

REPUBLIC OF KENYA



*Paper laid*  
*For the leader of*  
*majority party*  
*for*  
*on Tuesday*  
*17/11/2015*  
*JES*



KENYA NATIONAL AUDIT OFFICE

REPORT

PARLIAMENT  
OF KENYA  
LIBRARY

OF



THE AUDITOR-GENERAL

ON

THE FINANCIAL STATEMENTS OF  
CONSTITUENCIES DEVELOPMENT FUND  
TESO NORTH CONSTITUENCY

FOR THE YEAR ENDED  
30 JUNE 2014



# REPUBLIC OF KENYA

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NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON CONSTITUENCIES DEVELOPMENT FUND - TESO NORTH CONSTITUENCY FOR THE YEAR ENDED 30TH JUNE 2014

#### REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Constituencies Development Fund - Teso North Constituency set out on pages 1 to 20, which comprise the statement of financial assets and liabilities as at 30 June 2014 and the statement of receipts and payments, statement of appropriation and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 8 of the Public Audit Act 2003. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

#### **Management's Responsibility for the Financial Statements**

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

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 7 of the Public Audit Act, 2003.

#### **Auditors-General's Responsibility**

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 9 of the Public Audit Act 2003 and submit the audit report in compliance with Article 229(7) of the Constitution of Kenya. The audit was conducted in accordance with International Standards on Auditing. Those Standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Financial Statements in order to design audit procedures

that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

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

### **Basis for Adverse Opinion**

#### **1. Accuracy and Completeness of the Financial Statements**

The balances in both the statement of receipt and payments, and the statement of assets and liabilities were not supported by a trial balance. The Fund did not maintain ledgers from which the financial statement balances could be extracted from. In addition, a statement of cash flow was not prepared as required by IPSAS. Consequently, the accuracy and completeness of the financial statements could not be confirmed as at 30 June 2014.

#### **2. Ownership of Motor Vehicle**

Note 18 to the financial statements indicates that the fund is not in possession of Motor Vehicle GK A546T which was not physically verified. The vehicle has since the last General Election been held by the County Government of Busia. Under unclear circumstances, the Fund's efforts to gain access and possession of the motor vehicle have not been successful to enhance service delivery to the constituents.

It is not clear under what circumstances the vehicle is not under the Fund use. In the circumstances, the ownership and utilization of motor vehicle could not be confirmed as at 30 June 2014.

#### **3. Cash and Cash Equivalents**

The statement of financial assets and liabilities reflects cash and cash equivalents balance of (Kshs.4,949,136.30) as at 30 June 2014. Included in the negative balance are outstanding imprests of Kshs.1,829,000. Further, cash and bank balance brought forward have not been discussed and supported. In addition, as the fund uses IPSAS cash basis, it is not clear how the deficit of Kshs.4,949,136.30 was financed during the year.

#### **4. Transfer to other Government Entities**

The statement of receipts and payments reflects transfer to other Government Institutions of Kshs.14,785,993.70 for the year ended 30 June 2014. However, the fund paid Kshs.5,300,000 to 18 schools and a dispensary for the purchase of land. The ownership documents for the various parcels purchased were not made available for audit review except sale agreements and search contracts.

Consequently, it has not been possible to ascertain the value, ownership and location of the purchased parcels of land worth Kshs.5,300,000 as at 30 June 2014.

### **Adverse Opinion**

In my Opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion paragraph, the financial statements do not present fairly, the financial position of the Constituencies Development Fund - Teso North Constituency as at 30 June 2014, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards and do not comply the with Constituency Development Fund (CDF) Act, 2013.

### **Emphasis of Matters**

#### **Going Concern**

The High Court of Kenya in its ruling on Petition 71 of 2013 held that the Constituencies Development Fund Act, 2013 establishing the Constituency Development Fund since enactment of the Constitution of Kenya 2010 was unconstitutional rendering the existence of the fund illegal. It is not clear whether legislation providing for the fund will be in place within the period given by the High court of twelve months for the fund to continue existing.

As a result, the Going Concern status of the Constituency Development Fund is doubtful.

My opinion is not qualified in respect to this matter.



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

**Nairobi**

**25 June 2015**



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CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH

REPORTS AND FINANCIAL STATEMENTS

FOR THE FINANCIAL YEAR ENDED  
JUNE 30, 2014

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

30/8/15  
[Signature]

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014**

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*3/18/14*

**I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT**

**(a) Background information**

The Constituencies Development Fund (CDF) was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013. The CDF Act 2013 aligns the Fund with the Constitution of Kenya 2010 and the Public Finance Management Act 2012 that lay emphasis on citizen participation in public finance management and decision making, transparency and accountability together with equity in public resource utilization. The overall management of the Fund is the responsibility of the Constituencies Development Fund Board.

**(b) Key Management**

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

- i. Constituencies Development Fund Board (CDFB)
- ii. Constituency Development Fund Committee (CDFC)

**(c) Fiduciary Management**

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

No.	Designation	Name
1.	Chief Executive Officer	<b>Yusuf Mbuno</b>
2.	Fund Account Manager	<b>Tom Mong'are</b>
3.	District Accountant	<b>Lee Omanje</b>

**(d) Fiduciary Oversight Arrangements**

*List of the Teso North CDFC as gazetted*

No	Name	Position
1	<i>Sammy Ikwaras</i>	<i>Chairman</i>
2	<i>Edward Oluku</i>	<i>Secretary</i>
3	<i>Nancy Okuche</i>	<i>Member</i>
4	<i>SUB-county Commissioner-teso North</i>	<i>Member</i>
5	<i>Cathrine Amoit</i>	<i>Member</i>
6	<i>Julius Omuse</i>	<i>Member</i>
7	<i>Janet Ato</i>	<i>Member</i>
8	<i>Miriam Wamuhu</i>	<i>Member</i>
9	<i>Rev, Isabella Inyale</i>	<i>Member</i>
10	<i>Tom Mong'are</i>	<i>FAM-Ex-officio</i>
11	<i>Hon Arthur Oderu,</i>	<i>MP-Ex-officio</i>

**(c) Entity Headquarters**

**Teso North constituency CDF office,**  
P.O. Box 255-50244, Kamurial,  
DDO Building Complex  
AMAGORO CENTRE  
BUSIA COUNTY  
KENYA

**(f) Teso North Constituency Contacts**

**The Teso North CDF telephone number and email Contacts are**

Telephone: (254) 0729037373  
E-mail: [cdftesonorth@cdf.go.ke](mailto:cdftesonorth@cdf.go.ke)  
Website: [www.go.ke](http://www.go.ke)

**(g) Entity Bankers**

The Teso North CDF main banker is:

The Cooperative Bank  
Malaba Branch  
A/c.No. 114151958700  
P.O.BOX 173-50408  
KAMURIAL.

**(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

**II. STATEMENT OF CONSTITUENCY MANAGEMENT RESPONSIBILITIES**

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

The Fund Account Manager in charge of the Teso North *CDF* is responsible for the preparation and presentation of the Constituency's financial statements, which give a true and fair view of the state of affairs of the Constituency as at the end of the financial year ended on June 30, 2014. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the constituency; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the constituency; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

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

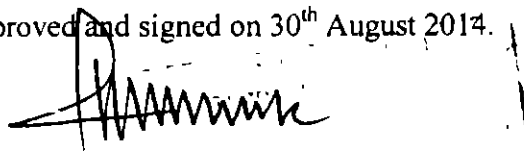
The Fund Account Manager in charge of the Teso North *CDF* confirms that the entity has complied fully with applicable Government Regulations and that the Constituency's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Fund Account Manager confirms that the Constituency's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

**Approval of the financial statements**

The Teso North *CDF* financial statements were approved and signed on 30<sup>th</sup> August 2014.



**Sammy Ikwara**  
**Chairman - CDFC**



**Tom Mong'are**  
**Fund Account Manager**

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2014**

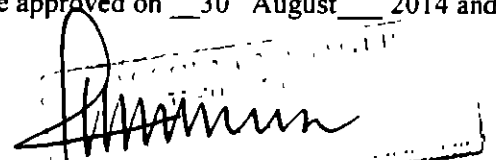
**III. STATEMENT OF RECEIPTS AND PAYMENTS**

#REF'	Note	2013-2014 Kshs	2012-2013 Kst
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	31,371,733.20	
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	31,371,733.20
<b>PAYMENTS FOR OPERATING EXPENSES</b>			
Compensation of Employees	4	413,127.60	
Use of goods and services	5	1,684,409.90	
Committee Expenses	6	1,280,000.00	
Transfers to Other Government Units	7	14,785,993.70	
Other grants and transfers	8	18,149,738.30	
Social Security Benefits	9	7,600.00	
Acquisition of Assets	10	00.00	
Other Payments	11	00.00	36,320,869.50
<b>SURPLUS/DEFICIT</b>		<b>()</b>	<b>(4,949,136.30)</b>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Teso North CDF financial statements were approved on 30<sup>th</sup> August 2014 and signed by:



**Sammy Ikwara**  
Chairman - CDFC



**Tom Mong'are**  
Fund Account Manager

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014**

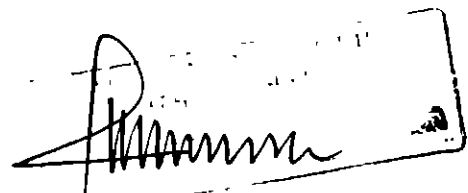
**IV. STATEMENT OF FINANCIAL ASSETS AND LIABILITIES**

	Note	2013-2014 Kshs	2012-2013 Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	12	(6,778,136.30)	
Cash Balances (sale of tenders,hire of grader)	13	00.00	
Outstanding Imprests	14	1,829,000.00	
Cash Equivalents ( eg sale of tender doc held in bankers cheque)	15	0	
<b>TOTAL FINANCIAL ASSETS</b>		<b>(4,949,136.30)</b>	
<b>REPRESENTED BY</b>			
<b>Fund balance b/fwd 1st July...</b>	16	00.00	
<b>Surplus/Deficit for the year</b>		(4,949,136.30)	
<b>Prior year adjustments</b>	17	00.00	
<b>NET LIABILITIES</b>		<b>(4,949,136.30)</b>	

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Teso North CDF financial statements were approved on 30<sup>TH</sup> AUGUST            2014 and signed by:



**Sammy Ikwaras**  
**Chairman - CDFC**




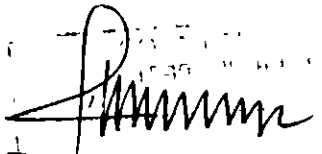
**Tom Mong'are**  
**Fund Account Manager**

V: SUMMARY STATEMENT OF APPROPRIATION

Revenue/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization Difference to Final Budget
	a	b	c=a+b	d	e=d-c	f=d/c %
Compensation of Employees	413,127.60	00 00	413,127 60	413,127.60	00	100
Use of goods and services	1,684,409.90	00.00	1,684,409 90	1,684,409.90	00	100
Committee meeting allowances	1,280,000.00	00 00	1,280,000 00	1,280,000.00	00	100
Subsidies	00.00	00.00	00.00	00 00	00	100
Transfers to Other Government Units	14,785,993.70	00.00	14,785,993 70	14,785,993 70	00	100
Other grants and transfers	18,497,738 30	00 00	18,497,738 30	18,497,738.30	00	100
Social Security Benefits	7,600.00	00.00	7,600.00	7,600 00	00	100
Acquisition of Assets	00 00	00.00	00 00	00 00	00	100
Other Payments	00.00	00.00	00.00	00 00	00	100
<b>TOTALS</b>	<b>36,320,869.50</b>	<b>00.00</b>	<b>36,320,869.50</b>	<b>36,320,869.50</b>	<b>00</b>	<b>100</b>

The Teso North CDF financial statements were approved on 30<sup>th</sup> August 2014 and signed by:

  
 Sammy Ikwara  
 Chairman - CDFC

  
 Tom Mong'are  
 Fund Account Manager

## **VI. SIGNIFICANT ACCOUNTING POLICIES**

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

**a) Statement of compliance and basis of preparation**

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the Constituency and all values are rounded to the nearest thousand (Kshs'000). The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the Constituency.

**b) Recognition of revenue and expenses**

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

**c) In-kind contributions**

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

**d) Cash and cash equivalents**

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at 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.

## **CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**

### **Reports and Financial Statements**

**For the year ended June 30, 2014**

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#### *SIGNIFICANT ACCOUNTING POLICIES (Continued)*

**e) Receivables and payables**

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

**f) Budget**

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

**g) Comparative figures**

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

**h) Subsequent events**

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2014.

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY****Reports and Financial Statements**

For the year ended June 30, 2014

**VII. NOTES TO THE FINANCIAL STATEMENTS****1. TRANSFERS FROM CDF BOARD**

	Description	2013 - 2014	2012 - 2013
		Kshs	Kshs
<b>Normal Allocation</b>	AIE NO...	31,371,733.20	0
	AIE NO.....	00.00	0
			0
<b>Conditional grants</b>	AIE NO...	00.00	0
	AIE NO...	00.00	
	<b>TOTAL</b>	<b>31,371,733.20</b>	<b>0</b>

**2. PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Receipts from the Sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	00.00	
Receipts from the Sale Plant Machinery and Equipment	00.00	
Receipts from Sale of Certified Seeds and Breeding Stock	00.00	
Receipts from the Sale of Strategic Reserves Stocks	00.00	
Receipts from the Sale of Inventories, Stocks and Commodities	00.00	
Disposal and Sales of Non-Produced Assets	00.00	
Receipts from the Sale of Strategic Reserves Stocks	00.00	
<b>Total</b>	<b>00.00</b>	

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**3. OTHER REVENUES**

	<b>2013 - 2014</b>	<b>2012 - 2013</b>
	<b>Kshs</b>	<b>Kshs</b>
Interest Received	00.00	
Profits and Dividends	00.00	
Rents	00.00	
Other Property Income	00.00	
Sales of Market Establishments	00.00	
Receipts from Administrative Fees and Charges	00 00	
Receipts from Administrative Fees and Charges - Collected as AIA	00.00	
Receipts from Incidental Sales by Non-Market Establishments	00.00	
Receipts from Sales by Non-Market Establishments	00.00	
Receipts from Sale of Incidental Goods	00 00	
Fines Penalties and Forfeitures	00.00	
Receipts from Voluntary transfers other than grants	00.00	
Other Receipts Not Classified Elsewhere	00.00	
<b>Total</b>	<b>00.00</b>	

**4. COMPENSATION OF EMPLOYEES**

	<b>2013 - 2014</b>	<b>2012 - 2013</b>
	<b>Kshs</b>	<b>Kshs</b>
Basic salaries of permanent employees	413,127.60	
Basic wages of temporary employees	00.00	
Personal allowances paid as part of salary	00.00	
Personal allowances paid as reimbursements	00.00	
Personal allowances provided in kind	00 00	
Pension and other social security contributions	00.00	
Compulsory national social security schemes	00.00	
Compulsory national health insurance schemes	00.00	
Social benefit schemes outside government	00.00	
Other personnel payments	00.00	
<b>Total</b>	<b>413,127.60</b>	

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**5. USE OF GOODS AND SERVICES**

	<b>2013 - 2014</b>	<b>2012 - 2013</b>
	<b>Kshs</b>	<b>Kshs</b>
Utilities, supplies and services	1,089.90	
Office rent	308,000.00	
Domestic travel and subsistence	00.00	
Foreign travel and subsistence	00.00	
Printing, advertising and information supplies & services	00.00	
Rentals of produced assets	00.00	
Training expenses	00.00	
Hospitality supplies and services	00.00	
Insurance costs	00.00	
Specialised materials and services	00.00	
Office and general supplies and services	307,320.00	
Other operating expenses	1,068,000.00	
Routine maintenance – vehicles and other transport equipment	00.00	
Routine maintenance – other assets	00.00	
<b>Total</b>	<b>1,684,409.90</b>	

**6. COMMITTEE EXPENSES**

Committee allowances	1,280,000.00
Other committee expenses	00.00
<b>Total</b>	<b>1,280,000.00</b>

**7. TRANSFER TO OTHER GOVERNMENT ENTITIES**

<b>Description</b>	<b>2013 - 2014</b>	<b>2012 - 2013</b>
	<b>Kshs</b>	<b>Kshs</b>
Transfers to Primary schools	9,870,993.70	
Transfers to Secondary schools	4,315,000.00	
Transfers to Tertiary institutions	00.00	
Transfers to Health institutions	600,000.00	
<b>TOTAL</b>	<b>14,785,993.70</b>	

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY****Reports and Financial Statements****For the year ended June 30, 2014****8 OTHER GRANTS AND OTHER PAYMENTS**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Scholarships and other educational benefits	00.00	
Bursary-Secondary schools	4,669,768 00	
Bursary –Tertiary institutions	4,249,390 00	
Water projects	1,200,000.00	
Security projects	225,000.00	
Roads projects	2,550,380.30	
Sports	800,000.00	
Environment	700,000.00	
Emergency projects	3,755,200.00	
<b>Total</b>	<b>18,149,738.00</b>	

**9. SOCIAL SECURITY BENEFITS**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Government pension and retirement benefits	00 00	
Social security benefits in cash and in kind	00.00	
Employer Social Benefits in cash and in kind	7,600 00	
<b>Total</b>	<b>7,600.00</b>	

**10. ACQUISITION OF ASSETS****Non Financial Assets**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Purchase of Vehicles and Other Transport Equipment	00.00	
Overhaul of Vehicles and Other Transport Equipment	00.00	
Purchase of Office Furniture and General Equipment	00.00	
Acquisition of Intangible Assets	00.00	
<b><u>Financial Assets</u></b>		
Domestic Public Non-Financial Enterprises	00.00	
Domestic Public Financial Institutions	00.00	
Foreign financial Institutions operating Abroad	00.00	
Other Foreign Enterprises	00.00	
<b>Total</b>	<b>00.00</b>	

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2014**

*NOTES TO THE FINANCIAL STATEMENTS (Continued)*

**11. OTHER PAYMENTS**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Budget Reserves	00.00	
Civil Contingency Reserves	00.00	
Capital Transfers to Non-Financial Public Enterprises	00.00	
Capital Transfer to Public Financial Institutions and Enterprises	00.00	
Capital Transfer to Private Non-Financial Enterprises	00.00	
Other expenses	00.00	
Domestic Accounts	00.00	
	<b>00.00</b>	

**12. Bank Balances (cash book bank balance)**

Name of Bank, Account No. & currency	Amount in bank account currency	Exc rate	2013 - 2014	2012 - 2013
			Kshs	Kshs
<i>Cooperative Bank, Malaba Branch A/c no. 01141519587800</i>	Kshs.	-	(6,778,136.30)	00.00
<b>Total</b>			<b>(6,778,136.30)</b>	<b>00.00</b>

**13. CASH IN HAND**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Sale of Tender	00.00	00.00
Hire of Graders	00.00	00.00
Hire of Hall	00.00	00.00
<b>Total</b>	<b>00.00</b>	<b>00.00</b>

*[Provide cash count certificates for each]*





# PAYMENTS

Date	To Whom Paid	Description of Payment	Allocation	Voucher No.	Cheque No.	Sh. cts.	Sh. cts.	Sh. cts.
11/14/44	BAL	BIF						6555173
		Anguar investment		517	721			193282
		Comm. Tax		"	730			6664
		Fund manager CSP		"	731			22216
		Cancelled cheque			732			
		<b>SUB-TOTALS</b>						<b>6778136</b>
		BAL CD					1829000 =	
							1829000 =	6778136
<div style="border: 1px solid black; padding: 5px; transform: rotate(-15deg); display: inline-block;">             CUSTOMER SERVICE              1-800-4-A-STATE           </div>								
11/14/44	BAL	BIF						677813630
		Cancelled.			733			
11/14	"	"			734			
		Fund manager (Anson)		518	735 ✓			7936726
		Darius S. Egan		519	736			1551862
		Emily Annularo		"	737			1551860
		Patricia Olare		"	738			1551860
		Solomon Egan		"	739			17376 =
		Felagensid numinga		"	740			1551860
		Ally's Egan		"	741			2269610
		NSSF		"	742			2400 =
		Comm. Tax		"	743			538190
		Cancelled.			744			
		"			745			
		Fund manager		520	746 ✓			8281650
		Cancelled			747			
		"			748			
		"			749			
		"			750			
		Medley Special		521	751			10000

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**  
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**14. OUTSTANDING IMPRESTS**

<i>Name of Officer or Institution</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
	<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Philip Odida</i>	956,000.00		956,000.00
<i>Philip Odida</i>	600,000.00		600,000.00
<i>Emmanuel Oigo</i>	273,000.00		273,000.00
<b>Total</b>	<b>1,829,00.00</b>		<b>1,829,000.00</b>

**15. Cash equivalents (short-term deposits)**

<b>Name of Bank, Account No. &amp; currency</b>	<b>Amount in foreign currency</b>	<b>Exchange rate</b>	<b>2013 - 2014</b>	<b>2012 - 2013</b>
			<b>Kshs</b>	<b>Kshs</b>
<i>Sale of tender</i>	00	00	00.00	00.00
<i>Hire of Graders</i>	00	00	00.00	00.00
<i>Hire of Halls</i>	00	00	00.00	00.00
<b>Total</b>			<b>00.00</b>	<b>00.00</b>

**16. BALANCES BROUGHT FORWARD**

	<b>2013 - 2014</b>	<b>2012 - 2013</b>
	<b>Kshs</b>	<b>Kshs</b>
Bank accounts	00.00	-
Cash in hand	00.00	-
Cash equivalents (short-term deposits)	00.00	-
Imprest	00.00	-
Receivables	00.00	-
Payables	00.00	-
<b>Total</b>	<b>00.00</b>	<b>-</b>

*[Provide short appropriate explanations as necessary]*

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**  
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**17. PRIOR YEAR ADJUSTMENTS**

	2013 - 2014	2012 - 2013
	Kshs	Kshs
Bank accounts	00	-
Cash in hand	00	-
Cash equivalents (short-term deposits)	00	-
Imprest	00	-
Receivables	00	-
Payables	00	-
<b>Total</b>	<b>00.00</b>	<b>-</b>

**18. OTHER IMPORTANT DISCLOSURES**

**The official motor vehicle, FORD RANGER REG. GK A 546T was not handed over by the outgoing CDFC.**

**Despite several demands, the outgoing HON.MP has adamantly refused to hand over the vehicle and has converted it to his personal use. Attempts to regain and/or repossess the motor vehicle have proven futile even after seeking advice and Assistance from cdf board.**

**Currently, the station has no vehicle making operations very difficult and hampering greatly the effective Carrying out of the Monitoring and Evaluation functions which are core.**

CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY  
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18.1 FIXED ASSETS REGISTER

**TESO NORTH FIXED ASSET REGISTER**

(Equipment, furniture, fittings and fixtures, vehicles building, land)

County BUSIA Constituency: TESO NORTH

No	Asset description	Asset Tag	Purchase Date	Purchase Cost	Usability Condition other con
1	Two ordinary office tables	CDF/174/FF003-4	February 2005		Serviceable
2	Five timber office chairs without arms	CDF/174/FF009-13	February 2005	200/=	Not service
3	Five metal office chairs without arms	CDF/174/EE14-18	13th March 2006	7,500/=	Serviceable
4	One executive table	CDF/174/FF001	25th Novmber 2005	15,000/=	Serviceable
5	one secretarial table	CDF/174/FF002	25th Novmber 2005	9,000/=	Serviceable
6	one visitors table	CDF/174/FF005	25th Novmber 2005	6,160/=	Serviceable
7	one secretrarial chair	CDF/174/FF008	25th Novmber 2005	4,500/=	
8	One orthopaedic EXE Chair	CDF/174/FF007	25th Novmber 2005	14,500/=	Not servicea
9	One executive low back chair	CDF/174/FF006	25th Novmber 2005	14,500/=	Serviceable
10	Notice board	CDF/174/FF030	2005	3,500/=	Serviceable
11	Sign board	CDF/174/FF039	2005	250/=	Not servicea
12	Curtains	CDF/174/FF043	2006	17,000/=	Serviceable
13	paper punch (Medium size)	CDF/174/OE024	October 2005	450/=	Serviceable
14	Stapler machine (medium)	CDF/174/OE025	August 2005	410/=	Serviceable
15	Cmputer	CDF/174/OE019	25th Novmber 2005		Serviceable
16	Printer	CDF/174/OE020	25th Novmber 2005		Serviceable
17	UPS	CDF/174/OE021	25th Novmber 2005		Not serviceat
18	Computer plastic covers	CDF/174/OE019	2006	88,160/=	Serviceable
19	15" computer Anti Glare	CDF/174/OE019	2006	500/=	Serviceable
20	Photocopy machine	CDF/174/OE022	12th January 2007	93,160/=	Serviceable
21	Telephone system	CDF/174/OE023	1st September 2006	5,505/=	Serviceable
22	Office trays	CDF/174/OE040	2006	240/=	Serviceable
23	Office Extention Sockets	CDF/174/OE019	29th Dec 05 & Jan 2007	350/=	Serviceable
24	Caculator	CDF/174/OE026	2005	350/=	Serviceable

CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY

Reports and Financial Statements

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25	Rubber stamp	CDF/174/OE027	2005	100/=	Serviceabl
26	Waste paper Baskets	CDF/174/OE041	2005	250/=	Serviceabl
27	Stamp pad	CDF/174/OE028	2005	100/=	Serviceabl
28	Wall clock	CDF/174/OE029	2005	1,050/=	Serviceabl
29	Hand towels	CDF/174/OU042	2005	240/=	Serviceabl
30	Jerrican fixed with tap	CDF/174/OU031	2006	200/=	Serviceabl
31	Tea cups	CDF/174/OU032	2006	2000/=	Not servic
32	Flasks	CDF/174/OU033	2006	500/=	
33	Sugar dishes	CDF/174/OU034	2006	200/=	
34	Sugar dishes	CDF/174/OU033	2006	1,050/=	Serviceabl
35	Mopping buckets	CDF/174/OU034	2006	900/=	
36	Mopper	CDF/174/OU035	2005	100/=	Serviceabl
37	Broom	CDF/174/OU036	2005/2007	525/=	Serviceabl
38	Two Filling Cabinets (steel)	CDF/174/OU037	2005	25,000/=	Serviceabl
39	Self inking rubber stamps	CDF/174/OE052	2007	7,000/=	Serviceabl
40	Computer	CDF/174/OE038	15th October 2007		Serviceabl
41	Printer	CDF/174/OE044	2009		Serviceabl
42	UPS (APC 650)	CDF/174/OE045	2009	45.000/=	Serviceabl
43	UPS (APC 650)	CDF/174/OE046	2010	250/=	Serviceabl
44	Computer (Dell)	CDF/174/OE047	2010	CDF BOARD	Serviceabl
45	Printer (HP Laser Jet P2055d)	CDF/174/OE048	2010	CDF BOARD	Serviceabl
46	UPS	CDF/174/OE049	2010	2,500/=	Serviceabl
47	Water Dispenser	CDF/174/OE050	2010	7.500/=	Serviceabl
48	Vehicle (Double Cabin Pick-up)		June 2009	2,875,000/=	Serviceabl
49	Stapling Machine	CDF/174/OE053	September 2012	1,000/=	Serviceabl
50	Coloured Television Set		March 2012	15,000/=	Serviceabl
51	Five Filling Cabinets (Steel)	CDF/174/OU54	November 2012	70,000/=	Serviceabl
52	Two Motor Bikes		October 2013	240,000/=	Serviceabl

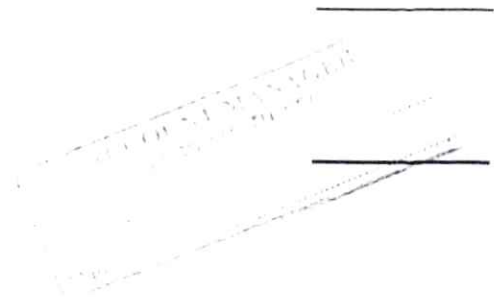
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CDFC Chairman's Signature

*[Handwritten Signature]*

Date

30/8/15



**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2014**

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**18.2 RECEIVABLES FROM CDF BOARD AND OTHER RECEIVABLES**

<i>RECEIVABLES FROM THE BOARD</i>	
<i>AMOUNT</i>	<i>FINANCIAL YEAR</i>
<i>OTHER RECEIVABLES (SPECIFY)</i>	

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**18.3 PAYABLES**

<b>Kshs</b>	<b>Kshs</b>
xxx	xxx
xxx	xxx
xxx	xxx
xxx	xxx
<b>xxx</b>	<b>xxx</b>

*18.4 FUNDS DUE TO PROJECTS*

*18.5 DISBURSEMENTS FROM THE BOARD*

<i>AIE NO.</i>	<i>AMOUNT</i>	<i>FINANCIAL YEAR</i>

**CONSTITUENCIES DEVELOPMENT FUND – TESO NORTH CONSTITUENCY**

**Reports and Financial Statements**

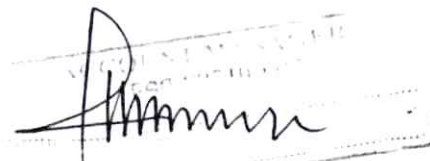
**For the year ended June 30, 2014**

**VIII. CASHFLOW STATEMENT**

#REF!	Note	2013-2014 Kshs	2012-2013 Kshs
<b>RECEIPTS FOR OPERATING ACTIVITIES</b>			
Transfers from CDF board-AIEs' Received	1	31,371,733.20	
Other revenues	3	0	31,371,733.20
<b>PAYMENTS FOR OPERATING EXPENSES</b>			
Compensation of Employees	4	413,127.60	
Use of goods and services	5	1,684,409.90	
Committee Expenses	6	1,280,000.00	
Transfers to Other Government Units	7	14,785,993.70	
Other grants and transfers	8	18,149,738.30	
Social Security Benefits	9	7,600.00	
Other Expenses	11	00.00	36,320,869.50
<b>Adjusted for</b>			
Adjustments during the year			0
<b>Net cashflow from operating activities</b>			<b>(4,949,136.30)</b>
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from sale of assets	2	0	
Acquisition of assets	10	0	
<b>Net cash flow from operating activities</b>			<b>0</b>
<b>CASHLOW FROM FINANCING ACTIVITIES</b>			
Net cashflow from financing activitie			0
<b>NET INCREASE/IN CASH AND CASH EQUIVALENT</b>			
Cash and cash equivalent balance b/d		16	0
Cash and cash equivalent balance c/d			<b>(4,949,136.30)</b>



**Sammy Ikwara**  
Chairman - CDFC



**Tom Mong'are**  
Fund Account Manager

