

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

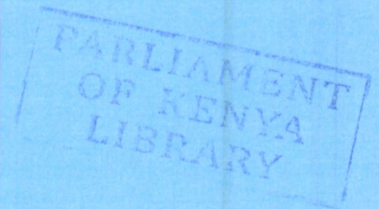
OF

THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
MOLO CONSTITUENCY

FOR THE YEAR
ENDED 30 JUNE 2018



THE NATIONAL ASSEMBLY
PAPERS

DATE: 17 SEP 2019 TUESDAY

TABLED
BY:

MAJORITY LEADER

CLERK OF
THE TABLE





**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND MOLO
CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2018**

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



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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) MOLO
CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

Table of Content

	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	1
II. FORWARD BY THE NGCDF COMMITTEE CHAIRMAN	4
III. STATEMENT OF NGCDF COMMITTEE MANAGEMENT RESPONSIBILITIES	5
IV. STATEMENT OF RECEIPTS AND PAYMENTS	Error! Bookmark not defined.
V. STATEMENT OF ASSETS AND LIABILITIES	7
VI. STATEMENT OF CASHFLOW	8
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED	9
VIII. SIGNIFICANT ACCOUNTING POLICIES	11
IX. NOTES TO THE FINANCIAL STATEMENTS.....	15

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

I: KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The National Government Constituencies Development Fund (NG-CDF) (hereafter referred to as the Fund) formerly Constituencies Development Fund (CDF), is a fund established in 2003 through an Act of Parliament, the Constituencies Development Fund Act, 2003. The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013. The latter was subsequently succeeded by the current NG-CDF Act, 2015. At cabinet level, NG-CDF is represented by the Cabinet Secretary for Devolution, who is responsible for the general policy and strategic direction of the Fund.

Mandate

The mandate of the Fund as derived from sec (3) of NG-CDF Act, 2015 is to:

- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide for the participation of the people in the determination and implementation of identified national government development projects at the constituency level pursuant to Article 10(2)(a) of the Constitution;
- d) Promote the national values of human dignity, equity, social justice, inclusiveness, equality, human rights, non-discrimination and protection of the marginalized pursuant to Article 10 (2) (b) of the Constitution;
- e) Provide for the sustainable development of all parts of the Republic pursuant to Article 10 (2) (d) of the Constitution;
- f) Provide a legislative and policy framework pursuant to Article 21 (2) of the Constitution for the progressive realization of the economic and social rights guaranteed under Article 43 of the Constitution;
- g) Provide mechanisms for the National Assembly to deliberate on and resolve issues of concern to the people as provided for under Article 95 (2) of the Constitution;
- h) provide for a public finance system that promotes an equitable society and in particular expenditure that promotes equitable development of the country by making special provisions for marginalized groups and areas pursuant to Article 201 (b) (iii) of the Constitution;
- i) Authorize withdrawal of money from the Consolidated Fund as provided ' under Article 206 (2) (c) of the Constitution;
- j) Provide mechanisms for the National Assembly to facilitate the involvement of the people in the identification and implementation of projects for funding by the national government at the constituency level; and
- k) Provide for mechanisms for supplementing infrastructure development at the constituency level in matters falling within the functions of the national government at that level in accordance with the Constitution

Vision

Equitable Socio-economic development countrywide

Mission

To provide leadership and policy direction for effective and efficient management of the Fund

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

Core Values

1. Patriotism – we uphold the national pride of all Kenyans through our work
2. Participation of the people- We involve citizens in making decisions about programmes we fund
3. Timeliness – we adhere to prompt delivery of service
4. Good governance – we uphold high standards of transparency, accountability, equity, inclusiveness and integrity in the service of the people
5. Sustainable development – we promote development activities that meet the needs of the present without compromising the ability of future generations to meet their own needs.

(b) Key Management

The NGCDF MOLO day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2018 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Wilson Mwangi
3.	Sub-County Accountant	Nicholas Mutisya
4.	Chairman NGCDFC	Dr. Bsp. Davis Gatua
5.	Member NGCDFC	Milka Ombati

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF MOLO Constituency Headquarters

P.O. Box 24 Elburgon
Turi Centre, Kanyiri Building
Molo Road
Elburgon, Kenya

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

(f) NGCDF MOLO Constituency Contacts

Telephone: (254) 711650342
E-mail: molongcdf@gmail.com
Website: www.ngcdf.go.ke

(g) NGCDF MOLO Constituency Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank (specify the constituency account banker details)
Equity Bank
Molo Branch
P.O. Box 927 - 20106
Molo, Kenya

(h) Independent Auditors

Auditor General
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

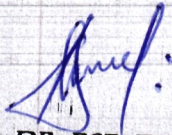
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY

Reports and Financial Statements
For the year ended June 30, 2018

II. FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

- On behalf of molo NG-CDFC, I'm pleased to present annual report and financial statements for the financial year 2017/2018. In the year under review our overall performance was fair due to several factors among them the funds that were unspent at the closure of financial year 2016/2017.
- The committee was able to disperse the funds to the PMCs once we received them hence there was no delay in the key release of the funds. The key achievement for molo NG-CDFC is that they have managed to disburse funds directly to each project through the PMCs hence assist constituency for fighting poverty and involve the community directly for them to own the projects.
- Despite all this challenges associated with the NG-CDF, it is the only remaining mechanism to address local development and bridge the development gaps left between the county and the national government.

Sign:



Name: **DR. BSP. DAVIS GATUA**
CHAIRMAN NGCDF COMMITTEE

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2013 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the NGCDF-MOLO Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2018. 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 entity; (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 entity; (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 NGCDF-MOLO Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NGCDF-MOLO Constituency financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2018, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-MOLO Constituency further confirms the completeness of the accounting records maintained for the NGCDF-MOLO Constituency, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the NGCDF-MOLO Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity'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 entity's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NGCDF-MOLO Constituency financial statements were approved and signed by the Accounting Officer on _____ 2018.

Fund Account Manager
Name: _____

Mohamed Hassan

Sub-County Accountant
Name: _____
ICPAK Member Number: _____

Nicholas Muthiya
16276

REPUBLIC OF KENYA

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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-MOLO FOR THE YEAR ENDED 30 JUNE 2018

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituency Development Fund – Molo set out on pages 6 to 32, which comprise the statement of assets and liabilities as at 30 June 2018, the statement of receipts and payments, statement of cash flows, summary statement of appropriation recurrent and development combined 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, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituency Development Fund-Molo at 30 June 2018, 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 Constituency Development Fund Act, 2015.

Basis for Qualified Opinion

1.0 Bank Balance

The statement of assets and liabilities as at 30 June 2018 reflects bank balances of Kshs.29,553,650.05 held at Equity bank, Molo branch. Examination of bank reconciliation statement in support of this balance however, revealed unrepresented cheques totaling Kshs.497,220 dating back to 2014 which are now stale. No explanation has been made as to why these cheques could not be validated or written back to the cash book. In the circumstances, it was not possible to confirm the accuracy of the reported bank balance of Kshs.29,553,650.05 as at 30 June 2018.

2.0 Bursary

The statement of receipts and payments for the year ended 30 June 2018 shows other grants and other payments of Kshs.28,150,315 as supported by note 7. The amount includes bursary to secondary schools and tertiary institutions of Kshs.14,248,500 and

Report of the Auditor-General on the Financial Statements of National Government Constituency Development Fund-Molo for the year ended 30 June 2018

Kshs.8,590,050 totaling Kshs.22,838,550 with a budget of Kshs.25,685,344 resulting to an under expenditure of Kshs.2,846,794 which has not been explained. In addition, verified bursary disbursements were Kshs.18,437,000 against the reported amount of Kshs.22,838,550 resulting to an overstatement of Kshs.4,401,550. Further, out of Kshs.22,838,550 disbursed only Kshs.8,773,000 (secondary schools Kshs.7,086,000 and tertiary institutions Kshs.1,687,000) receipts had been acknowledged by the beneficiary intuitions leaving unacknowledged bursaries amounting to Kshs.14,065,550. In the circumstance, the reported other grants and other payments of Kshs.28,150,315 could not be confirmed as fairly stated.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituency Development Fund Molo 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 matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1.0 Budget and Budgetary Control

1.1 Revenue Analysis

During the year under review, the approved budget for receipts was Kshs.138,545,988.20 against an actual on comparable basis of Kshs.77,753,447 resulting to an underfunding of Kshs.60,792,541. The underfunding represents forty-three (43%) percent.

1.2 Expenditure Analysis

The budgeted payments were Kshs.138,545,988.20 against an actual of Kshs.48,207,855. Casting for final budget for payments revealed a total of Kshs.137,045,988 resulting to difference of Kshs.1,500,000. However, comparison of the approved budget and the actual expenditure disclosed unexplained over and under expenditures of more than 10%. No explanation has been provided in support of the variances as required by section 137 (1) and 2 (c) of the Public Finance Management Act, Regulation 2015. In the circumstance, the fund did not comply with the law on disclosure of variances.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness

and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Transfer to Secondary School – Chandra Secondary School

The statement of receipts and payments reflects transfers to other Government units of Kshs.12,350,000 as detailed in note 6 to the financial statements. This amount includes transfers to Chandra secondary schools of Kshs.2,000,000 for construction of administrations block cum library. Physical verification conducted on 26 March 2019 revealed that the project was not complete as roofing, doors, windows, finishes and provisional sum totaling Kshs.1,531,470 had not been done and accounted for. In addition, no certificate of measurement for works done was availed for audit verification yet the entire amount had been fully paid. Further, to date the project has been funded for three (3) years yet it is still incomplete and has received total of Kshs.5,600,000 though done in phases. However, the phases were not clearly defined as per the provisions of section 25 (1) of the National Government Constituency Development Fund Act, 2015. In the circumstance, the intended objective has not been achieved.

2.0 Non Implementation of Approved Projects

Examination of the Project GFS Code list (Approved Budget) revealed that projects totaling Kshs.53,395,992 had not been implemented as at 30 June 2018, and no explanation was given for failure to implement them. In the circumstance, the intended objective has not been achieved.

3.0 Turi Sulgwita Primary School

A payment of Kshs.1,000,000 was made to Turi Sulgwita Primary School through cheque number 002494 dated 26 February 2018 being payment for renovation of five (5) classrooms plastering, flooring, windows, doors and painting of roof. Examination of the bill of quantities attached to the payment voucher revealed that the works which were to be done were only painting and decorations which include prime back of timber surfaces not exceeding 100mm girth, ditto on ceiling lining, ditto 100-200mm girth internally totaling to Kshs.1,192,350 for five (5) classrooms. Examination of project returns availed for audit verification revealed that Elephat Hardware supplied hardware materials like cement, red oxide, iron doors, windows panes, iron sheets contrary to what is described in the bill of quantities and therefore it is not clear the kind of job that was done with the materials resulting to doubtful expenditure. In the circumstance, the intended objective has not been achieved.

REPORT ON INTERNAL CONTROLS EFFECTIVENESS, GOVERNANCE AND RISK MANAGEMENT SYSTEMS

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on

Effectiveness of Internal Controls, Risk Management section of my report, I confirm that, nothing else has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

Risk Management Policy and Internal Audit Findings

Molo National Government Constituency Development Fund did not have in place a customized risk management policy and risk register during the year under review. Therefore, there were no approved processes and guidelines on how to mitigate operational, legal and financial risks. Therefore, management could not identify significance of business risks and likelihood of their occurrence. Further, the management may have failed to decide on actions on how to address those risks. Although, the National Government Constituency Development Fund of Molo had an internal auditor from the National Treasury, no audit findings were provided during the year under review.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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 maintaining effective 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 and for its assessment of the effectiveness of internal control, risk management and governance.

In preparing the financial statements, management is responsible for assessing the ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the International Public Sector Accounting Standards (Cash Basis) of accounting unless the management of the National Government Constituency Development Fund Molo either intends to liquidate 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.

In addition to the responsibility for the preparation and presentation of the financial statements described above, management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public resources are applied in an effective way.

Those charged with governance are responsible for overseeing the financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant

legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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. 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.

In addition to the audit of the financial statements, a compliance audit is planned and performed to express a conclusion about whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them and that public resources are applied in an effective way, in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution.

Further, in planning and performing the audit of the financial statements and audit of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of non-compliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the policies and procedures may deteriorate.

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.

- 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 ability to continue as a going concern or 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 continue as a going concern or 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 and business activities of the Fund 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 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

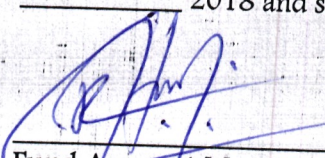
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NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

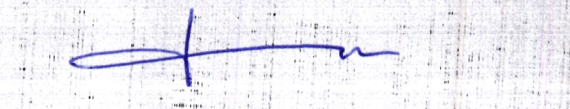
I. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2017-2018	2016-2017
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	77,753,447.10	104,108,336.60
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		77,753,447.10	104,108,336.60
PAYMENTS			
Compensation to employees	4	1,058,810.00	2,176,543.00
Use of goods and services	5	6,648,730.00	5,969,428.95
Transfers to Other Government Units	6	12,350,000.00	47,350,000.00
Other grants and transfers	7	28,150,315.00	83,205,217.00
Acquisition of Assets	8	-	-
Other Payments	9	-	-
TOTAL PAYMENTS		48,207,855.00	138,701,188.95
SURPLUS/DEFICIT		29,545,592.10	(34,592,852.35)

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MOLO Constituency financial statements were approved on 2018 and signed by:


Fund Account Manager
Name:

Mohamed Hassan


Sub-County Accountant
Name: Nicholas Mutisya
ICPAK Member Number:
16276

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

IV. STATEMENT OF ASSETS AND LIABILITIES

	Note	2017-2018 Kshs	2016-2017 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	29,553,650.05	8,057.95
Cash Balances (cash at hand)	10 B	-	-
Total Cash And Cash Equivalents		29,553,650.05	8,057.95
Current Receivables - Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		29,553,650.05	8,057.95
FINANCIAL LIABILITIES			
Accounts Payable - Retention	12	-	-
NET FINANCIAL ASSETS		29,553,650.05	8,057.95
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	8,057.95	34,600,910.30
Surplus/Deficit for the year		29,545,592.10	(34,592,852.35)
Prior year adjustments	14	-	-
NET FINANCIAL POSITION		29,553,650.05	8,057.95

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MOLO Constituency financial statements were approved on 2018 and signed by:

Fund Account Manager
Name:

Mo Hamed Hassan

Sub-County Accountant
Name: *Nicholas Mutisya*
ICPAK Member Number:

16276

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MOLO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

V. STATEMENT OF CASHFLOW

Receipts for operating income		2017 - 2018	2016 - 2017
Transfers from CDF Board	1	77,753,447.10	104,108,336.60
Other Receipts	3	-	-
		77,753,447.10	104,108,336.60
Payments for operating expenses			
Compensation of Employees	4	1,058,810.00	2,176,543.00
Use of goods and services	5	6,648,730.00	5,969,428.95
Transfers to Other Government Units	6	12,350,000.00	47,350,000.00
Other grants and transfers	7	28,150,315.00	83,205,217.00
Other Payments	9	-	-
		48,207,855.00	138,701,188.95
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		29,545,592.10	8,057.95
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	-
Net cash flows from Investing Activities		-	-
NET INCREASE IN CASH AND CASH EQUIVALENT		29,545,592.10	(34,592,852.35)
Cash and cash equivalent at BEGINNING of the year	13	8,057.95	34,600,910.30
Cash and cash equivalent at END of the year		29,553,650.05	8,057.95

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MOLO Constituency financial statements were approved on _____ 2018 and signed by:

Fund Account Manager
Name: Mohamed Hassan

Sub-County Accountant
Name: Nicholas Murtisya
ICPAK Member Number: 16276

GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

VI. 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 %
RECEIPTS						
Transfers from CDF Board	86,810,344.81	51,735,643.39	138,545,988.20	77,753,447.10	60,792,541.10	56
Proceeds from Sale of Assets						
Other Receipts						0
Total						0
PAYMENTS	86,810,344.81	51,735,643.39	138,545,988.20	77,753,447.10	60,792,541.10	56
Compensation of Employees	554,400.00	610,341.00	1,164,741.00	1,058,810.00	105,931.00	91
Use of goods and services	6,445,601.12	3,194,992.06	9,640,593.18	6,648,730.00	2,991,863.18	69
Transfers to Other Government Units	41,950,000.00	32,477,000.00	74,427,000.00	12,350,000.00	62,077,000.00	17
Other grants and transfers	37,460,343.70	15,453,310.33	52,913,654.03	28,150,315.00	24,763,339.03	53
Acquisition of Assets	400,000.00		400,000.00			0
Other Payments						0
TOTALS	86,810,344.82	51,735,643.39	137,045,988.21	48,207,855.00	89,938,133.21	34
Surplus/Deficit				29,545,592.10		

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]
 (b) [Provide below a commentary on significant underutilization (below 90% of utilization) and any overutilization (above 100%)]
 i. For the transfer to other government units there was an underutilization since the projects were implemented in financial year 2018/2019

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

ii.

For other grants and transfers there was an underutilization since the projects on security were implemented in financial year 2018/2019 and strategic plan was paid partially.

(Explain whether the changes between the original and final budget are as a result of reallocations within the budget or other causes as per IPSAS 1.9.23.) The actual on a comparable basis in the Summary Statement of Appropriation: Recurrent and Development Combined should agree to the amounts reported in the Statement of Receipts and Payments.

The NGCDF-MOLO Constituency financial statements were approved on _____ 2018 and signed by:

Fund Account Manager
Name: _____

Trinidad
Harsana

Sub-County Accountant

Name: _____

ICPAK Member Number: _____

16276

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 Cash-basis International Public Sector Accounting Standards (IPSAS) as prescribed by the Public Sector Accounting Standards Board (PSASB) and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB. The accounting policies adopted have been consistently applied to all the years presented.

2. Reporting Entity

The financial statements are for the NGCDF-MOLO Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

3. Reporting Currency

The financial statements are presented in Kenya Shillings (KShs), which is the functional and reporting currency of the Government and all values are rounded to the nearest Kenya Shilling.

4. Significant Accounting Policies

The accounting policies set out in this section have been consistently applied by the Entity for all the years presented.

a) Recognition of Receipts

The Entity recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the Entity.

Tax Receipts

Tax receipts are recognized in the books of accounts when cash is received. Cash is considered as received when notification of tax remittance is received. (Check if this policy is applicable to entity)

Transfers from the Exchequer

Transfers from the exchequer are recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

Grants and loans shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary.

In case of grant/loan in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice. A similar recognition criteria is applied for loans received in the form of a direct payment.

During the year ended 30th June 2018, there were no instances of non-compliance with terms and conditions which have resulted in cancellation of external assistance loans.

Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognized in the financial statements the time associated cash is received.

b) Recognition of payments

The Entity recognises all payments when the event occurs and the related cash has actually been paid out by the Entity.

Compensation of Employees

Salaries and wages, allowances, statutory contribution for employees are recognized in the period when the compensation is paid.

Use of Goods and Services

Goods and services are recognized as payments in the period when the goods/services are paid for. Such expenses, if not paid during the period where goods/services are consumed; shall be disclosed as pending bills.

Acquisition of Fixed Assets

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the financial statements.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

In-kind contributions are donations that are made to the Entity 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 Entity includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

6. 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.

7. Accounts Receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year are treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

8. Accounts Payable

For the purposes of these financial statements, deposits and retentions held on behalf of third parties have been recognized on an accrual basis (as accounts payables). This is in recognition of the government practice of retaining a portion of contracted services and works pending fulfilment of obligations by the contractor and to hold deposits on behalf of third parties. This is an enhancement to the cash accounting policy adopted by National Government Ministries and Agencies. Other liabilities including pending bills are disclosed in the financial statements.

9. 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 Entity 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.

10. Unutilized Funds

Unutilized funds consist of bank balances in the constituency account and previous year(s) balances not yet disbursed by the Board to the constituency at the beginning of the financial year. These balances are available for use in the year under review to fund projects approved in the respective prior financial years consistent with sec 6(2) and sec 7(1) of NGCDF Act, 2015.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2017 for the period 1st July 2017 to 30th June 2018 as required by Law and there was one supplementary adjustment to the original budget during the year. Included in the adjustments are the unutilized funds.

A comparison of the actual performance against the comparable budget for the financial year under review has been included in the financial statements.

12. Comparative Figures

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

13. 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 30th June 2018.

14. Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

During the year, errors that have been corrected are disclosed under note 14 explaining the nature and amounts.

15. Related Party Transactions

Related party relationships are a normal feature of commerce. Specific information with regards to related party transactions is included in the disclosure notes.

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2018

VIII. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2017-2018	2016-2017
		Kshs	Kshs
NGCDF Board			
Normal Allocation	AIE NO.A 855940	5,500,000.00	4,094,827.60
	AIE NO.A 892603	24,948,275.10	52,160,060.00
	AIE NO A 892842	37,905,172.00	1,000,000.00
	21-02-2018	1,000,000.00	36,853,449.00
			10,000,000.00
Conditional grants	AIE NO...	-	-
	AIE NO...	-	-
Receipt from Njoro Constituency		8,400,000.00	-
TOTAL		77,753,447.10	104,108,336.60

2. PROCEEDS FROM SALE OF ASSETS

	2017-2018	2016-2017
	Kshs	Kshs
Receipts from sale of Buildings	-	-
Receipts from the Sale of Vehicles and Transport Equipment	-	-
Receipts from sale of office and general equipment	-	-
Receipts from the Sale Plant Machinery and Equipment	-	-
Total		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) -
MOLO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2017-2018 Kshs	2016-2017 Kshs
Interest Received	0.00	0.00
Rents	0.00	0.00
Receipts from Sale of tender documents	0.00	0.00
Other Receipts Not Classified Elsewhere	0.00	0.00
Total	0.00	0.00

4. COMPENSATION OF EMPLOYEES

	2017-2018 Kshs	2016-2017 Kshs
Basic wages of contractual employees	721,931.00	1,043,100.00
Basic wages of casual labour	68,688.00	101,136.00
Personal allowances paid as part of salary		
House allowance	0.00	0.00
Transport allowance	0.00	0.00
Leave allowance	0.00	0.00
Gratuity	268,191.00	1,032,300.00
Other personnel payments	0.00	0.00
Total	1,058,810.00	2,176,543.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2017-2018	2016-2017
	Kshs	Kshs
Committee Expenses	2,196,100.00	1,630,000.00
Utilities, supplies and services	-	63,243.95
Office rent	525,000.00	210,000.00
Communication, supplies and services	35,100.00	-
Domestic travel and subsistence	179,400.00	175,000.00
Printing, advertising and information supplies & services	-	-
Rentals of produced assets	-	-
Training expenses	1,688,340.00	565,800.00
Hospitality supplies and services	300,000	-
Insurance costs	-	-
Specialized materials and services	-	-
Office and general supplies and services	981,150.00	1,122,085.00
Other operating expenses	-	-
Routine maintenance – vehicles and other transport equipment	513,880.00	307,000.00
Routine maintenance – other assets	-	-
Other committee expenses	79,760.00	1,596,300.00
Total	6,648,730.00	5,969,428.95

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2017-2018 Kshs	2016-2017 Kshs
Transfers to National Government entities	-	-
Transfers to primary schools (see attached list)	7,650,000.00	28,800,000.00
Transfers to secondary schools (see attached list)	4,700,000.00	17,850,000.00
Transfers to tertiary institutions (see attached list)	-	700,000
Transfers to health institutions (see attached list)	-	-
TOTAL	12,350,000.00	47,350,000.00

7. OTHER GRANTS AND OTHER PAYMENTS

	2017-2018 Kshs	2016- 2017 Kshs
Bursary – secondary schools (see attached list)	14,248,500.00	13,308,000.00
Bursary – tertiary institutions (see attached list)	8,590,050.00	5,459,500.00
Bursary – special schools (see attached list)	-	-
Mock & CAT (see attached list)	-	-
Water	-	29,525,227.00
Security projects (see attached list)	1,300,000.00	1,500,000.00
Roads (see attached list)	-	19,050,016.00
Sports projects (see attached list)	2,211,765.00	1,500,000.00
Environment projects (see attached list)	300,000.00	1,300,000.00
Emergency projects (see attached list)	-	8,762,474.00
Strategic plan	1,500,000.00	1,800,000.00
Audit	-	1,000,000.00
Total	28,150,315.00	83,205,217.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets

	2017-2018	2016-2017
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings		
Purchase of Vehicles and Other Transport Equipment		
Overhaul of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment		
Purchase of ICT Equipment, Software and Other ICT Assets		
Purchase of Specialised Plant, Equipment and Machinery		
Rehabilitation and Renovation of Plant, Machinery and Equip.		
Acquisition of Land		
Acquisition of Intangible Assets		

Total

9. OTHER PAYMENTS

	2017-2018	2016-2017
	Kshs	Kshs
ICT Hub		
TIVET		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**
Reports and Financial Statements
For the year ended June 30, 2018
NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2017-2018	2016-2017
	Kshs	Kshs
<i>Equity Bank Molo Branch, A/c No 0230262025900</i>	29,553,650.00	8,057.95
Total	29,553,650.00	8,057.95
10B: CASH IN HAND		
Location 1		
Location 2		
Location 3		
Other Locations (<i>specify</i>)		
Total		
<i>[Provide cash count certificates for each]</i>		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer or Institution</i>	dd/mm/yy	~	~	~
<i>Name of Officer or Institution</i>	dd/mm/yy	~	~	~
<i>Name of Officer or Institution</i>	dd/mm/yy	~	~	~
<i>Name of Officer or Institution</i>	dd/mm/yy	~	~	~
<i>Name of Officer or Institution</i>	dd/mm/yy	~	~	~
<i>Name of Officer or Institution</i>	dd/mm/yy	~	~	~

Total

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

12 RETENTION

Supplier 1
Supplier 2
Supplier 3

2017 - 2018

Kshs

2016-2017

Kshs

Total

[Provide short appropriate explanations as necessary]

13. BALANCES BROUGHT FORWARD

Bank accounts
Cash in hand
Imprest

2017-2018

Kshs

8,057.00

2016-2017

Kshs

34,600,910.00

Total

8,057.00

34,600,910.00

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. PRIOR YEAR ADJUSTMENTS

	2017- 2018	2016-2017
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	XX	XX

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017- 2018	2016-2017
	Kshs	Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>NGCDF Employees</i>)	-	330,156.00
	-	330,156.00

15.3: UNUTILIZED FUNDS (See Annex 3)

	Kshs	Kshs
Compensation of employees	519,997.00	-
Use of goods and services	2,338,474.35	8057.95
Amounts due to other Government entities (see attached list)	12,000,000.00	-
Amounts due to other grants and other transfers (see attached list)	14,295,178.70	-
Acquisition of assets	400,000.00	-
Others (<i>specify</i>)	-	-
	29,553,650.05	8057.95

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) -
MOLO CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2018**

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2017- 2018	2016 - 2017
	Kshs	Kshs
PMC account Balances (see attached list)	8,065.00	3,065.00
TURI SECONDARY SCHOOL	1,250.60	63,835.60
TAYARI PRIMARY SCHOOL	(1,043.25)	(907.55)
GREENPARK PRIMARY SCHOOL	79,982.65	642.65
TURI SULGWITA PRIMARY SCHOOL	792.50	792.50
TAYARI SECONDARY SCHOOL	0.00	opened in 2018
MUKINYAI SECONDARY SCHOOL	0.00	0.00
KAPSOROK PRIMARY SCHOOL	0.00	opened in 2018
NYAKIAMBI PRIMARY SCHOOL	340.00	340.00
MIGAA AP POST	0.00	opened in 2018
MOLO ACADEMY	0.00	opened in 2018
ROMBEI SECONDARY SCHOOL	113.60	93,558.60
CHANDERA SECONDARY SCHOOL	12.50	20,920.00
ELBURGON SECONDARY SCHOOL	0.00	opened in 2018
MOLO DCC	60.00	99,670.00
SACHANGWAN D.O'S OFFICE	0.00	0.00
TUMAINI SECONDARY SCHOOL	519.65	78,629.65
ST. JAMES PRIMARY SCHOOL	460.00	103,275.00
ARIMI SECONDARY SCHOOL	35.00	35.00
MONA SECONDARY SCHOOL	1,598.00	52,093.00
MWANGI MICHUKI PRIMARY SCHOOL	0.00	opened in 2018
MARIASHONI SECONDARY SCHOOL	0.00	opened in 2018
TURI AP CAMP	515.00	515.00
TAYARI AP LINE	0.00	opened in 2018
LAWINA CHIEFS CAMP	0.00	opened in 2018
CHANDERA CHIEFS OFFICE	0.00	opened in 2018
KIMONIO CHIEFS CAMP	0.00	opened in 2018
CHIEFS CAMP KAPSITA	0.00	opened in 2018
NDOSWA CHIEFS OFFICE	(520.40)	(403.55)
NDOSWA PRIMARY SCHOOL	72.40	72.40
KIAMBIRIRIA SECONDARY SCHOOL	0.00	0.00
KONDAMET PRIMARY SCHOOL	41.95	41.95
NEW CREATION PRIMARY SCHOOL	0.00	0.00
NYAKIAMBI PRIMARY SCHOOL	288.95	329,088.95
SOKORO PRIMARY SCHOOL	(881.95)	248,800.00
P.C.E.A ELBURGON PRIMARY SCHOOL	47.00	184,872.00
ST PETERS BOYS PRIMARY SCHOOL		

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

ST JOSEPH PRIMARY SCHOOL	151,863.15	151,863.15
SEGUT PRIMARY SCHOOL	790.00	469,120.00
KIMONIO PRIMARY SCHOOL	460.00	460.00
DARAJA PRIMARY SCHOOL	0.00	385,850.00
TIMOO PRIMARY SCHOOL	119,840.00	520,170.00
ROMBEI PRIMARY SCHOOL	0.00	0.00
KAMBALA PRIMARY SCHOOL	0.00	0.00
MWANGAZA PRIMARY SCHOOL	220.00	(446.00)
KIVULINI PRIMARY SCHOOL	41.00	481.00
MICHINDA SECONDARY SCHOOL	8,170.00	1,009,490.00
KIBUNJA H SECONDARY SCHOOL	78,700.00	67,927.00
OINOPTICH SECONDARY SCHOOL	0.00	0.00
ELBURGON CHIEFS OFFICE	0.00	0.00
SACHANGWAN PRIMARY SCHOOL	800.40	800.40
OINOPTICH PRIMARY SCHOOL	130.00	130.00
MIANZINI SECONDARY SCHOOL	371.05	371.05
ST BRENDANS SECONDARY SCHOOL	4,563.00	5,168.00
MOLO SECONDARY SCHOOL	0.00	0.00
MUTAMAIYU POLICE POST	80.00	80.00
Total	457,777.80	4,915,400.80

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
	a	B	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY
Reports and Financial Statements For the year ended June 30, 2018

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2016	Outstanding Balance 2014	Comments
Senior Management		a	b	c	d=a-c		
1.							
2.							
3.							
Sub-Total							
Middle Management							
4.							
5.							
6.							
Sub-Total							
Unionisable Employees							
7.							
8.							
9.							
Sub-Total							
Others (specify)							
10.							
11.							
12.							
Sub-Total							
Grand Total							

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY
Reports and Financial Statements For the year ended June 30, 2018

ANNEX 3 – UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance 2017/18	Outstanding Balance 2016/17	Comments
Compensation of employees	Employee salaries and NSSF	519,997.00		
Use of goods & services	Monitoring and evaluation, committee allowances and good and services	2,338,474.35	8,057.95	
Amounts due to other Government entities				
	Primary Schools	8,500,000.00		
	Secondary Schools	3,500,000.00		
Sub-Total		14,858,471.35	8,057.95	
Amounts due to other grants and other transfers				
	Bursary	49,036.00		Fund for the bursary was utilised
	Emergency	4,568,965.50		There was no emergency
	ICT hubs	4,677,027.20		Waiting for the NGCDF Board circular
	Strategic Plan	1,500,150.00		Half of the payment was made
	NGCDF Office	2,000,000.00		
	Environment	300,000.00		
	Security	1,200,000.00		
Sub-Total		14,295,178.70		
Acquisition of assets	Printer and Office Computers	400,000.00		The items were being procured
Others (specify)				
Sub-Total		400,000.00		
Grand Total		29,553,650.05	8,057.95	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – MOLO CONSTITUENCY
Reports and Financial Statements For the year ended June 30, 2018

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2017/18
Land	-			-
Buildings and structures	-			-
Transport equipment	4,500,000.00			4,500,000.00
Office equipment, furniture and fittings	470,408.00			470,408.00
ICT Equipment, Software and Other ICT Assets	123,530.00			123,530.00
Other Machinery and Equipment	-			-
Heritage and cultural assets	-			-
Intangible assets	-			-
Total	5,093,938.00			5,093,938.00



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements For the year ended June 30, 2018

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
TURI SECONDARY SCHOOL	Equity Bank	0230264527360	8,065.00	8,065.00
TAYARI PRIMARY SCHOOL	Equity Bank	0230161960765	1,250.60	673,835.60
GREENPARK PRIMARY SCHOOL	Equity Bank	0230264225943	(1,043.25)	(907.55)
TURI SULGWITA PRIMARY SCHOOL	Equity Bank	0230161970903	79,982.65	642.65
TAYARI SECONDARY SCHOOL	Equity Bank	0230162316825	792.50	792.50
MUKINYAI SECONDARY SCHOOL	Equity Bank	0230176251682	0.00	opened in 2018
KAPSOROK PRIMARY SCHOOL	National Bank	01248053610600	0.00	0.00
NYAKIAMBIA PRIMARY SCHOOL	Equity Bank	0230176023413	0.00	opened in 2018
MIGAA AP POST	Equity Bank	0230266529582	340.00	340.00
MOLO ACADEMY	Equity Bank	0230277418603	0.00	opened in 2018
ROMBEI SECONDARY SCHOOL	Equity Bank	0230177147659	0.00	opened in 2018
CHANDERA SECONDARY SCHOOL	Equity Bank	0230162239461	113.60	503,558.60
ELBURGON SECONDARY SCHOOL	Equity Bank	0230161980405	12.50	20,920.00
MOLO DCC	Equity Bank	0230176332753	0.00	opened in 2018
SACHANGWAN D.O'S OFFICE	Equity Bank	0230172199159	60.00	99,670.00
TUMAINI SECONDARY SCHOOL	Equity Bank	0230266537534	0.00	0.00
ST. JAMES PRIMARY SCHOOL	Equity Bank	0230161961419	519.65	78,629.65
ARIMI SECONDARY SCHOOL	Equity Bank	0230264085292	460.00	103,275.00
MONA SECONDARY SCHOOL	Equity Bank	0230264491242	35.00	35.00
MWANGI MICHUKI PRIMARY SCHOOL	Equity Bank	0230191181919	1,598.00	52,093.00
MARIASHONI SECONDARY SCHOOL	Equity Bank	0230177169777	0.00	opened in 2018
TURI AP CAMP	Equity Bank	0230177470213	0.00	opened in 2018
TAYARI AP LINE	Equity Bank	0230264093169	515.00	515.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

MOLO CONSTITUENCY

Reports and Financial Statements For the year ended June 30, 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
LAWINA CHIEFS CAMP	Equity Bank	0230177325692	0.00	opened in 2018
CHANDERA CHIEFS OFFICE	Equity Bank	0230176315606	0.00	opened in 2018
KIMONIO CHIEFS CAMP	Equity Bank	0230177470149	0.00	opened in 2018
CHIEFS CAMP KAPSITA	Equity Bank	0230176882038	0.00	opened in 2018
NDOSWA CHIEFS OFFICE	Equity Bank	0230177478486	0.00	opened in 2018
NDOSWA PRIMARY SCHOOL	Equity Bank	0230264534121	(520.40)	(403.55)
KIAMBIRIRIA SECONDARY SCHOOL	Equity Bank	0230161966075	72.40	72.40
KONDAMET PRIMARY SCHOOL	Equity Bank	0230175984080	0.00	0.00
NEW CREATION PRIMARY SCHOOL	Equity Bank	0230162429305	41.95	41.95
NYAKIAMBI PRIMARY SCHOOL	Equity Bank	0230176023413	0.00	0.00
SOKORO PRIMARY SCHOOL	Equity Bank	0230161977322	288.95	329,088.95
P.C.E.A ELBURGON PRIMARY SCHOOL	Equity Bank	0230264025234	(881.95)	248,800.00
ST PETERS BOYS PRIMARY SCHOOL	Equity Bank	0230162129868	47.00	184,872.00
ST JOSEPH PRIMARY SCHOOL	Equity Bank	0230191597671	151,863.15	151,863.15
SEGUT PRIMARY SCHOOL	Equity Bank	0230172080421	790.00	469,120.00
KIMONIO PRIMARY SCHOOL	Equity Bank	0230264035926	460.00	460.00
DARAJA PRIMARY SCHOOL	Equity Bank	0230172079623	0.00	385,850.00
TIMOO PRIMARY SCHOOL	Equity Bank	0230172078959	119,840.00	520,170.00
ROMBEI PRIMARY SCHOOL	Equity Bank	0230176242756	0.00	0.00
KAMBALA PRIMARY SCHOOL	National Bank	01248054447600	0.00	0.00
MWANGAZA PRIMARY SCHOOL	Equity Bank	0230262917859	220.00	(446.00)
KIVULINI PRIMARY SCHOOL	Equity Bank	0230162280623	41.00	481.00
MICHINDA SECONDARY SCHOOL	Equity Bank	0230292970347	8,170.00	1,009,490.00
KIBUNJA H SECONDARY SCHOOL	Equity Bank	0230170605532	78,700.00	67,927.00
OINOPTICH SECONDARY SCHOOL	Equity Bank	account not opened	0.00	0.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
MOLO CONSTITUENCY**

Reports and Financial Statements For the year ended June 30, 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
ELBURGON CHIEFS OFFICE	Equity Bank	0230265060767	0.00	0.00
SACHANGWAN PRIMARY SCHOOL	Equity Bank	0230165758977	800.40	800.40
OINOPTICH PRIMARY SCHOOL	Equity Bank	0230264029710	130.00	130.00
MIANZINI SECONDARY SCHOOL	Equity Bank	0230162030686	371.05	371.05
ST BRENDANS SECONDARY SCHOOL	Equity Bank	0230262818291	4,563.00	5,168.00
MOLO SECONDARY SCHOOL	Equity Bank	account not opened	0.00	0.00
MUTAMAIYU POLICE POST	Equity Bank	0230161975545	80.00	80.00
Total			457,777.80	4,915,400.80

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

MOLO CONSTITUENCY

Reports and Financial Statements For the year ended June 30, 2018

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

The following is the summary of issues raised by the external auditor, and management comments that were provided to the auditor. We have nominated focal persons to resolve the various issues as shown below with the associated time frame within which we expect the issues to be resolved.

Referen ce No. on the externa l audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timefr ame: (Put a date when you expect the issue to be resolv ed)
1.2	Bank Reconciliation	Stale cheques in the cash book were reversed and a voucher was prepared to clear the bank charges	F.A.M	Resolved	-
1.3	Omitted Bank Account	Bank account number 1122194781 maintained at Kenya Commercial Bank Njoro branch was closed and the balances transferred to their respective account for disbursement to the PMCs	F.A.M	Resolved	-
1.4	Under Absorption of Funds	The constituency had not received funds from NG- CDF Board which in turn receives funding from the national treasury.	F.A.M	Resolved	-
1.5	Other Grants and Transfers	There was an over expenditure since at the end of financial year 2014/2015 there were some unspent funds which were spent in the financial year 2015/2016.	F.A.M	Resolved	-

