
...
...
...

(h) Independent Auditors

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

(i) Principal Legal Adviser

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



**NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY
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**II. FORWARD BY THE CHAIRMAN NATIONAL GOVERNMENT CONSTITUENCY
DEVELOPMENT FUND COMMITTEE (NG-CDFC)**

Kipkelion West NG-CDF has in the last financial year disbursed up to KSH. 135,161,371.50 from Ksh. 93,527,001.15 disbursed in the financial year 2015/16. The decrease in disbursement of funds is due to the delays during aligning the NG-CDF function with the new NG-CDF Act 2015. However, we have made achievements in infrastructural developments across the constituency more especially on the education and health sectors. This therefore, reflects on improved service delivery to the people of Kipkelion West.

We are however hopeful that during amendment in the NG-CDF Act, there will be increased disbursement to the NG-CDF from 2.5% to 5% since it is evident that NG-CDF has since been a success in developments at the grass root level.

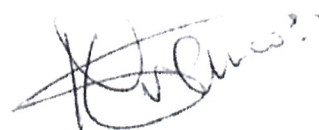
The challenges we face mostly is delays in preparation of Bills of Quantity by line Ministry thus delaying the process of cheque preparation. We are thus looking forward to ensuring accountability in project management as well as increased disbursement of funds to all the coded projects in time.

Thank you.

Sign



CHAIRMAN NG-CDFC



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III. STATEMENT OF NG-CDF MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government NG-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.

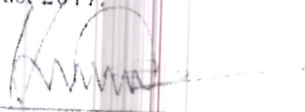
The Accounting Officer in charge of the *Kipkelion West NG-CDF* is responsible for the preparation and presentation of the *NG-NG-CDF'S* financial statements, which give a true and fair view of the state of affairs of the *NG-CDF* or and as at the end of the financial year 2015/16 ended on June 30, 2017. 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.

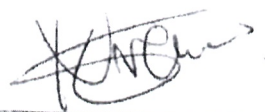
The Accounting Officer in charge of the *Kipkelion West NG-CDF* accepts responsibility for the *NG-CDF'S* financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards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

The Accounting Officer in charge of the *Kipkelion West NG-NG-CDF* Confirms that the NG-CDF has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NG-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 *NG-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.

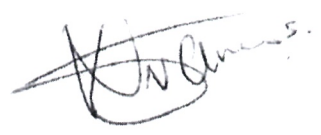
Approval of the financial Statements

The *NG-CDF'S* financial statements were approved and signed by the Accounting Officer on 31st August 2017.


Chairperson


Funds Account Manager

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REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KIPKELION WEST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Kipkelion West set out on pages 6 to 17, which comprise the statement of assets as at 30 June 2017, 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 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Kipkelion West as at June 30, 2017, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act 2015.

In addition, as required by Article 229(6) of the Constitution, based on the procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public money has not been applied lawfully and in an effective way.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund – Kipkelion West Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matter

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matter described in the other matter section, I have determined that there are no key audit matters to communicate in my report.

*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund
– Kipkelion West for the year ended 30 June 2017*

Other Matter

Incomplete Projects

A review of the project implementation status report dated 30 June 2017 shows that NG-CDF – Kipkelion West has remitted a total of Kshs.2,100,000 to various projects as shown in the table below:

Sector	No. of Projects	Amount (Kshs)
Girimori Water Project	1	800,000
County Roads (Bridges)	2	1,300,000
	3	2,100,000

Physical verification of the projects in June 2018 revealed that they are incomplete, and required more funds to be completed. However, according to the Constitution and the CDF Act, 2015, agriculture services, water and sanitation services and village polytechnics are devolved functions that should be funded by the county government. Although the National Government–CDF issued a circular reference CDF BOARD/CIRCULARS VOL.II (121) of 7 April, 2017 expressing the intention to complete the projects, no action had been taken as at the time of audit. In the circumstance, the continued delay in completion of these projects implies that the funds used on them may go to waste.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

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

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

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

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

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error,

and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229 (7) of the Constitution of Kenya. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

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

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

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



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

Nairobi

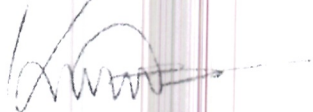
09 August 2018

NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY
 DEVELOPMENT FUND – KIPKELION WEST CONSTITUENCY
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I. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2016-2017 Kshs	2015-2016 Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	81,896,551.70	109,150,296.00
Proceeds from Sale of Assets	2	-	NIL
Other Receipts	3	-	NIL
TOTAL RECEIPTS		81,896,551.70	109,150,296.00
PAYMENTS			
Compensation of employees	4	1,655,005.90	2,011,916.90
Use of goods and services	5	9,155,884.90	8,974,486.55
Transfers to Other Government Units	6	69,400,000.00	37,650,000.00
Other grants and transfers	7	54,204,355.50	44,890,597.70
Acquisition of Assets	8	NIL	NIL
Other Payments	9	746,125.20	NIL
TOTAL PAYMENTS		135,161,371.50	93,527,001.15
SURPLUS/DEFICIT		(53,264,819.80)	15,623,294.85

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



Chairman - NG-CDFC



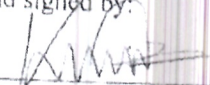
Fund Account Manager

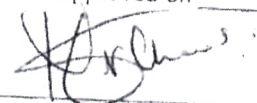
NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY
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IV. STATEMENT OF ASSETS

	Note	2016-2017 Kshs	2015-2016 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	1,270,038.45	54,534,858.25
Cash Balances (cash at hand)	10B	NIL	NIL
Outstanding Imprests	11	NIL	NIL
TOTAL FINANCIAL ASSETS		1,270,038.45	54,534,858.25
REPRESENTED BY			
Fund balance b/fwd 1st July...			
Surplus/Defiet for the year	13	54,534,858.25	38,911,563.40
		(53,264,819.80)	15,623,294.85
Prior year adjustments	14		
NET LIABILITIES		1,270,038.45	54,534,858.25

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


 Chairman –NG-NG-CDFC

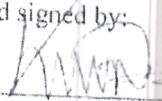

 Fund Account Manager

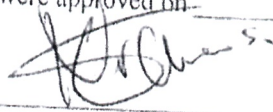
NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY
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V. STATEMENT OF CASHFLOW

Receipts for operating income		2016-2017	2015 - 2016
Transfers from CDF Board	1	81,896,551.70	109,150,296.00
Other Receipts	3		
SUBTOTAL		81,896,551.70	109,150,296.00
Payments for operating expenses			
Compensation of Employees	4	1,655,005.90	2,011,916.90
Use of goods and services	5	9,155,884.90	8,974,486.55
Transfers to Other Government Units	6	69,400,000.00	37,650,000.00
Other grants and transfers	7	54,204,355.50	44,890,597.70
Other Payments	9	746,125.20	-
SUBTOTAL		135,161,371.50	93,527,001.15
Adjusted for:			
Adjustments during the year			-
Net cash flow from operating activities		(53,264,819.80)	15,623,294.85
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		0
Acquisition of Assets	8		0
Net cash flows from Investing Activities			0
NET INCREASE IN CASH AND CASH EQUIVALENT			
		(53,264,819.80)	15,623,294.85
Cash and cash equivalent at BEGINNING of the year	13	54,534,858.25	38,911,563.40
Cash and cash equivalent at END of the year	10A	1,270,038.45	54,534,858.25

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


 Chairman NG-CDF


 Fund Account Manager

NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – KIPKELION WEST
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VI. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments (unspent amounts from last financial year)	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	81,896,551.70	54,534,858.25	136,431,409.95	136,431,409.95	-	100
Proceeds from Sale of Assets	0				-	
Other Receipts	0				-	
TOTALS	81,896,551.70	54,534,858.25	136,431,409.95	135,161,371.50	-	
PAYMENTS						
Compensation of Employees	2,113,793.00		2,113,793.00	1,655,005.90	458,787.10	78%
Use of goods and services	5,256,896.11	4,156,365.34	9,413,261.45	9,155,884.90	257,376.55	97%
Transfers to Other Government Units	42,200,000.00	27,700,000.00	69,900,000.00	69,400,000.00	500,000.00	99%
Other grants and transfers	32,325,862.59	21,878,492.91	54,204,355.50	54,204,355.50	-	100%
Other Payments		800,000.00	800,000.00	746,125.20	53,874.80	93%
TOTALS	81,896,551.70	54,534,858.25	136,431,409.95	135,161,371.50	1,270,038.45	99%

The KIPKELION WEST NG-CDF financial statements were approved on _____ and signed by:

 Chairman CDF

 Fund Account Manager

FUND ACCOUNT MANAGER
 KIPKELION CONSTITUENCY
 P.O. BOX 150 KIPKELION
 Date: 20/11/2017 Sign: [Signature]

VII. 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 *NG-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 *NG-CDF*.

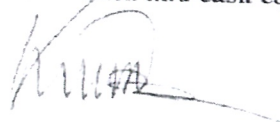
2. Recognition of revenue and expenses

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

3. In-kind contributions

In-kind contributions are donations that are made to the *NG-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 *NG-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



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CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

(Kshs'000)

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.



NATIONAL GOVERNMENT NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – KIPKELION WEST
CONSTITUENCY

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(Kshs'000)

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 *NG-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 *NG-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 *NG-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, 2017.



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VIII. NOTES TO THE FINANCIAL STATEMENTS

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES			
Description			
		2016-2017	2015 - 2016
		Kshs.	Kshs
1330407	Normal Allocation		
	AIE NO A	4,094,827.60	
	AIE NO A	36,853,449.00	
	AIE NO A	40,948,275.10	
	AIE NO A724107		10,000,000.00
	AIE NO A796301		10,000,000.00
	AIE NO A820585		10,000,000.00
	AIE NO A820819		25,000,000.00
	AIE NO A825794		54,150,296.00
	TOTAL	81,896,551.70	109,150,296.00
2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS			
3510000	Description		2015 - 2016

Kura

Hwa

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		Total	Kshs	
			NIL	
1400000	3 OTHER RECEIPTS			
	Description		2015 - 2016	
	Total		Kshs	
			NIL	
2110000	4 COMPENSATION OF EMPLOYEES			
	Description		2016-2017	2015 - 2016
			Kshs	
2110201	Basic wages of contractual employees			
2120101	Employer contribution to NSSF		1,584,605.90	1,956,516.90
	Total		70,400.00	55,400.00
			1,655,005.90	2,011,916.90
2200000	5 USE OF GOODS AND SERVICES			
	Description		2016 - 2017	2015 - 2016
			Kshs	
2210100	Utilities, supplies and services		249,105.60	1,065,696.45
2210500	Printing, advertising and information supplies & services		650,321.00	552,551.00
2211200	Fuel .oil & lubricants		816,975.00	850,000.00
2210802	Other commitee expenses		3,694,365.00	3,439,835.40
2210809	Commitee allowance			

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			3,034,000.00	2,293,223.60
2211300	Other operating expenses			
			369,293.30	111,958.10
2220100	Routine maintenance – vehicles and other transport equipment			
	Total		341,825.00	661,222.00
			9,155,884.90	8,974,486.55
2630200	6 TRANSFER TO OTHER GOVERNMENT ENTITIES			
	Description			
			2016 - 2017	2015 - 2016
			Kshs	Kshs
2630204	Transfers to primary schools			
			45,350,000.00	20,450,000.00
2630205	Transfers to secondary schools			
			24,050,000.00	12,150,000.00
2630207	Transfers to Health institutions			
			-	5,050,000.00
	TOTAL		69,400,000.00	37,650,000.00
2640000	7 OTHER GRANTS AND OTHER PAYMENTS			
	Description			
			2016 - 2017	2015 - 2016
			Kshs	Kshs
2640101	Bursary -Secondary			
			11,662,680.00	6,725,656.00
2640102	Bursary -Tertiary			
			13,694,845.00	6,619,150.00

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2640504	water			
2640505	Agriculture (food security)		6,150,000.00	6,557,685.00
2640507	Security			-
2640508	Roads		7,600,000.00	2,200,000.00
2640509	Sports		6,373,632.00	8,309,486.00
2640510	Environment		2,657,520.00	-
2640200	Emergency Projects (specify)			-
	Tertiary		4,565,678.50	2,478,620.70
	Total		1,500,000.00	12,000,000.00
			54,204,355.50	44,890,597.70
3100000	8 ACQUISITION OF ASSETS			
	<u>Non Financial Assets</u>			
				2015 - 2016
	Total			Kshs
				NIL
	9. OTHER PAYMENTS			
	CDF Office Renovation			
			746,125.20	
	TOTAL		746,125.20	NIL
	10A: Bank Balances (cash book bank balance)			

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	Name of Bank, Account No. & currency	Account Number	2016 - 2017	2015 - 2016
			Kshs (30/6/2016)	Kshs (30/6/2015)
	KCB BANK, LONDIANI BRANCH A/C no.		1,270,038.45	54,534,858.25
	Total		1,270,038.45	54,534,858.25
	10B: CASH IN HAND)			
			2016 - 2017	2015 - 2016
			Kshs(30/6/2017)	Kshs (30/6/2016)
	Total		NIL	NIL

11: OUTSTANDING IMPRESTS					
<i>Name of Officer</i>	Date imprest taken		<i>Amount Taken</i>		<i>Balance (30/6/2016)</i>
			<i>Kshs</i>		<i>Kshs</i>
<i>Total</i>					NIL
12 Retention	PV no				
Supplier/Contractor		2016-2017	2015-2016		

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(Kshs'000)

Total					
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ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
		b	c	2,017	2,016	
				d=a-c		
Construction of buildings	a					
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						

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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	Outstanding Balance	Comments
		a	b	c	2,017	2,016	
					d=a-c		
Senior Management							
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							

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Others (specify)								
10. Salaries	Compensation for employees	2,000,000.00				716,163.65		NIL
11.								
12								
Sub-Total		2,000,000.00				716,163.65		
Grand Total		2,000,000.00				716,163.65		




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ANNEX 3 - ANALYSIS OF OTHER PENDING
 PAYABLES

Name		Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
	Brief Transaction Description	a	b	c	d=a-c	2,017	2,016
Amounts due to other Government entities							
1.							
2.							
3.							
Sub-Total							
Amounts due to other grants and other transfers							
4.	ENVIRONMENT	1,000,000.00		NIL	1,000,000.00		
5.							

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6.							
	Sub-Total		1,000,000.00			1,000,000.00	
	Others (specify)						
7.	AUDIT FEE		500,000.00		NIL	500,000.00	
8.	CDF OFFICE RENOVATION		800,000.00		746,125.20	53,874.80	
9.							
	Sub-Total		1,300,000.00			553,874.80	
	Grand Total		2,300,000.00			1,553,874.80	

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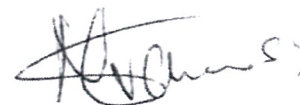
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ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost	Historical Cost
	(Kshs)	(Kshs)
	2016/17	2015/16
Buildings and structures	1,800,000.00	1,800,000.00
Transport equipment	4,450,000.00	4,450,000.00
Office equipment, furniture and fittings	217,600.00	217,600.00
ICT Equipment, Software and Other ICT Assets	163,000.00	163,000.00
Total	6,630,600.00	6,630,600.00

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ANNEX 5

P.M.C.	BANK	ACC NO	BALANCE 2016-17	BALANCE 2015-16
KOKWET PRY SCH	KENYA COMMERCIAL BANK	1161578706	7,951.00	NIL
CHORWET PRY SCH	KENYA COMMERCIAL BANK	1203124465	219,325.00	NIL
KAMIWA PRY SCH	KENYA COMMERCIAL BANK	1203851588	384.5	NIL
KORU FARM PRY SCH	KENYA COMMERCIAL BANK	1203853823	1,200.00	NIL
IMBARAGI PRY SCH	KENYA COMMERCIAL BANK	1157651410	980.8	NIL
TIMBILIL PRY SCH	KENYA COMMERCIAL BANK	1102527122	39,097.00	NIL
KAPSALE PRY SCH	KENYA COMMERCIAL BANK	1163507571	54.5	NIL
MAGIRE SEC SCH	KENYA COMMERCIAL BANK	1149752998	754,735.00	NIL
SIRET SEC SCH	KENYA COMMERCIAL BANK	1162426705	49,713.65	NIL
MNGOMWO B PRY SCH	KENYA COMMERCIAL BANK	1181968828	1,060.00	NIL
KOROSYOT SEC SCH	KENYA COMMERCIAL BANK	1138193321	142,746.15	NIL
KAPNGETUNY SEC SCH	KENYA COMMERCIAL BANK	1181334780	3,840.00	NIL
SIWOT SEC SCH	KENYA COMMERCIAL BANK	1198181826	680	NIL
CHEBIRIR PRY SCH	KENYA COMMERCIAL BANK	1149871768	939.5	NIL
KAMASIAN PRY SCH	KENYA COMMERCIAL BANK	1169450121	10,013.75	NIL
MOGOIWET PRY SCH	KENYA COMMERCIAL BANK	1184233063	200,679.15	NIL
TINGATELA PRY SCH	KENYA COMMERCIAL BANK	1199476390	1,004.50	NIL
MAGIRE PRY SCH	KENYA COMMERCIAL BANK	1164762311	1,220.00	NIL
TINGORO PRY SCH	KENYA COMMERCIAL BANK	1160993572	1,746.70	NIL
PINUS PRY SCH	KENYA COMMERCIAL BANK	1124722106	800.15	NIL
KOISAGAT PRY SCH	KENYA COMMERCIAL BANK	1171189230	100,975.90	NIL
CHEPNGOSOS PRY SCH	KENYA COMMERCIAL BANK	1165398567	939.9	NIL
KIMOLOGIT PRY SCH	KENYA COMMERCIAL BANK	1138077844	2,493.80	NIL
TAITA TOWETT SEC SCH	KENYA COMMERCIAL BANK	1145837247	466,515.00	NIL

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KIPSEGI PRY SCH	KENYA COMMERCIAL BANK	1166443825	1,724.35	NIL
NYAIROBI MIXED SEC SCH	KENYA COMMERCIAL BANK	1149849096	789,634.75	NIL
LESIRWO DAY SEC SCH	KENYA COMMERCIAL BANK	1151554251	171,994.55	NIL
CHESONOI PRY SCH	KENYA COMMERCIAL BANK	1116567040	860.4	NIL
KALYET SEC SCH	KENYA COMMERCIAL BANK	1126908010	941.45	NIL
MURAO SEC SCH	KENYA COMMERCIAL BANK	1151018368	6,269.00	NIL
KUNYAK SEC SCH	KENYA COMMERCIAL BANK	1165359227	1,602.50	NIL
KABOROK B PRY SCH	KENYA COMMERCIAL BANK	1199597767	101,120.00	NIL
KIPKELION LIBRARY	KENYA COMMERCIAL BANK	1176007114	20.7	NIL
LELDET PRY SCH	KENYA COMMERCIAL BANK	1167337530	245,060.00	NIL
KOISAGAT SEC SCH	KENYA COMMERCIAL BANK	1156775086	2,900.15	NIL
CHERARA	KENYA COMMERCIAL BANK	1150940298	1,564.50	NIL
CHEMOGOCH SEC SCH	KENYA COMMERCIAL BANK	1154829138	22,318.50	NIL
LELECHWET ECDE CENTRE	KENYA COMMERCIAL BANK	1173480374	1,220.00	NIL
NDUBUSAT PRY SCH	KENYA COMMERCIAL BANK	1203460457	2,240.00	NIL
KIPCHORIAN DAY SEC SCH	KENYA COMMERCIAL BANK	1121138152	101,763.00	NIL
SAOSET SEC SCH	KENYA COMMERCIAL BANK	1206789255	500,000.00	NIL
KIPKELION TOWNSHIP PRY SCH	KENYA COMMERCIAL BANK	1173647511	790	NIL
SOIL PRY SCH	KENYA COMMERCIAL BANK	1150025719	193,307.50	NIL
SIRGOI PRY SCH	KENYA COMMERCIAL BANK	1205834370	1,650.00	NIL
SIRET PRY SCH	KENYA COMMERCIAL BANK	1166391094	300,554.50	NIL
SEGETET PRY SCH	KENYA COMMERCIAL BANK	1138008737	551,811.50	NIL
SIMOTWET PRY SCH	KENYA COMMERCIAL BANK	1136887199	34,295.40	NIL
LESIRWO SEC SCH	KENYA COMMERCIAL BANK	1173234756	4,336.45	NIL
KOTETNI PRY SCH	KENYA COMMERCIAL BANK	1206077573	200	NIL
KIPTERIS PRY SCH	KENYA COMMERCIAL BANK	1102829145	1,289.00	NIL
LELU CENTRAL PRY SCH	KENYA COMMERCIAL BANK	1204775893	3,640.00	NIL
KAPKOROS PRY SCH	KENYA COMMERCIAL BANK	1108558240	1,749.35	NIL
KALYET PRY SCH	KENYA COMMERCIAL BANK	1178671593	340	NIL

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KAPIAS PRY SCH	KENYA COMMERCIAL BANK	1102523763	10,243.30	NIL
BLUE HILLS PRY SCH	KENYA COMMERCIAL BANK	1184322945	111,261.85	NIL
CHEMAMUL PRY SCH	KENYA COMMERCIAL BANK	1199149764	1,560.00	NIL
NGOMWO PRY SCH	KENYA COMMERCIAL BANK	1206770007	199,780.00	NIL
KAPLUSO PRY SCH	KENYA COMMERCIAL BANK	1206719109	560	NIL
MACHEISOK PRY SCH	KENYA COMMERCIAL BANK	1199611581	3,504.50	NIL
KOISAGAT CHIEFS OFFICE	KENYA COMMERCIAL BANK	1162553022	437.5	NIL
TOROTON CHIEFS OFFICE	KENYA COMMERCIAL BANK	1179652843	510	NIL
SIWOT CHIEFS OFFICE	KENYA COMMERCIAL BANK	1156415845	1,144.50	NIL
SIRET ASST CHIEFS OFFICE	KENYA COMMERCIAL BANK	1206203420	560	NIL
FORTENAN DO'S OFFICE	KENYA COMMERCIAL BANK	1206126809	360	NIL
KALYET CHIEFS OFFICE	KENYA COMMERCIAL BANK	1161041559	240	NIL
KAMASIAN DO'S OFFICE	KENYA COMMERCIAL BANK	1149764325	102,994.20	NIL
KIPSEGI CHIEFS OFFICE	KENYA COMMERCIAL BANK	1161403604	4,082.70	NIL
KUTUNG CHIEFS OFFICE	KENYA COMMERCIAL BANK	1206785888	1,560.00	NIL
CHEMOGOCH CHIEFS OFFICE	KENYA COMMERCIAL BANK	1174468262	1,120.00	NIL
SEGUTON PRY SCH	KENYA COMMERCIAL BANK	1133637779	12,270.30	NIL
NYAGACHO PRY SCH	KENYA COMMERCIAL BANK	1144040086	1,074.50	NIL
KIPTENDEN CHIEFS OFFICE	KENYA COMMERCIAL BANK	1200708296	264.5	NIL
			5,507,821.35	

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PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: <i>(Resolved / Not Resolved)</i>	Timeframe: <i>(Put a date when you expect the issue to be resolved)</i>
1	Low absorption of funds	Delay in Implementation of projects	Funds Account Manager	Funds Disbursed to P.M.C.	30th June, 2017
2	Unreconcilled difference of Ksh. 1,000,000.00	Financial Report to be Adjusted	Funds Account Manager	Financial Report adjusted	30th June, 2017
3	Unaccounted for bursary	bursaries to be fully accounted	Funds Account Manager	supportive documents for accounting burasries received from respective institutions	30th June, 2017