

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

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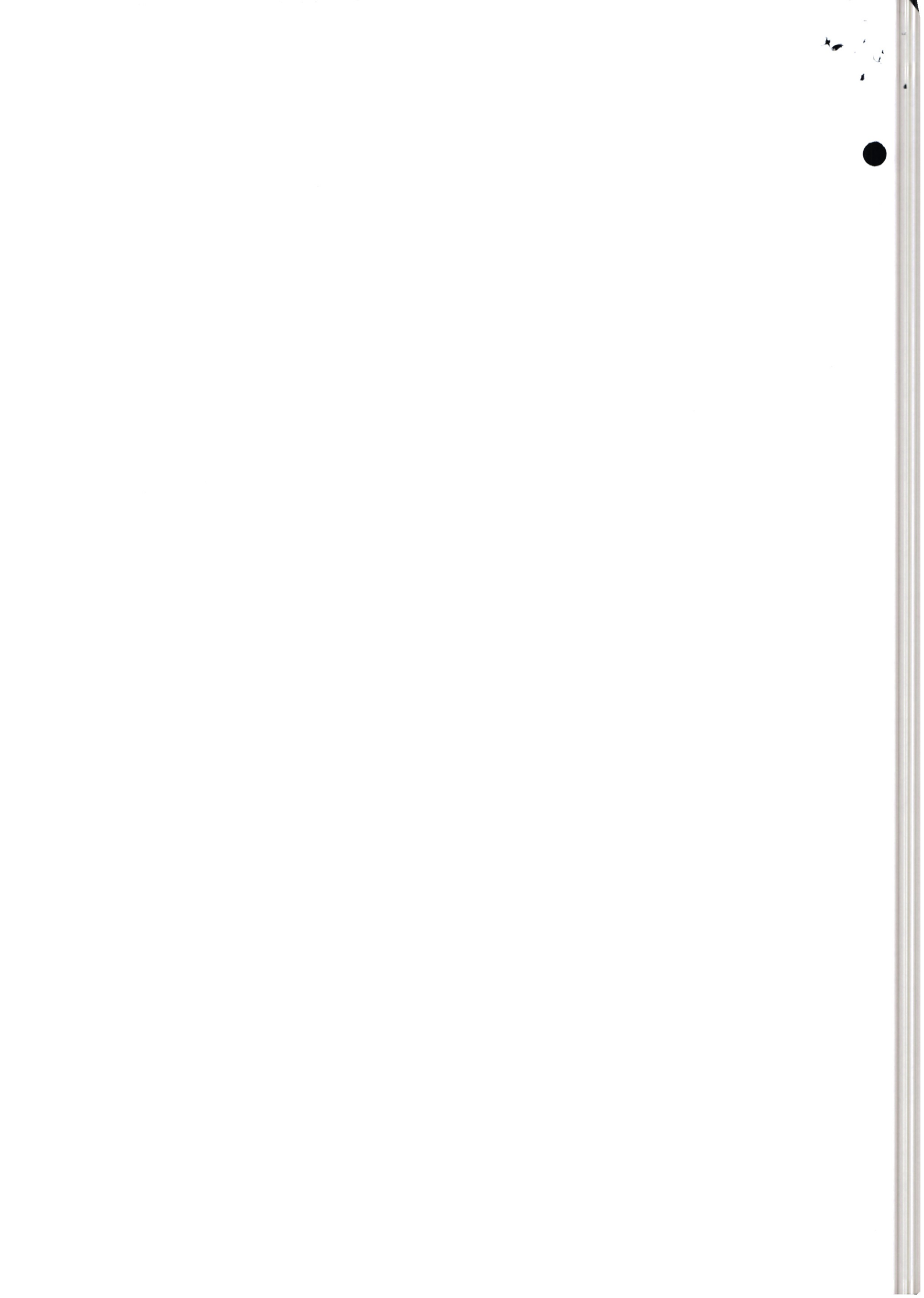
THE NATIONAL ASSEMBLY PAPERS LAJD	
DATE: 03 APR 2019	DAY Wed.
TABLED BY:	Hon. Benjamin Washidi
CLERK-AT THE-TABLE:	Miriam Mado

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF  
NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND  
SUNA EAST CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE 2017





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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND**

**NYATIKE CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2017**

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



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND – NYATIKE  
CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

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**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Development Fund (CDF) was established under the Constituencies Development Fund (CDF) Act, 2003, amended in 2007 and repealed by the CDF Act of 2013.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 *Nyatike* National Government Constituency Development Fund's day-to-day management is under the following key organs:

- i. National Government Constituencies Development Fund Board (NG-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 30<sup>th</sup> June 201~~7~~ and who had direct fiduciary responsibility were:

<b>No.</b>	<b>Designation</b>	<b>Name</b>
1.	Accounting Officer	<b>Yusuf Mbuno</b>
2.	A.I.E holder	<b>Marcelus Obondi Ayieko</b>
3.	Accountant	William Omwange Motonu

**(d) Fiduciary Oversight Arrangements**

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

**(e) NYATIKE National Government Constituency Development Fund Committee Headquarters**

P.O. Box 1  
WATH ONG'ER – MUHURU - SORI ROAD  
WATH ONG'ER TRADING CENTRE



**(f) NYATIKE National Government Constituency Development Fund Committee Contacts**

Telephone: 0711901505

E-mail: [mayieko@cdf.go.ke](mailto:mayieko@cdf.go.ke)

E-mail: [E-mail: nyatikecdf@yahoo.com](mailto:nyatikecdf@yahoo.com)

Website:

**(g) NYATIKE National Government Constituency Development Fund Committee Bankers**

1. Cooperative Bank of Kenya  
Migori Branch  
P.O. Box  
Suna  
Kenya

**(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

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**II. FORWARD BY THE CHAIRMAN NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND COMMITTEE**

Nyatike National Government Constituency Development Fund Committee was allocated KShs. **81,896,552**. The total AIEs received was KShs.100,437,459.00 as at 30<sup>th</sup> June 2017. After taking into account the budget adjustments from the last financial year, we spent KShs.**101,762,883** translating to 69% budget utilization difference of the totals funds available for expenditure.

The NG-CDFCs budget utilization difference on Transfers to Other Government Units was 69% and these were funds meant for infrastructural development in the educational institutions. This was good for us because the funding of infrastructural facilities in our learning institutions was given priority. We still get a lot of project proposals from the so called devolved functions; the funding of roads connecting various schools and water borehole facilities in learning institutions.

It is, therefore, an emerging issue that the felt needs of the members of the public should continue to receive funding by National Government Constituency Development Fund Committees for the good of neither the national nor the county government but for the common good of the people.

I, however, must admit that project implementation in our constituency was not void of challenges. We faced Monitoring and Evaluation challenges owing from the vast nature of our constituency; lack of capacity among Project Management Committees etc. We purchased a new vehicle which helped us monitor projects more effectively.

*Sign*



**CHAIRMAN NG-CDFC**



**III. STATEMENT OF NG-CDFC 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 Constituency Development Fund Committee shall prepare financial statements in respect of that National Government Constituency Development Fund Committee. 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.

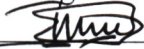
The Accounting Officer in charge of the Nyatike National Government Constituency Development Fund Committee is responsible for the preparation and presentation of the National Government Constituency Development Fund Committee's financial statements, which give a true and fair view of the state of affairs of the National Government Constituency Development Fund Committee for and as at the end of the financial year (period) 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 National Government Constituency Development Fund Committee; (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 National Government Constituency Development Fund Committee; (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 Nyatike National Government Constituency Development Fund Committee accepts responsibility for the National Government Constituency Development Fund Committee'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 National Government Constituency Development Fund Committee's financial statements give a true and fair view of the state of National Government Constituency Development Fund Committee's transactions during the financial year ended June 30, 2017, and of the National Government Constituency Development Fund Committee's financial position as at that date. The Accounting Officer in charge of the Nyatike National Government Constituency Development Fund Committee further confirms the completeness of the accounting records maintained for the National Government Constituency Development Fund Committee, which have been relied upon in the preparation of the National Government Constituency Development Fund Committee's financial statements as well as the adequacy of the systems of internal financial control.

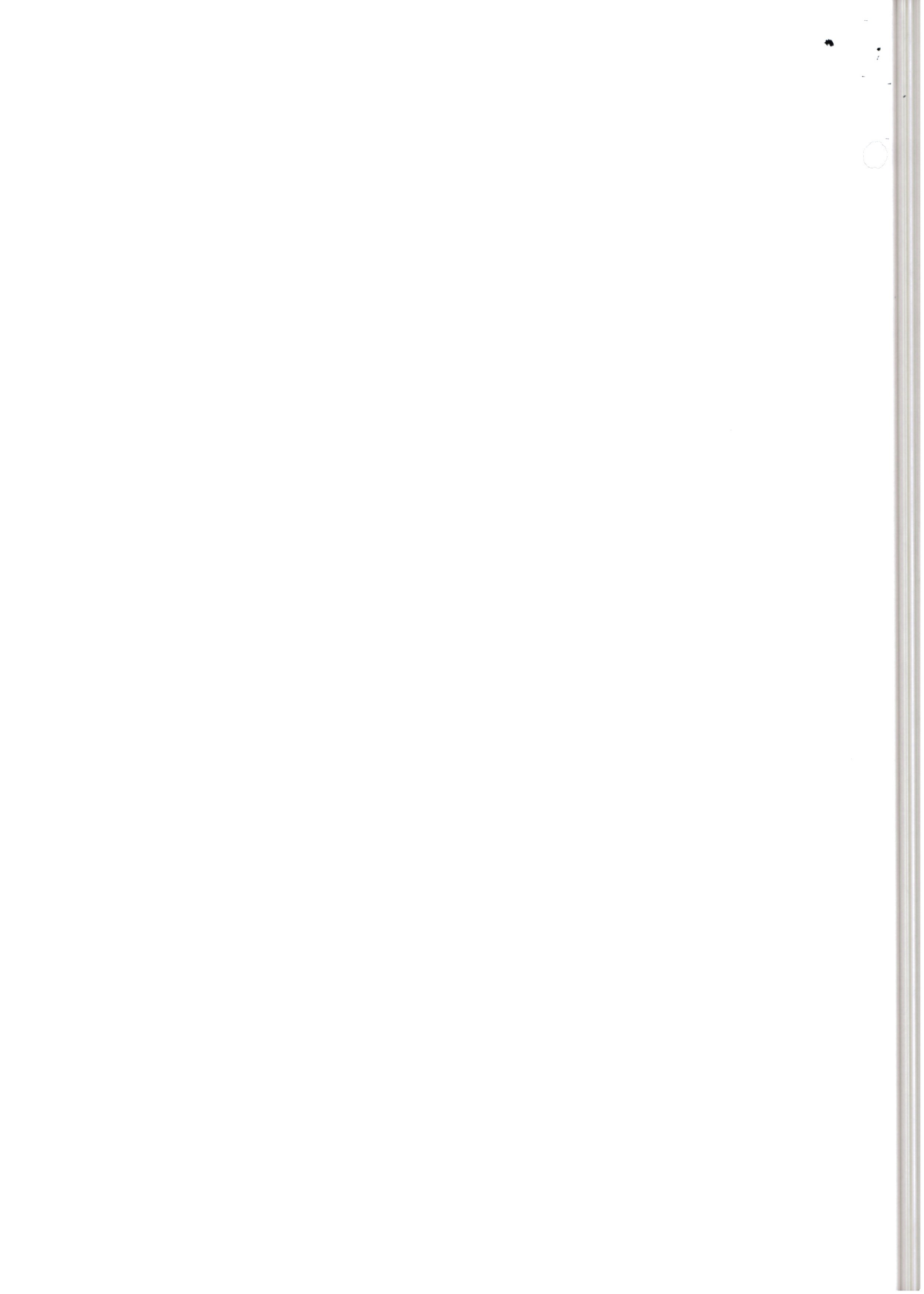
The Accounting Officer in charge of the Nyatike National Government Constituency Development Fund Committee confirms that the National Government Constituency Development Fund Committee has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the National Government Constituency Development Fund Committee'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 National Government Constituency Development Fund Committee'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 National Government Constituency Development Fund Committee's financial statements were approved and signed by the Accounting Officer on 29 September, 2017.

  
Chairman

  
Fund Account Manager



# REPUBLIC OF KENYA

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NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - SUNA EAST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2017

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#### REPORT ON THE FINANCIAL STATEMENTS

##### Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Suna East Constituency set out on pages 5 to 29, which comprise the statement of financial assets as at 30 June 2017, 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.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Suna East Constituency as at 30 June 2017 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015.

In addition, as required by Article 229 (b) of the Constitution, except for the matter described in the Basis for Qualified Opinion and Other Matter sections of my report, 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 Qualified Opinion

###### 1. Unexecuted Works at Rabuor Dispensary

Included in transfers to other government entities of Kshs.51,823,343 is Kshs.2,050,000 reportedly incurred in respect of various works at health institutions including Kshs.600,000 incurred in respect of plastering, fitting and painting of staff houses at Rabuor Dispensary. However, project verification revealed that no work was done.

Consequently, the transfers to other government entities balance of Kshs.51,823,343 is not fairly stated and further, no explanation has been provided by management as to how the funds earmarked for the project were expended.

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*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund - Suna East Constituency for the year ended 30 June 2017*

## **2. Unexplained Adjustment in Summary Statement of Appropriation**

The summary statement of appropriation indicates an original budget of Kshs.81,896,552 and an adjustment of Kshs.30,499,580 that raised the final budget to Kshs.112,396,132. However, at the beginning of the year under review on July 1 2017, the Fund had a bank balance of Kshs.54,049,438 rolled over from 2015/2016. The management did not provide schedules of projects earmarked for implementation from the funds rolled over from the prior year.

Consequently, the accuracy of the summary statement of appropriation cannot be confirmed.

## **3. Unconfirmed Project Management Committee (PMC) Bank Account Balances**

The financial statements under Annex 2 reflect forty--three (43) Project Management Committee (PMC) bank account balances totaling Kshs.89,675 as at 30 June 2017. However, bank statements and reconciliations were not made available for audit review.

Consequently, the accuracy of the balance of Kshs.89,675 as at 30 June 2017 cannot be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund - Suna East 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 qualified opinion.

### **Key Audit Matters**

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

### **Other Matter**

#### **1. Budget Performance**

NGCDF - Suna East Constituency's approved budget for 2016/2017 amounted to Kshs.81,896,552. During the same period, the fund incurred expenditure of Kshs.135,943,460 or 166% of the approved budget as detailed below:

Receipt/ Expense	Approved Budget (Kshs)	Actual Expenditure (Kshs)	Under/ Over Expenditure (Kshs)	% Utilization
<b>Receipts</b>	81,896,552	81,896,552	-	100
Transfer from CDF Board Authority to Incur Expenditure (AIEs)				
<b>Payments</b>				
Compensation of Employees	4,414,864	3,696,551	718,313	84
Use of Goods and Services	2,586,932	9,855,418	(7,268,486)	381
Transfers to Other Government Units	39,900,000	51,823,343	(11,923,343)	130
Other Grants and Transfers	34,994,756	70,571,148	(35,576,392)	202
<b>Total</b>	<b>81,896,552</b>	<b>135,946,460</b>	<b>(54,049,908)</b>	<b>166</b>

## 2. Excess Expenditure on Stalled Construction of Culvert at Osingo and Nyamongo Schools

Included in other grants and payments expenditure of Kshs.70,571,148 reflected in the statement of receipts and payments for the year under review is Kshs.29,091,648 in respect of roads projects which in turn includes Kshs.10,276,950 for construction of a box culvert joining Osingo Primary School and Nyamongo Secondary School. The project was implemented by the Constituency Development Fund Committee instead of Project Management Committee. Further, the contract sum for the project was Kshs.10,276,950 while total payments made amounted to Kshs.10,603,148 which sum thus surpassed the contract price by Kshs.326,198. Audit verification revealed that the project was abandoned before completion with branding, installation of 900mm diameter culverts including headwalls, wing walls, bedding and hunching pending. In addition, back-filling was done on one side of the road only. Further, there was no evidence of the involvement of the relevant government agency as directed by the NGCDF Board.

Consequently, the propriety of the expenditure of Kshs.10,276,950 incurred on the project cannot be confirmed and further with the abandonment of the project, value-for-money is yet to be obtained on the sum invested therein.

## 3. Excess Expenditure on Construction of Unserviceable Communal Water Kiosk and Pipeline at Mapera Secondary School

Also included in other grants and payments of Kshs.70,571,148 is Kshs.29,091,648 incurred in respect of road projects and which in turn includes Kshs.5,424,343 incurred on construction of a communal water supply system including water kiosks and pipelines, drilling of boreholes and installation of an overhead tank and water pump at Mapera Secondary School. Review of project documents revealed that the project was implemented by the Constituency Development Fund Committee instead

*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund - Suna East Constituency for the year ended 30 June 2017*

of the Project Implementation Committee. Further, the contract sum was Kshs.4,424,346 while the contractor was paid Kshs.5,424,343 which sum exceeded the contract sum by Kshs.999,997. The works were completed but the project was not operational due to defects that occurred after commissioning.

Consequently, the regularity of the expenditure of Kshs.5,424,343 cannot be confirmed.

#### 4. Drilling of Borehole and Installations at God Ngoche Girls Secondary

Included in transfers to other government entities expenditure balance of Kshs.51,823,343 is Kshs.18,124,343 incurred in respect of transfers to secondary schools and which in turn includes Kshs.4,000,000 incurred on drilling a borehole, piping, electrical works and installation of overhead tank at God Ngoche Girls Secondary School at a contract sum of Kshs.4,356,450. Audit verification revealed that the water tank and tank mast were delivered and the borehole sunk but the project stalled before completion and the contractor eventually abandoned the site. In the circumstance, the residents of Suna East Constituency are yet to obtain any value for the funds invested in the project.

#### 5. Project Verification

Seventeen (17) projects costing Kshs.50,227,495 were verified during the audit. Only one project was found to be complete and in use as detailed below:

No.	Project	Amount (Kshs)	Observations
1.	God Ngoche Girls Secondary School	4,000,000	Project has Stalled
2.	Radienya Girls Secondary School	4,000,000	Complete and in Use
3.	Communal Water Kiosk and Pipe at Mapera	5,424,343	Ongoing
4.	Rabuor Opasi Primary School Feeder Road	2,950,000	Ongoing
5.	Nyamongo Primary/Secondary – Osingo primary/Secondary Box Culvert	10,603,148	Publicity sign board worth Kshs. 20,000 not placed on the project site 900mm culverts not installed
6.	Ranginya/Tingna Primary/Warisia Road	2,000,000	Ongoing
7.	God ngoche – Onyalo Biro Road	5,100,000	Ongoing
8.	Rabuor chief/AP Post	2,200,000	Ongoing
9.	Nyabisawa AP Post	2,250,000	Ongoing
10.	Lichota Police/AP post	1,550,000	Ongoing
11.	Ombo Primary	800,000	Ongoing

*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund - Suna East Constituency for the year ended 30 June 2017*

12.	Onyalo Primary	500,000	Ongoing
13.	Anjego Secondary	2,000,000	Ongoing
14.	Anjego Primary	600,000	Ongoing
15.	Vyalo Primary	1,000,000	Ongoing
16.	Muhaya Primary school	1,000,000	Ongoing
17.	Nyikendo Primary school	750,000	Ongoing
18.	Kilimanjaro Primay School	900,000	Ongoing
19.	God Jope Primary School	900,000	Ongoing
20.	Sagegi Primary School	700,000	Ongoing
21.	Rabuor Taya Primary	1,000,000	Ongoing
	<b>Total</b>	<b>50,227,495</b>	

### **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 sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless management intends to liquidate the Fund 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 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

*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund - Suna East Constituency for the year ended 30 June 2017*

compliance with Article 229(7) of the Constitution. 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 conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material 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 its 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 its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entity or business activities to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

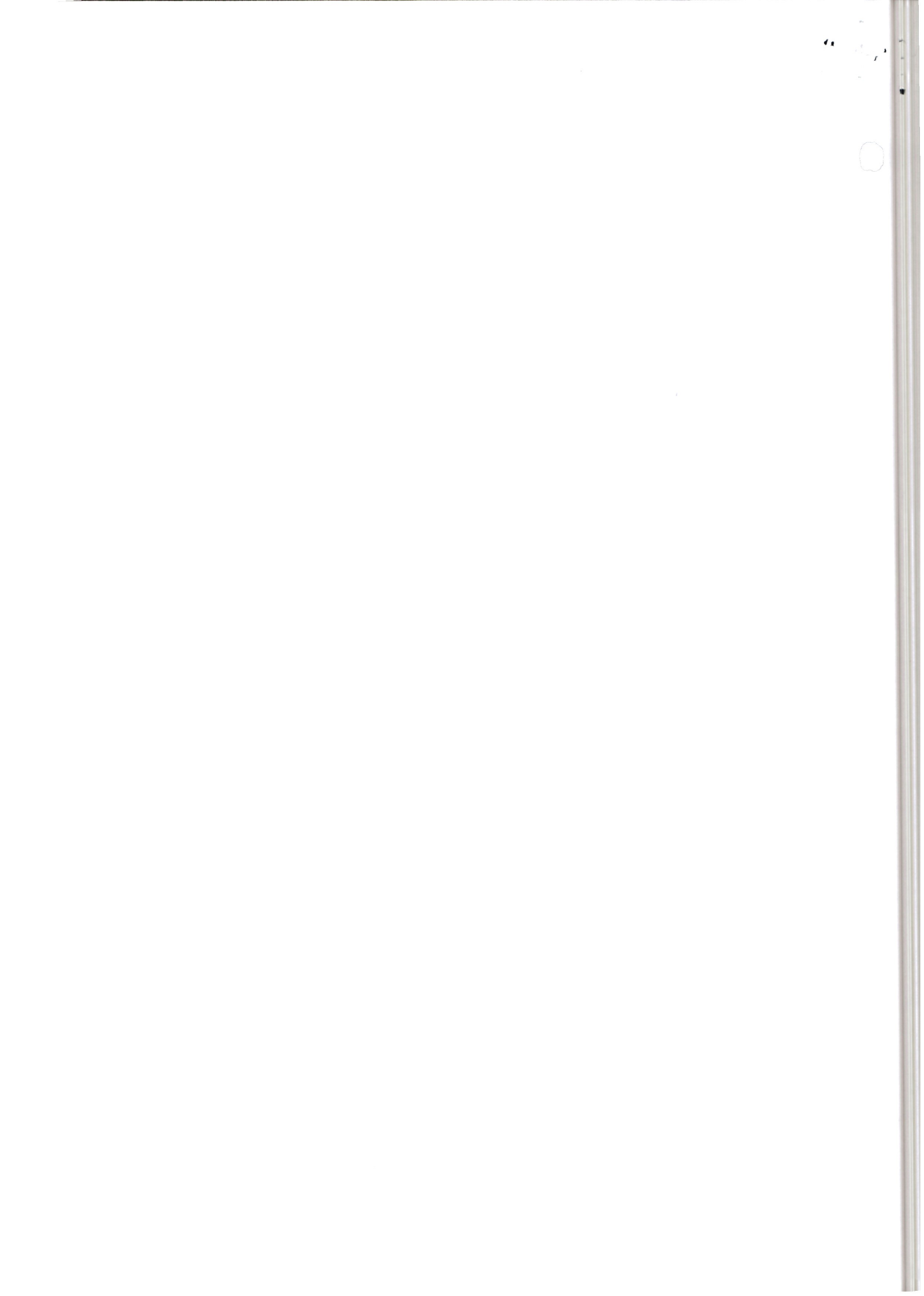
I also provide management with a statement that I have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



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

**Nairobi**

**11 October 2018**



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NYATIKE CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

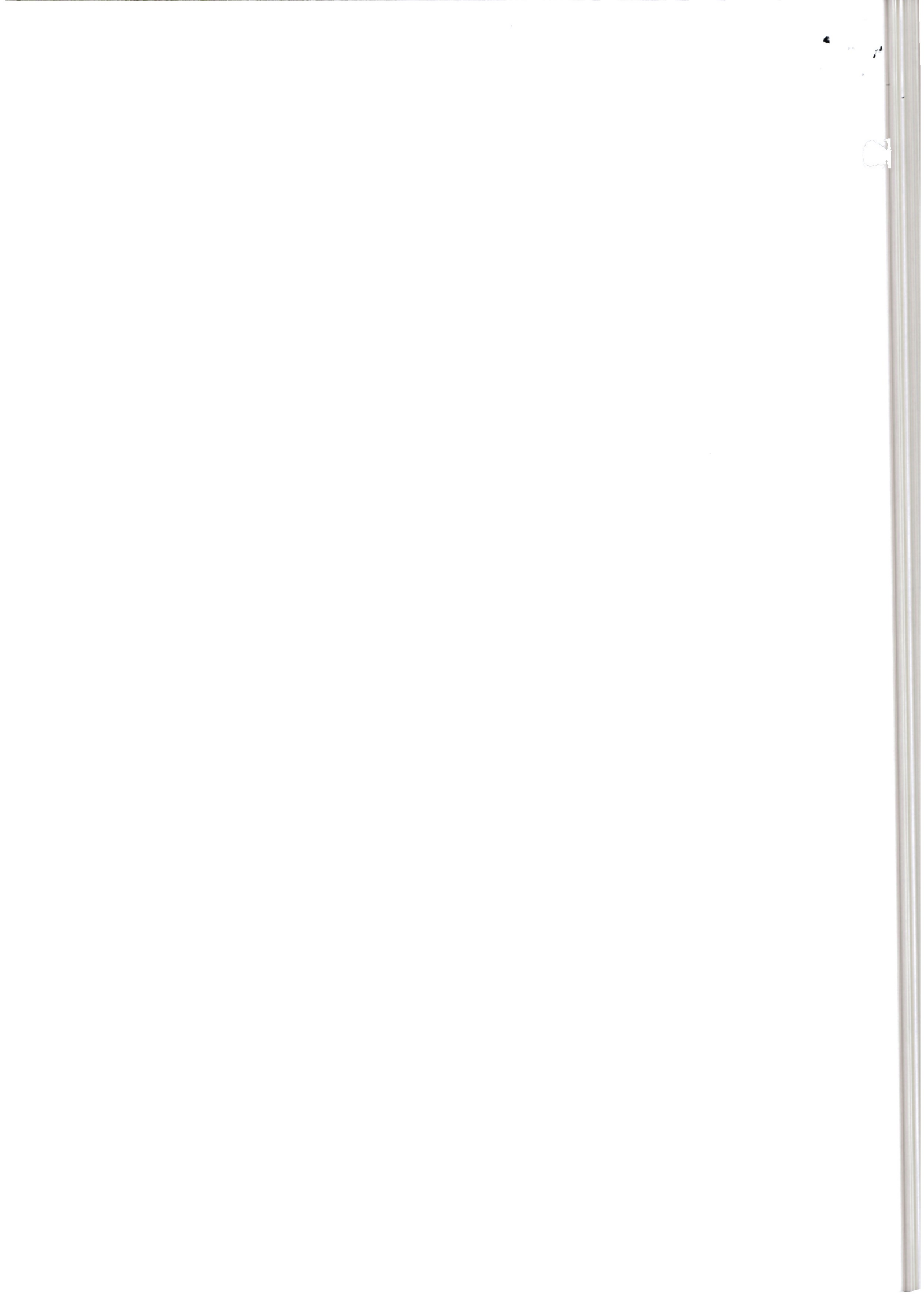
**IV. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2017**

	Note	2016-2017	2015-2016
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from NG- CDF board	1	41,348,277	145,200,002
Proceeds from Sale of Assets	2	-	
Other Receipts (Sale of Tender)	3	69,000	
<b>TOTAL RECEIPTS</b>		<b>41,417,277</b>	<b>145,200,002</b>
<b>PAYMENTS</b>			
Compensation of employees	4	2,349,929	994,973
Use of goods and services	5	4,487,652	6,410,737
Transfers to Other Government Units	6	57,650,000	10,837,931
Other grants and transfers	7	31,000,552	82,522,203
Acquisition of Assets	8	6,274,750	-
Other Payments	9		
<b>TOTAL PAYMENTS</b>		<b>102,162,883</b>	<b>100,765,845</b>
<b>Surplus/Deficit</b>		<b>(60,745,606)</b>	<b>44,434,156</b>

The NYATIKE National Government Constituency Development Fund Committee financial statements were approved on 29/9 2017 and signed by:

  
\_\_\_\_\_  
**Chairman - Constituency Development Fund Committee**

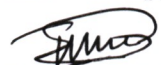
  
\_\_\_\_\_  
**Fund Account Manager**



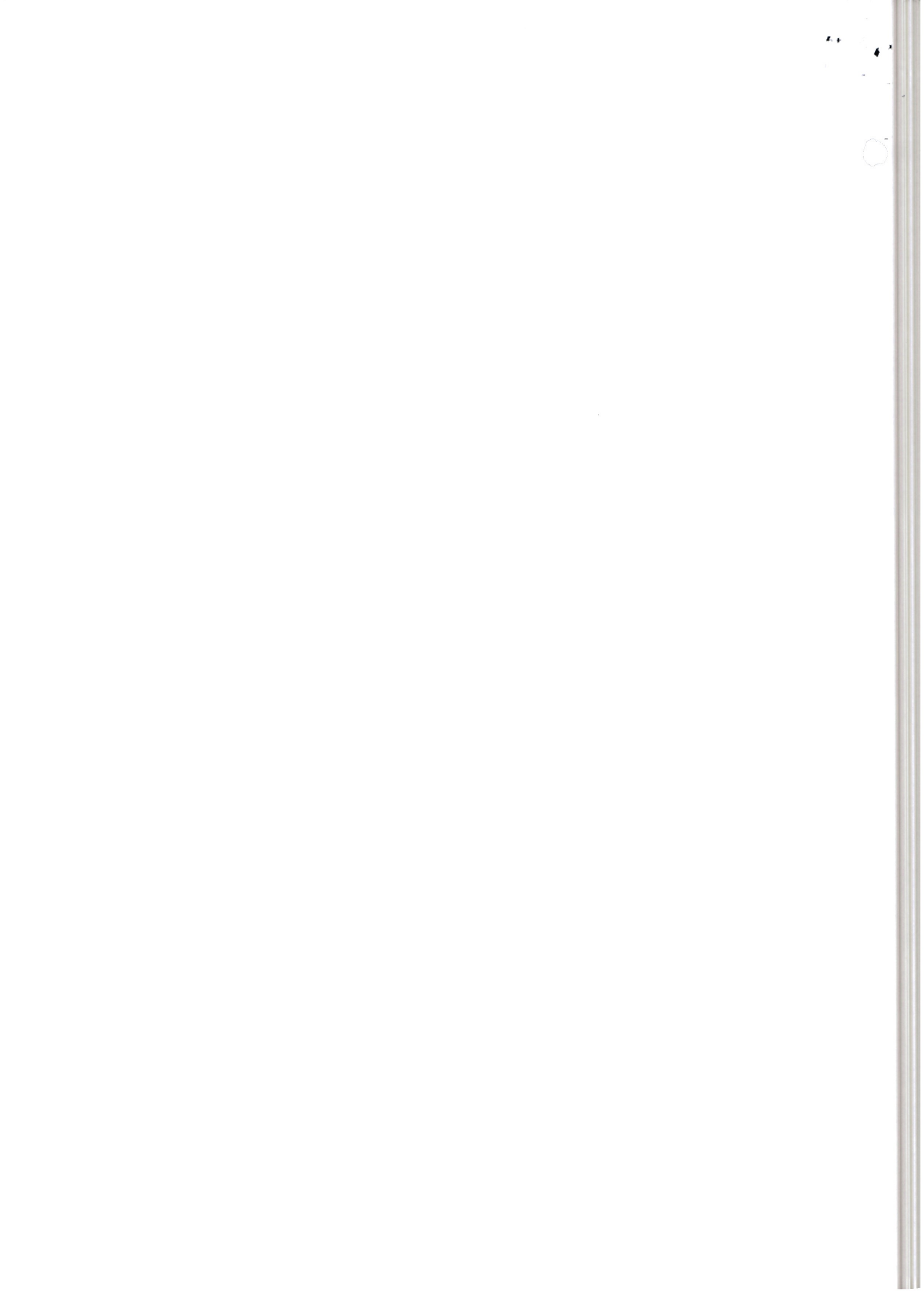
V. STATEMENT OF FINANCIAL ASSETS AS AT 30 JUNE 2017

	Note	2016-2017	2015-2016
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	4,432,766	64,706,922
Cash Balances (cash at hand)	10B	-	
Outstanding Imprests	11		471,450
<b>TOTAL FINANCIAL ASSETS</b>		<b>4,432,766</b>	<b>65,178,372</b>
<b>REPRESENTED BY</b>			
Payables	13		
Fund balance b/fwd. 1st July...	11A	65,178,372	20,744,216
Surplus/Deficit for the year		(60,745,606)	44,434,156
Prior year adjustments	12		
<b>NET LIABILITIES</b>		<b>4,432,766</b>	<b>65,178,372</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NYATIKE National Government Constituency Development Fund Committee financial statements were approved on 29/9 2017 and signed by:

  
 \_\_\_\_\_  
**Chairman** - Constituency Development Fund Committee

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



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND - NYATIKE CONSTITUENCY**

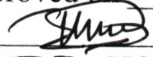
**Reports and Financial Statements**

For the year ended June 30, 2017

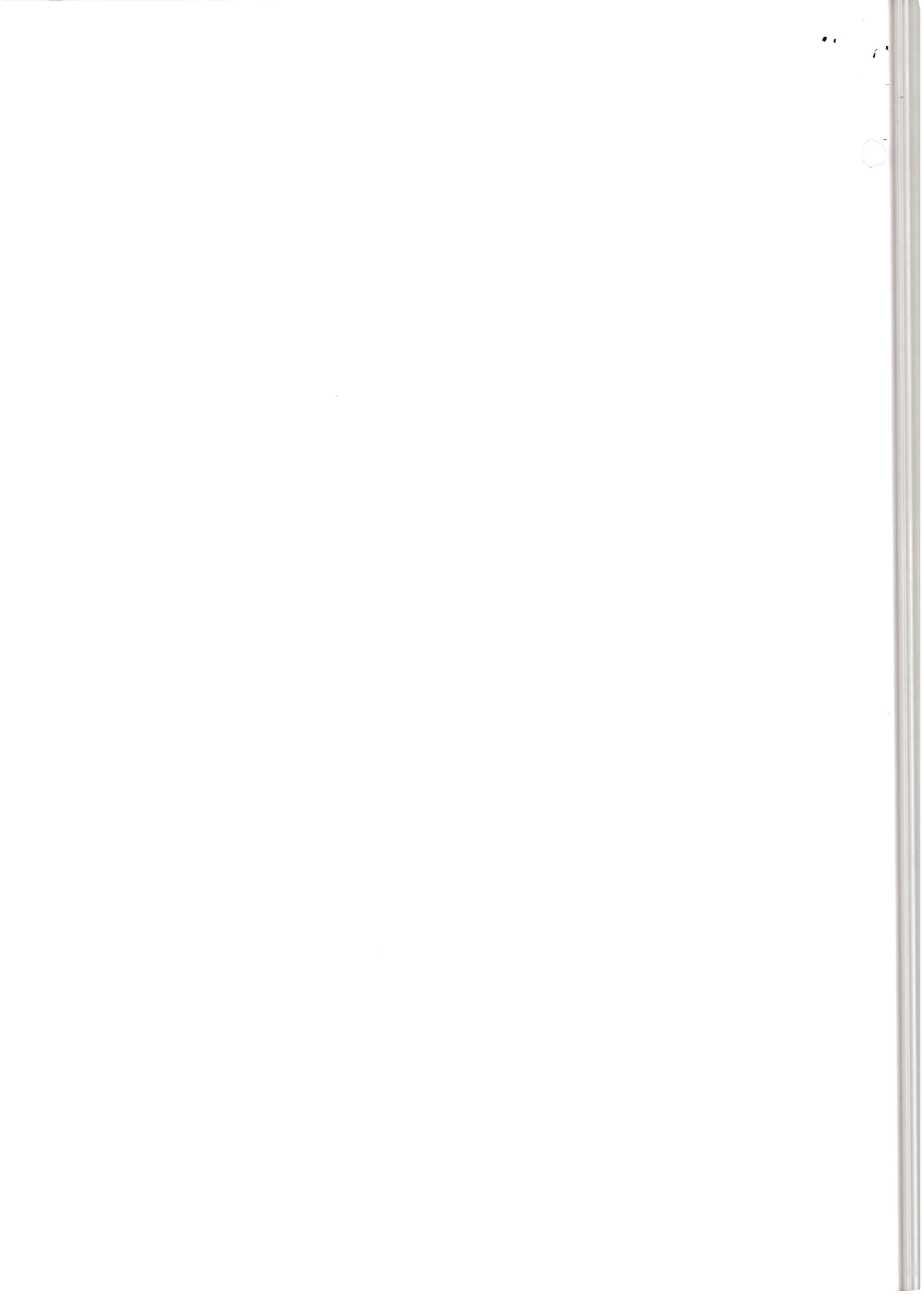
**VI. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 JUNE 2017**

Receipts for operating income		2016 - 2017	2015 - 2016
		Kshs	Kshs
Transfers from CDF Board	1	41,348,277	145,200,002
Other Receipts	3	69,000	-
<b>Total</b>		<b>41,417,277</b>	<b>145,200,002</b>
<b>Payments for operating expenses</b>			
Compensation of Employees	4	2,349,929	994,973
Use of goods and services	5	4,487,652	6,410,737.75
Transfers to Other Government Units	6	58,050,000	10,837,931
Other grants and transfers	7	31,000,552	82,522,203
Other Payments	9		
		<b>95,888,133</b>	<b>100,765,845</b>
<b>Adjusted for:</b>			
Adjustments during the year			471,450.00
Changes in accounts receivables		(471,450)	
<b>Net cash flow from operating activities</b>		<b>95,416,683</b>	<b>43,962,707</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	6,274,750	-
<b>Net cash flows from Investing Activities</b>		<b>6,274,750</b>	<b>0</b>
		<b>101,691,433</b>	
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>		<b>(60,274,156)</b>	<b>43,962,707</b>
<b>Cash and cash equivalent at BEGINNING of the year</b>	11A	<b>64,706,922</b>	<b>20,744,216</b>
<b>Cash and cash equivalent at END of the year</b>	10A	<b>4,432,766</b>	<b>64,706,922</b>

The NYATIKE National Government Constituency Development Fund Committee financial statements were approved on 29/9 2017 and signed by:

  
 Chairman NG-CDFC

  
 Fund Account Manager



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – NYATIKE CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

**VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED**

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
<b>RECEIPTS</b>						
Transfers from CDF Board	81,896,552	65,178,373	147,074,925	41,348,277	105,726,648	28
Proceeds from Sale of Assets				0	0	
Other Receipts		69,000	69,000	69,000	0	100
<b>TOTAL RECEIPTS</b>	<b>81,896,552</b>	<b>65,247,373</b>	<b>147,143,925</b>	<b>41,417,277</b>	<b>105,726,648</b>	<b>28</b>
<b>PAYMENTS</b>						
Compensation of Employees	2,445,690	2,119,929	4,565,619	2,349,929	2,215,690	51
Use of goods and services	4,924,999	4,016,653	8,941,652	4,487,653	4,453,999	50
Transfers to Other Government Units	46,150,000	36,138,000	82,288,000	58,050,000	24,238,000	71
Other grants and transfers	28,375,863	16,698,042	45,073,904	31,000,553	14,073,351	69
Acquisition of Assets	0	6,274,750	6,274,750	6,274,750	0	100
Other Payments		0	0	0	0	
<b>TOTALS</b>	<b>81,896,552</b>	<b>65,247,373</b>	<b>147,143,925</b>	<b>102,162,883</b>	<b>44,981,042</b>	<b>69</b>

- i. Use of goods and services: The utilization under this category is low because the National Government Constituency Development Fund Committee did not prioritize funds to this vote head as priority was biased in favour of transfers to other government units.
- ii. Acquisition of Assets: The utilization under this category is 100% because these expenditures are based on funds of the previous financial year; there was no budget for acquisition of assets in the financial year under review.

The NYATIKE National Government Constituency Development Fund Committee financial statements were approved on 29/9 2017 and signed by:

 **Chairman** Constituency Development Fund Committee       **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 National Government Constituency Development Fund Committee 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 National Government Constituency Development Fund Committee.

### 2. Recognition of revenue and expenses

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

### 3. In-kind contributions

In-kind contributions are donations that are made to the National Government Constituency Development Fund Committee 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 National Government Constituency Development Fund Committee includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

### 4. Cash and cash equivalents

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



**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 National Government Constituency Development Fund Committee 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**

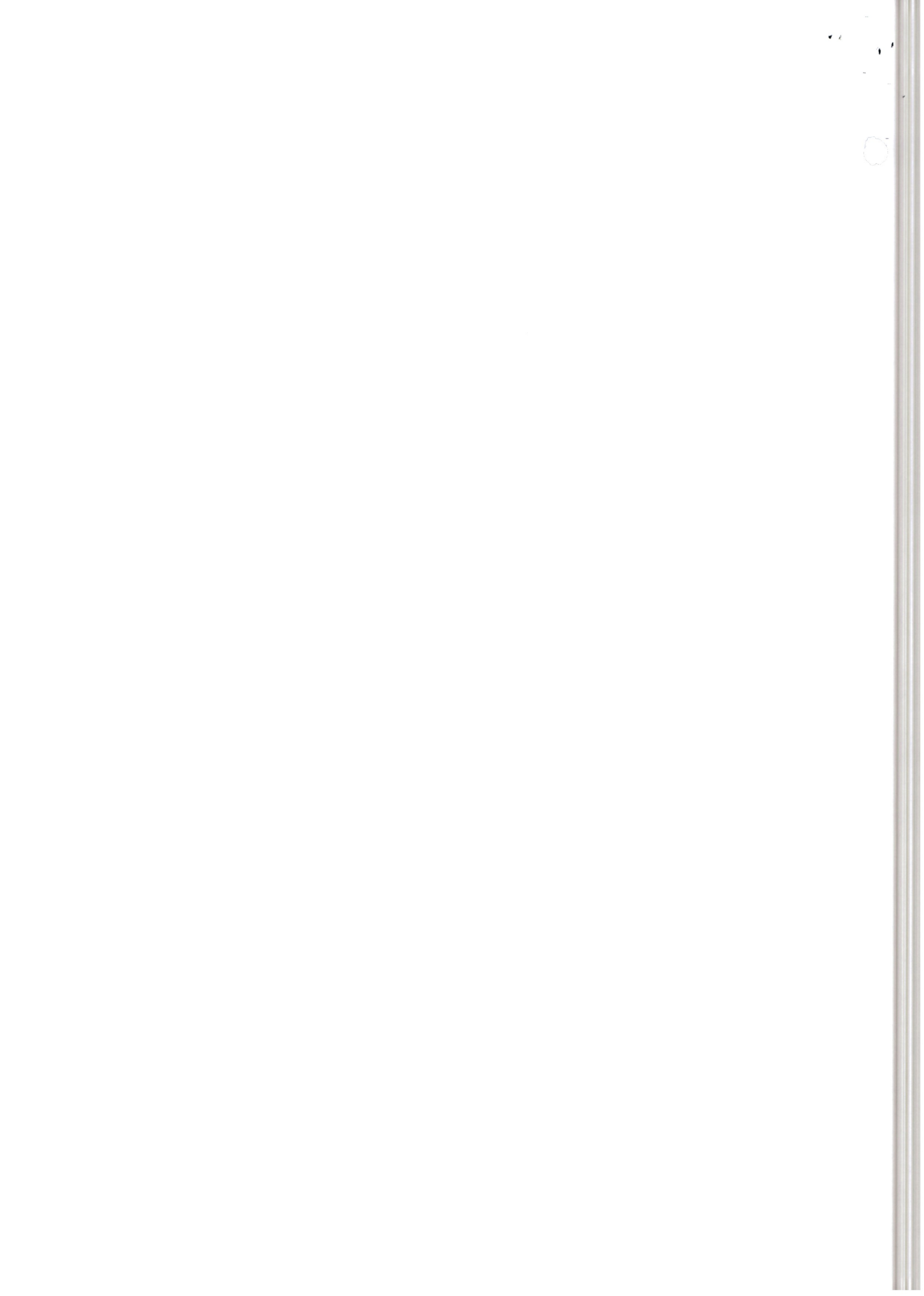
The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The Constituency Development Fund Committee’s budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the National Government Constituency Development Fund Committee’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.



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY  
 Reports and Financial Statements  
 For the year ended June 30, 2017

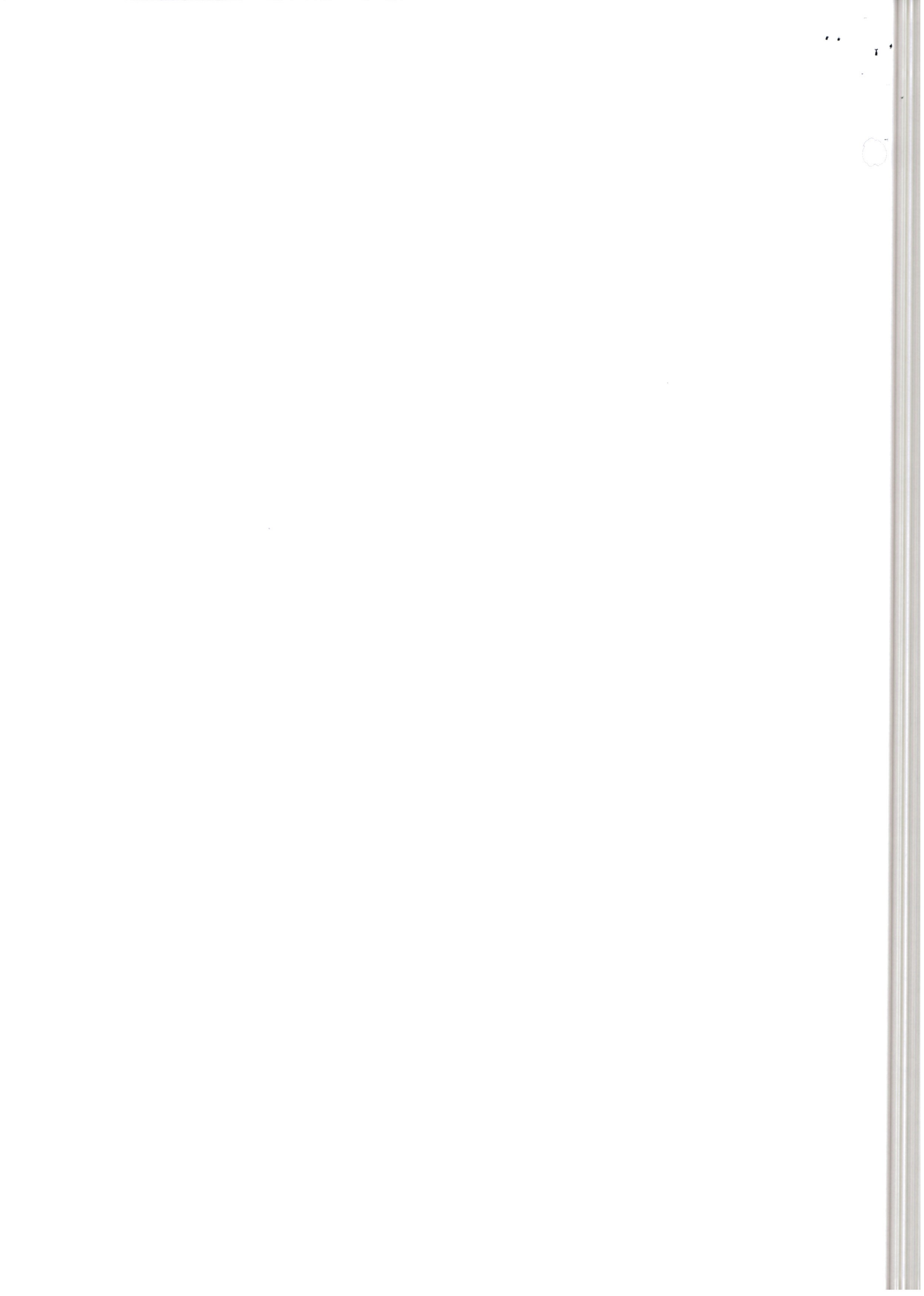
IX. NOTES TO THE FINANCIAL STATEMENTS

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES

GFS CODES	Description		2016 - 2017	2015 - 2016
			Kshs	Kshs
1330407	Normal Allocation	AIE NO.		27,710,820
		AIE NO.	4,094,828	10,000,000
		AIE NO.	36,853,449	20,000,000
		AIE NO.	400,000	28,000,000
				59,489,182
1330408	Conditional grants	suspense		-
1330409	Receipt from other Constituency			
	<b>TOTAL</b>		<b>41,348,277</b>	<b>145,200,002</b>

2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS

	Description		2016 - 2017	2015 - 2016
			Kshs	Kshs
3510202	Receipts from the Sale of Buildings			
3510601	Receipts from the Sale of Vehicles and Transport Equipment			-
3510801	Receipts from the Sale Plant Machinery and Equipment			
3510803	Receipts from the Sale of office and general equipment			



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

<b>3 OTHER RECEIPTS</b>				
	<b>Description</b>		<b>2016 - 2017</b>	<b>2015 - 2016</b>
			<b>Kshs</b>	<b>Kshs</b>
1410107	Interest Received		-	-
1410405	Rents		-	-
1420601	Sale of tender documents		69,000.00	-
1450207	Other Receipts Not Classified Elsewhere (specify)			
	<b>Total</b>		<b>69,000</b>	

<b>4 COMPENSATION OF EMPLOYEES</b>				
<b>2110000</b>	<b>Description</b>		<b>2016 - 2017</b>	<b>2015 - 2016</b>
			<b>Kshs</b>	<b>Kshs</b>
2110201	Basic wages of contractual employees			
2110202	Basic wages of casual labour		2,249,004	944,634.25
2120101	Employer contribution to NSSF		100,925	50,339
	<b>Total</b>		<b>2,349,929</b>	<b>994,973</b>

<b>5 USE OF GOODS AND SERVICES</b>				
	<b>Description</b>		<b>2016 - 2017</b>	<b>2015 - 2016</b>
			<b>Kshs</b>	<b>Kshs</b>
2210100	Utilities, supplies and services		294,850.00	200,000.00
2210200	Communication, supplies and services		252,430.00	300,000.00
2210300	Domestic travel and subsistence		-	400,000.00
2210500	Printing, advertising and information supplies & services		73,080.00	200,000.00



**NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

2210700	Training expenses		292,000.00	448,850.75
2210800	Hospitality supplies and services		350,000.00	76,792.00
2211100	Office and general supplies and services		200,000.00	250,000.00
2211200	Fuel ,oil & lubricants		400,000.00	100,000.00
2211300	Other operating expenses		13,896	-
2220100	Routine maintenance – vehicles and other transport equipment		357,396.00	613,295.00
2220200	Routine maintenance – other assets		-	-
2210802	Other committee expenses		1,023,500	2,437,300
2210809	Committee allowance		1,230,500	1,384,500
			-	
	<b>Total</b>		<b>4,487,652</b>	<b>6,410,737.75</b>

**6 TRANSFER TO OTHER GOVERNMENT ENTITIES**

	<b>Description</b>		<b>2016 - 2017</b>	<b>2015 - 2016</b>
			<b>Kshs</b>	<b>Kshs</b>
2630204	Transfers to primary schools		12,200,000	4,937,931
2630205	Transfers to secondary schools		45,850,000	5,900,000
2630206	Transfers to Tertiary institutions	-	-	-
2630207	Transfers to Health institutions	-	-	-
	<b>TOTAL</b>		<b>58,050,000</b>	<b>10,837,931</b>



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY

Reports and Financial Statements

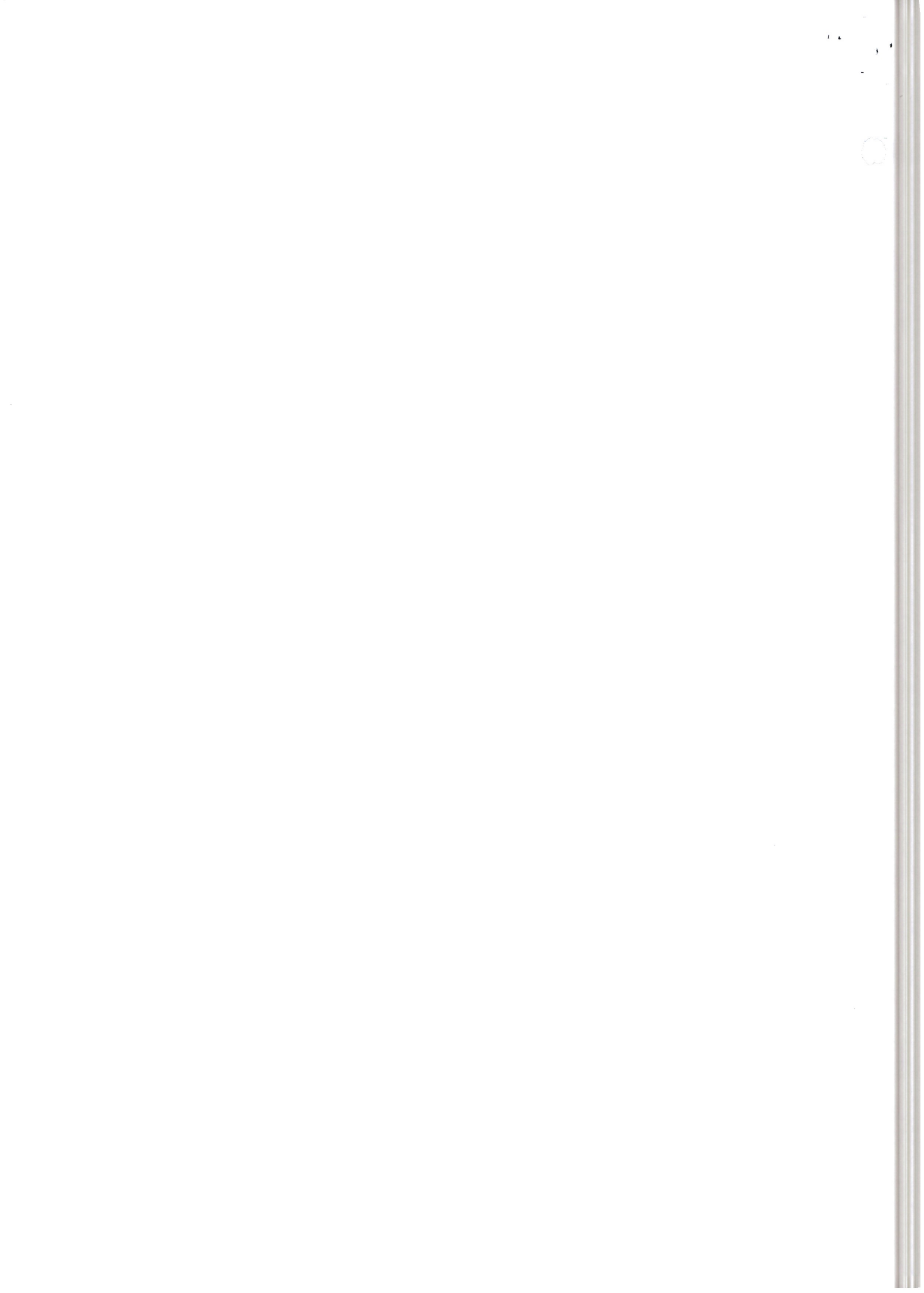
For the year ended June 30, 2017

**OTHER GRANTS AND OTHER  
PAYMENTS**

<b>2640000</b>				
	<b>Description</b>		<b>2016 - 2017</b>	<b>2015 - 2016</b>
			<b>Kshs</b>	<b>Kshs</b>
2640101	Bursary -Secondary		10,048,430	7,219,000
2640102	Bursary -Tertiary		6,965,663	5,997,402
2640104	Bursary-Special schools		-	-
2640105	Mocks & CAT		3,500,000	500,000
2630207	Health		800,000	31,548,786
2640506	Electricity projects		-	-
2640507	Security		500,000	9,334,983
2640508	Roads		-	19,510,000
2640509	Sports		1,500,000	2,216,867
2640510	Environment		1,000,000	1,995,165
2640200	Emergency Projects (specify)		6,686,459	4,200,000
	<b>Total</b>		<b>31,000,552</b>	<b>82,522,203</b>

**8 ACQUISITION OF ASSTS**

<b>3100000</b>				
	<b><u>Non-Financial Assets</u></b>		<b>2016 - 2017</b>	<b>2015 - 2016</b>
			<b>Kshs</b>	<b>Kshs</b>
3110701	Purchase of Vehicles		4,575,300.	-
3111001	Purchase of Office furniture and fittings		1,694,450	-
3111009	Purchase of other office equipment's		5,000	-
	<b>Total</b>		<b>6,274,750</b>	



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

					-
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9	Other Payments		
specify			305,790.00
specify		-	-
specify		-	-
<b>TOTAL</b>		-	<b>305,790.00</b>

10A: Bank Balances (cash book bank balance)			
Name of Bank, Account No. & currency	Account Number	2016 - 2017	2015 - 2016
		Kshs (30/6/2017)	Kshs (30/6/2016)
<i>Cooperative Bank, Yala Branch</i>		4,432,766	64,706,922
<i>A/C no.</i>		-	-
		-	-
<b>Total</b>		<b>4,432,766</b>	<b>64,706,922</b>

10B: CASH IN HAND)			
		2016 - 2017	2015 - 2016
		Kshs (30/6/2017)	Kshs (30/6/2016)
Location 1		-	-
Location 2		-	-
Location 3		-	-
Other receipts (specify)		-	-



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY

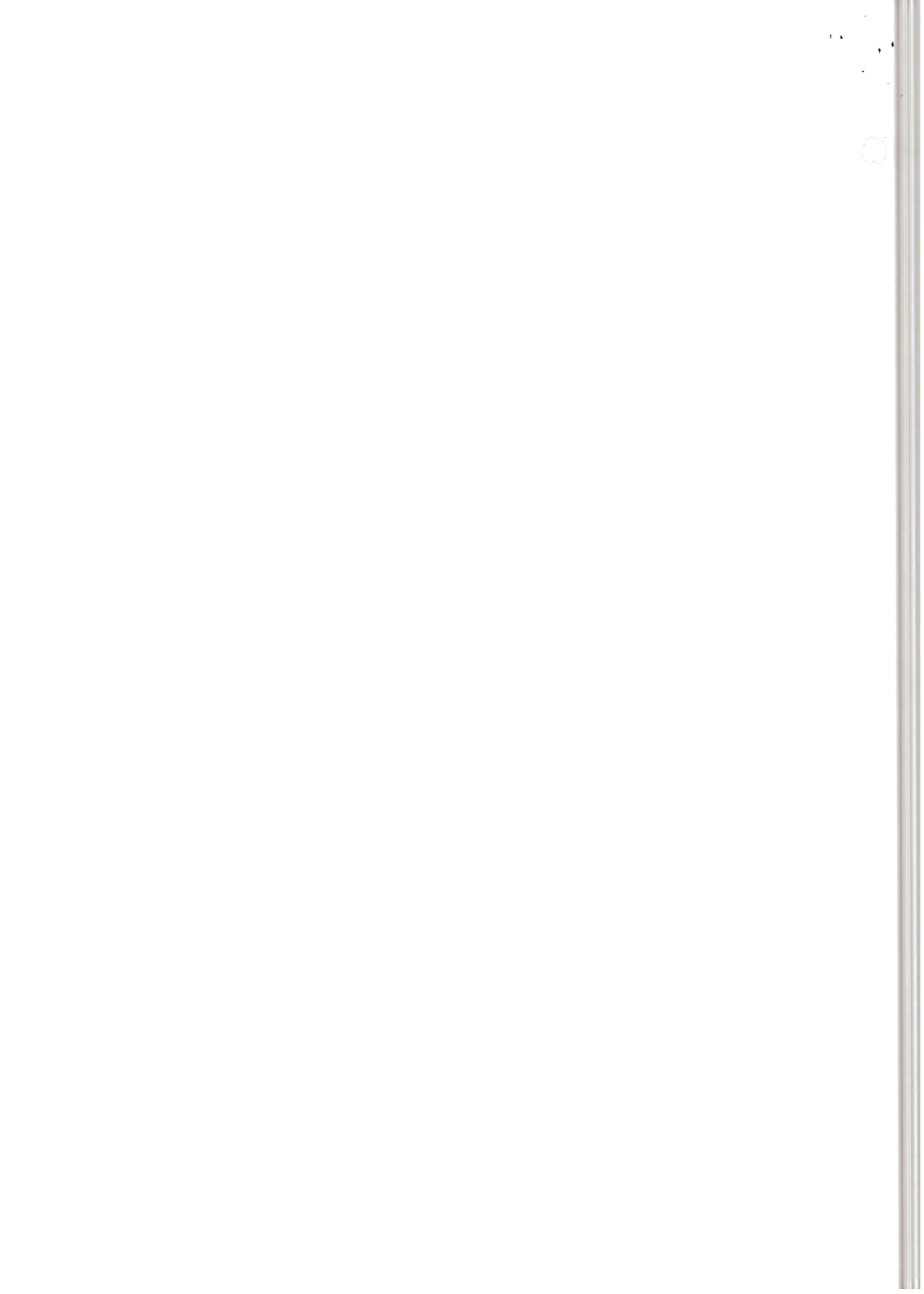
Reports and Financial Statements

For the year ended June 30, 2017

<b>Total</b>		-	-
		<i>[Provide cash count certificates for each]</i>	

<b>11: OUTSTANDING IMPRESTS</b>			
<i>Name of Officer</i>	<b>Date imprest taken</b>	<i>Amount Taken</i>	<i>Amount Surrendered</i>
		<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer</i>	dd/mm/yy	-	-
<i>Name of Officer</i>	dd/mm/yy	-	-
<b>Total</b>		-	

<b>11A BALANCES BROUGHT FORWARD</b>			
		<b>2016-2017</b>	<b>2015-2016</b>
		<b>Kshs (1/7/2016)</b>	<b>Kshs (1/7/2015)</b>
Bank accounts		64,706,922	19,045,974
Cash in hand			
Imprest		471,450	1,698,242
<b>Total</b>		<b>65,178,372</b>	<b>20,744,216</b>
	<i>[Provide short appropriate explanation as necessary]</i>		



12 PRIOR YEAR ADJUSTMENTS			
		<b>2016-2017</b>	<b>2015-2016</b>
		<b>Kshs</b>	<b>Kshs</b>
Bank accounts			
Cash in hand			
Imprest		-	-
			-
<b>Total</b>			

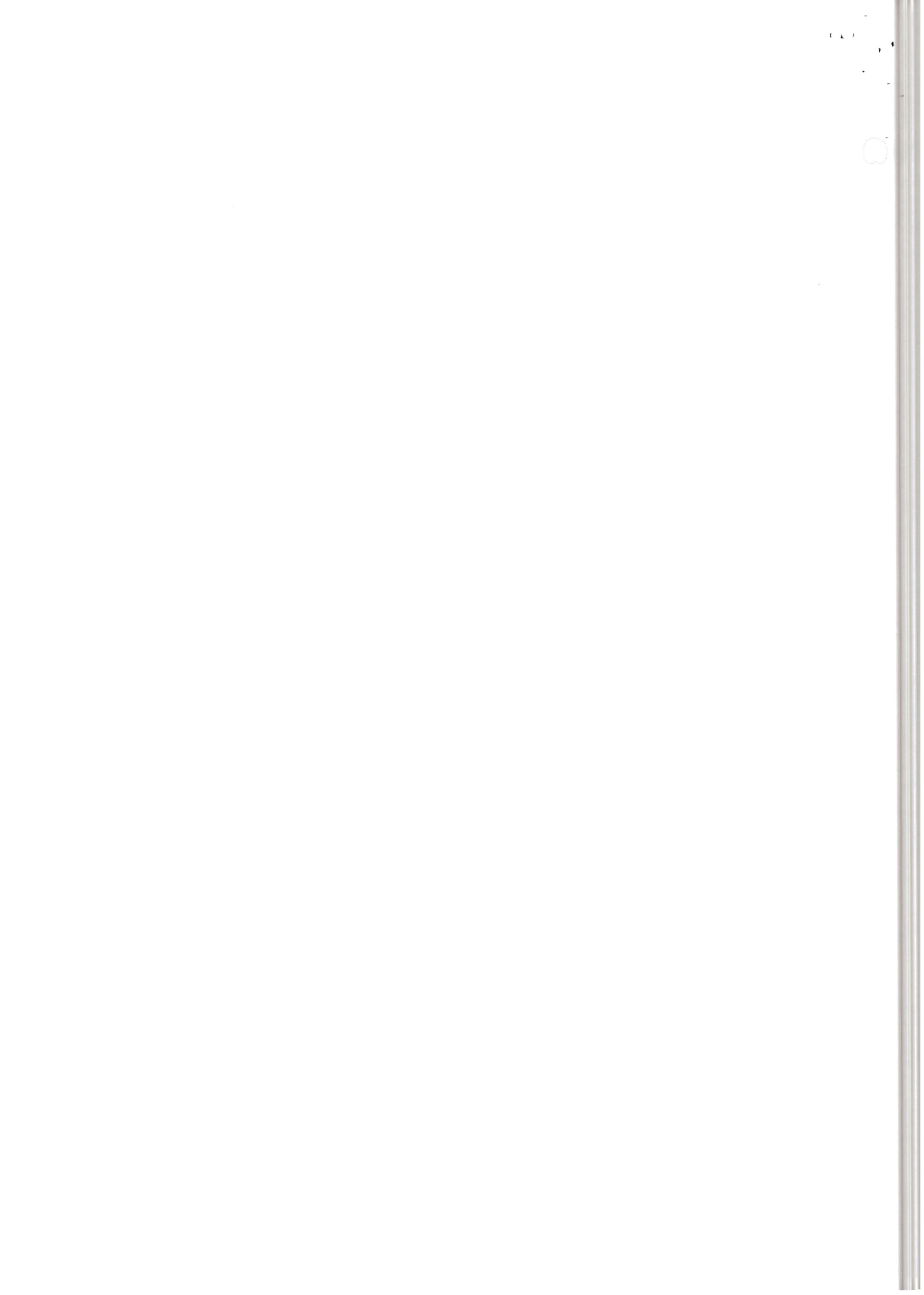
**13 OTHER IMPORTANT DISCLOSURES**

**13.1: PENDING ACCOUNTS PAYABLE (See Annex 1)**

		<b>2016-2017</b>	<b>2015-2016</b>
		<b>Kshs</b>	<b>Kshs</b>
Construction of buildings		-	-
Construction of civil works		-	-
Supply of goods		-	-
Supply of services		-	-
<b>TOTAL</b>		-	-

**13.2: PENDING STAFF PAYABLES (See Annex 2)**

		<b>Kshs</b>	<b>Kshs</b>
Senior management		-	-
Middle management		-	-
Unionisable employees		-	-
Others ( <i>specify</i> )		-	-



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13.3: OTHER PENDING PAYABLES (See Annex 3)

		2016-2017	2015-2016
		Kshs	Kshs
Amounts due to other Government entities (see attached list)		22,300,000.00	-
Amounts due to other grants and other transfers (see attached list)		17,701,358.98	-
Others ( <i>specify</i> )		5,379,682.03	-
Total		<b>45,381,041.01</b>	-

13.4 PMC ACCOUNT BALANCES Annex 5

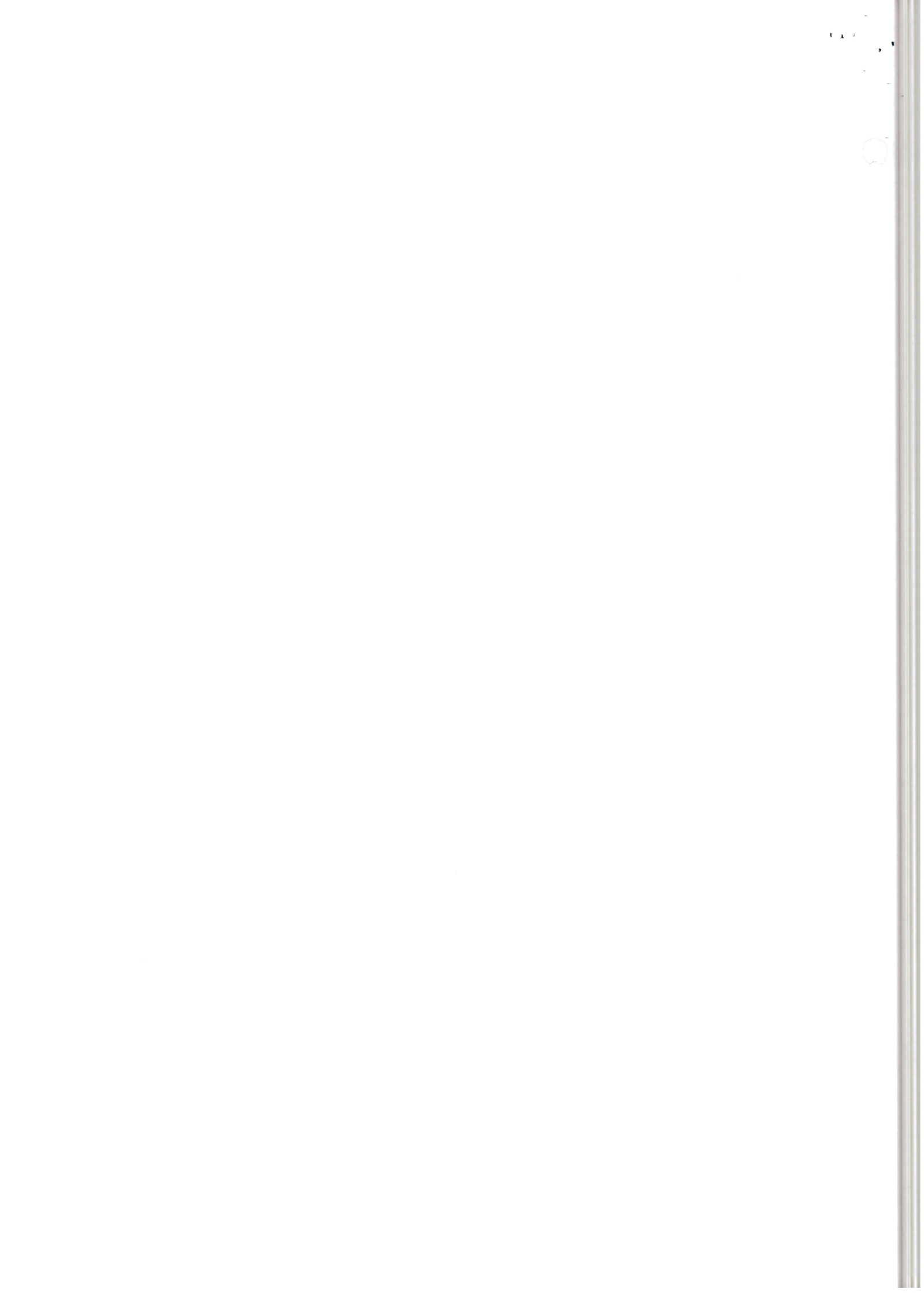
		2016-2017	2015-2016
		Kshs	Kshs
PMC Account Balances		6,550,524.72	

13.5 Pending disbursement from the Board

		2016-2017	2015-2016
		Kshs	Kshs
disbursement from the BOARD			59,489,182.00

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance
				2015
	a	b	c	d=a-c
<b>Construction of buildings</b>				
1.				
2.				
3.				
<b>Sub-Total</b>				
<b>Construction of civil works</b>				
4.				



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY

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5.				
6.				
<b>Sub-Total</b>				
<b>Supply of goods</b>				
7.				
8.				
9.				
<b>Sub-Total</b>				
<b>Supply of services</b>				
10.				
11.				
12.				
<b>Sub-Total</b>				
<b>Grand Total</b>				

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date
		a	b	c
<b>Senior Management</b>				
1.				
2.				
3.				
<b>Sub-Total</b>				
<b>Middle Management</b>				
4.				
5.				
6.				
<b>Sub-Total</b>				
<b>Unionisable Employees</b>				
7.				
8.				
9.				
<b>Sub-Total</b>				
<b>Others (specify)</b>				
10.				
11.				



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY

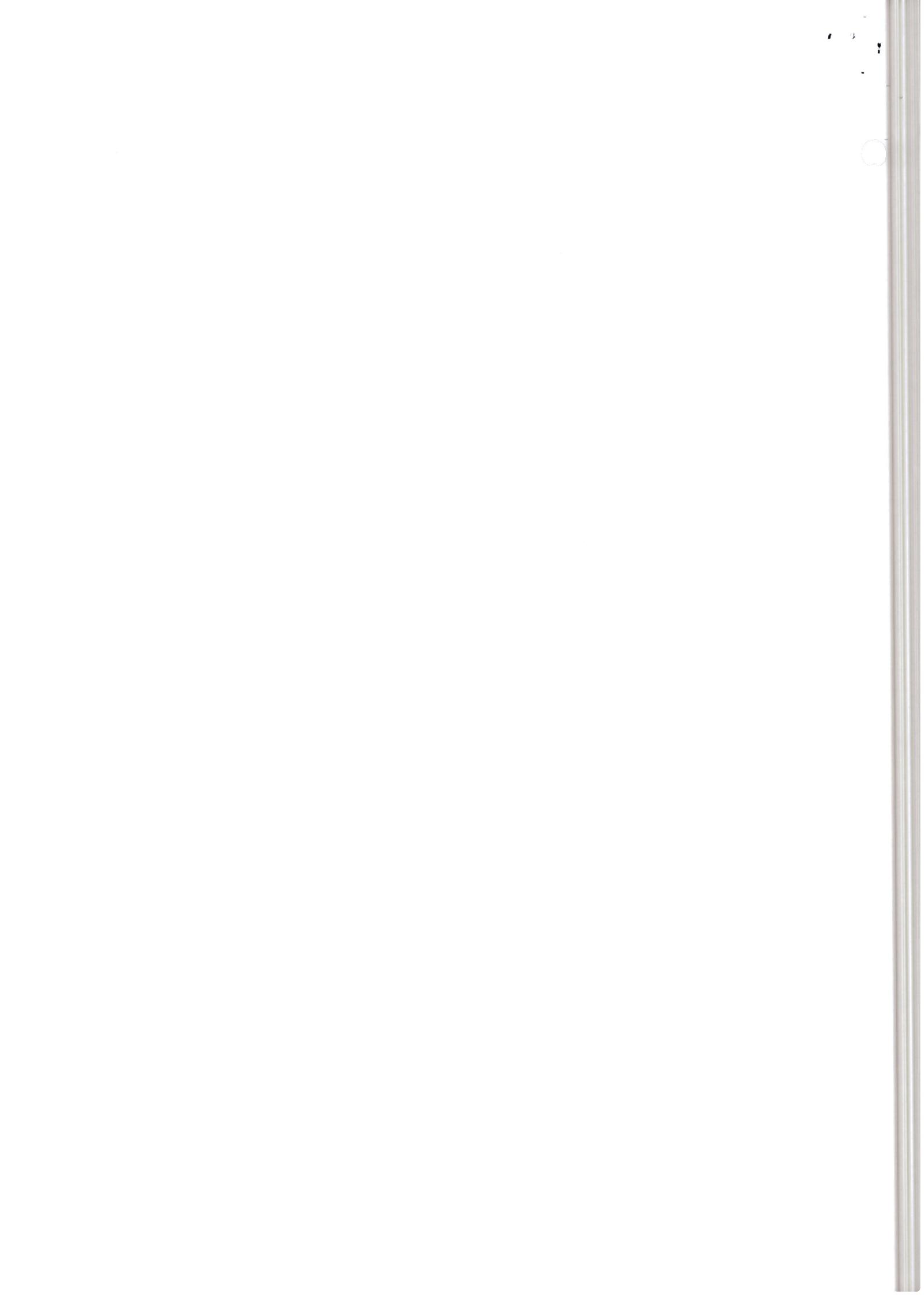
Reports and Financial Statements

For the year ended June 30, 2017

12.				
<b>Sub-Total</b>				
<b>Grand Total</b>				

**ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES**

<b>Name</b>	<b>Brief Transaction Description</b>	<b>Original Amount</b>	<b>Date Payable Contracted</b>	<b>Amount Paid To-Date</b>
		a	b	c
<b>Amounts due to other Government entities</b>				
1	Nyamitha primary School	300,000.00		0.00
2	Kiasa Primary School	500,000.00		0.00
3	Sanganya Primary School	500,000.00		0.00
4	Osiri primary School	300,000.00		0.00
5	Amoyo Primary School	300,000.00		0.00
6	Othora Primary School	300,000.00		0.00
7	Miriwi Primary School	300,000.00		0.00



**NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY**  
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8	Ratieny Primary School	300,000.00		0.00
9	Bande Primary School	300,000.00		0.00
10	Chamachichi Primary School	300,000.00		0.00
11	Olando Primary School	300,000.00		0.00
12	Nyangere Primary School	300,000.00		0.00
13	Nyandago Primary School	300,000.00		0.00
14	Mangu Primary School	300,000.00		0.00
15	Adugo Primary School	500,000.00		0.00
16	Opeya Primary School	300,000.00		0.00
17	Nyasoko Primary School	300,000.00		0.00
18	Kogore Primary School	300,000.00		0.00
19	God Bim Primary School	300,000.00		0.00
20	Not Primary School	300,000.00		0.00
21	Otati Primary School	300,000.00		0.00
22	Rabare Primary School	300,000.00		0.00
23	Ojawa Primary School	300,000.00		0.00
24	Goglo Primary School	300,000.00		0.00
25	Sere Primary School	300,000.00		0.00
26	Thim Lich Primary School	300,000.00		0.00
27	Orango Primary School	300,000.00		0.00
28	Nyora Primary School	500,000.00		0.00
29	Pau Ndege Primary School	500,000.00		0.00
30	Okenge Primary School	500,000.00		0.00
31	Diruma Primary School	500,000.00		0.00
32	Magungu Primary School	300,000.00		0.00
33	Rabwao Primary School	300,000.00		0.00
34	Tagache Primary School	300,000.00		0.00
35	Kumoni Primary School	400,000.00		0.00

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**NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY**  
**Reports and Financial Statements**  
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36	Kowuor Primary School	400,000.00		0.00
37	Owich Primary School	200,000.00		0.00
38	Ndemra Primary School	300,000.00		0.00
39	Ogaka Primary School	300,000.00		0.00
40	Miroche Primary School	400,000.00		0.00
41	Nyandema Primary School	350,000.00		0.00
42	Mariba Primary School	400,000.00		0.00
43	Wang'elong'o Primary School	300,000.00		0.00
44	Obalwanda Primary School	300,000.00		0.00
45	Kimai Primary School	300,000.00		0.00
46	Wath Ong'er Primary School	350,000.00		0.00
47	Agolo Muok Primary School	300,000.00		0.00
48	Orore Primary School	300,000.00		0.00
49	Wachara Karungu Primary School	300,000.00		0.00
50	Wang'aya Primary School	300,000.00		0.00
51	God Keyo Primary School	300,000.00		0.00
52	Raga Primary School	600,000.00		0.00
53	St. Agnes Okuodo Mixed Sec. School	500,000.00		0.00
54	Miriwi Mixed Secondary School	400,000.00		0.00
55	Olasi Mixed Secondary School	400,000.00		0.00
56	Kibuon Secondary School	500,000.00		0.00
57	Okenge Mixed Secondary School	400,000.00		0.00
58	Senye Mixed Secondary School	300,000.00		0.00
59	St. Sabianus Owich Secondary School	200,000.00		0.00
60	Nyandago Mixed secondary School	500,000.00		0.00
61	St. Agnes Okuodo Mixed Sec. School	500,000.00		0.00
62	Kolanya Secondary School	400,000.00		0.00

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**NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

63	Mariba Secondary School	300,000.00		0.00
64	God Kwach Mixed Secondary School	200,000.00		0.00
<b>Sub-Total</b>		<b>22,300,000.00</b>		
<b>Amounts due to other grants and other transfers</b>				
65	Nyatike TSC Unit	400,000.00		0.00
66	Nyatike NG-CDFC Office	506,897.00		0.00
67	Lwanda Konyango Beach Public Toilet	1,000,000.00		0.00
68	Modi Beach Public Toilet	500,000.00		0.00
69	Nyatike onstituency Website	300,000.00		0.00
70	Bursary Secondary Schools	4,474,137.93		4,000,000.00
71	Bursary Tertiary Institutions	5,000,360.00		4,000,000.00
72	Bursary Special Schools	1,000,000.00		0.00
73	Constituency Sports Tournament	1,500,000.00		0.00
74	Magungu comm. Water borehole	18,393.00		5,981,607.00
75	Emergency	2,303,966.05		<b>1,790,861</b>
76	Environment	147,605.00		0.00
77	Constituency Audit	500,000.00		0.00
78	Mocks & CATs	50,000.00		1,950,000.00
<b>Sub-Total</b>		<b>17,701,358.98</b>		
<b>Others (Administration &amp; Monitoring and Evaluation)</b>				
79	Employees' Salaries	1,625,749.53		724,178.00
80	Payment of NHIF Contributions	210,343.59		35,346.00
81	Goods and Services	712,944.51		287,055.00
82	Committee Expenses	517,500.00		730,500.00
83	Goods and Services	1,078,498.20		141,604.00



**NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2017**

84	Committee expenses	757,396.20		500,000.00
85	Capacity building	150,550.00		549,450.00
86	Purchase of Computers	300,000.00		0.00
87	Purchase of Furniture	2,000.00		998,000.00
88	CDF Vehicle	24,700.00		
	<b>Sub-Total</b>	<b>5,379,682.03</b>		
	<b>Grand Total</b>	<b>45,381,041.01</b>		

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**ANNEX 4 – SUMMARY OF ASSET REGISTER**

Asset class	Historical Cost	Historical Cost
	(Kshs)	(Kshs)
	2016-2017	2015-2016
Land	100,000.00	100,000.00
Buildings and structures	1,000,000.00	1,000,000.00
Transport equipment	7,453,646.00	3,114,999.00
Office equipment, furniture and fittings	1,362,210.00	250,000.00
ICT Equipment, Software and Other ICT Assets	235,000.00	150,000.00

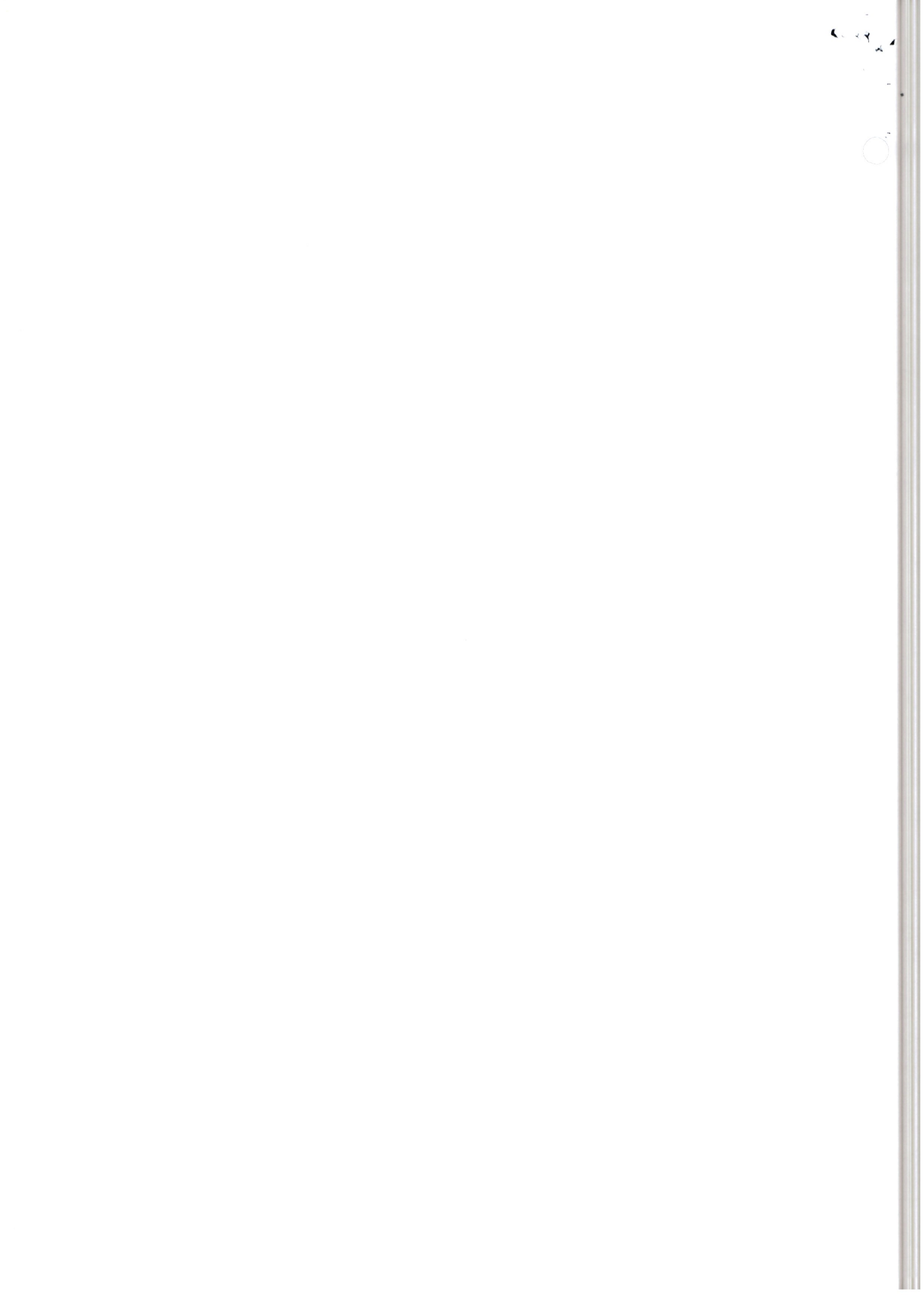
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**NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2017**

Other Machinery and Equipment	7,200,000.00	7,200,000.00
Heritage and cultural assets	0.00	0.00
Intangible assets	0.00	0.00
<b>Total</b>	<b>17,350,856.00</b>	<b>11,814,999.00</b>

**ANNEX 5 – PMC BALANCES**

PMC	Bank	Account number	Bank Balance	Bank Balance
			2016/17	2015/16
Chamachichi Sda Mixed Sec School	Cooperative	1141482298900	1,125.00	-
Olasi Mixed Sec School	Cooperative	1139202884800	455,841.00	1,175.00
Miriwi Sec School	Cooperative	1141482650000	53,384.50	1,888.50
Moi Nyatike Sec School	Cooperative	1139202227500	451,669.05	1,019.05
Paullo Odendo Secondary School	Cooperative	1141750220500	450,325.00	-
Okenge Mixed Sec School	Cooperative	1139077217401	452,577.00	76,301.00
Ungoe Mixed Sec School	Cooperative	1139077211401	450,270.00	1,170.00
Sidika Sec School	Cooperative	1139203040302	452,000.00	301,900.00
Obolo Mixed Sec School	Cooperative	1141481919400	450,158.50	20,268.50
Bl Tezza Complex Sec School	Cooperative	1141077211700	403,470.00	-
Rabwao Sec School	Cooperative	1139481017900	461,335.50	10,462.50
Othoch Rakuom Sec School	Cooperative	1141482495400	452,235.50	399,462.50
Kibuon Sec School	Cooperative	1129204302800	43,642.42	2,610.42
St. Mary's Winjo Sec School	Cooperative	1139202690400	455,007.50	4,907.50
St. Johns Got Kachola Sec School	Cooperative	1141482281600	451,025.00	-
Aneko Mixed Sec School	Cooperative	1139048451602	316,027.00	1,200.00
Osiri Sec School	Cooperative	1139204787502	279,963.60	364,183.60



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**Reports and Financial Statements**

**For the year ended June 30, 2017**

Nyandago Sec School	Cooperative	1139203679902	5,946.30	1,974.00
Senye Sec School	Cooperative	1139204324500	390,740.00	1,847.00
St. Gorrety Mikei Sec School	Cooperative	1141077250100	51,821.00	-
Nyatike Constituency Youth Sports	Cooperative	1141750103800	1,225.50	-
Kaler Water Dam Project	Cooperative	1134482800700	10,067.70	10,067.70
Seme Magawa Community Water	Cooperative	1134482879200	597.50	597.50
Nyatike Division Solar Powered Masts	Cooperative	1134482753000	347.70	254,983.90
Karungu Muhuru Div. Solar Powered Masts	Cooperative	1134482753200	92.45	457,218.35
Macalder Muhuru Got Kachola	Cooperative	1141750024600	5,992.50	-
Karungu Kaler North Kadem	Cooperative	1141750027000	3,637.50	-
Magungu Community Water	Cooperative	1134482573100	1,77.50	5,530,007.50
<b>Total</b>			<b>6,550,603.22</b>	<b>5,530,007.5</b>

**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:  (Resolved / Not Resolved)
1.	<b>Unsupported Balances</b>	As previously reported, the prior Year adjustment figure of Kshs. 20,156,406 reflected in the Statement of assets in the 2013/2014 financial statements has not been supported by information and documentary evidence. In the circumstances, it was not possible to ascertain the carrying value of the net liabilities of Kshs. 20,744,216 as reflected in the financial statements.	FAM	Resolved in the response letter dated 30/06/2015 and received by the Kenya National Audit office Kisumu ref. response 3.1
2.	<b>Statement of Cash flow</b>	The cash flow statement in the 2014/2015 audited financial statements includes the comparative figure of 2013/2014 which had been excluded in 2013/2014 financial statements.	FAM	Resolved in the response letter dated 30/06/2015 and received by the



NATIONAL GOVERNMENT ENTITY – NYATIKE CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

				Kenya National Audit office Kisumu
3.	<b>Unsupported Expenditure</b>	Included in the statement of receipts and payments are expenditures totaling KShs. 8,959,479 in respect of goods and services and committee expences of KShs. 6,504,575 and KShs. 2,454,904 respectively, whose relevant schedules and supporting documentation were not availed for audit verification.	FAM	Resolved in the response letter dated 30/06/2015 and received by the Kenya National Audit office Kisumu ref. response 2.3 & 2.4 respectively



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