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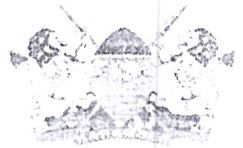
ON

THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
OL'JOROROK CONSTITUENCY

FOR THE YEAR ENDED
30 JUNE 2017



OFFICE OF THE AUDITOR GENERAL
P. O. Box 30084 - 00100, NAIROBI
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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND
OI/JORO OROKCONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

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

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

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The Constituencies Development Fund (CDF) was established under the Constituencies Development Fund (CDF) Act, 2003, amended in 2007 and repealed by the CDF Act of 2013. In 2015, the CDF Act of 2013 was declared unconstitutional and a new Act was enacted in 2015, being the National Government Constituencies Development Fund Act, NG-CDF Act, 2015. The National Government Constituencies Development Fund (NG-CDF) is under the Ministry of Devolution and Planning. The objective of the Fund is to provide mechanisms for supplementing implementation of the National Government development Agenda at the constituency level.

(b) Key Management

The OL'JORO OROK Constituency's day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2017 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Eric Muange
3.	Accountant	Josephine Ndirangu

(d) Fiduciary Oversight Arrangements

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

(e) Ol'joro Orok NG-CDF Headquarters

P.O. Box 208
Macharia Building
Gilgil/Nyahururu Highway
Nyandarua, Kenya

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –
OL'JORO OROK CONSTITUENCY**

**Reports and Financial Statements
For the year ended June 30, 2017**

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**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –
OL'JORO OROK CONSTITUENCY**

**Reports and Financial Statements
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(f) Ol'joro Orok NG-CDF Contacts

Telephone: (254) 0722 405 245

E-mail: emuange@cdf.go.ke

Website: www.go.ke

(g) Ol'joro Orok NG-CDF Bankers

1. Equity Bank
Nyahururu Branch
P.O. Box 1048
Nyahururu, 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 CONSTITUENCY DEVELOPMENT FUND –
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**II. FORWARD BY THE CHAIRMAN NATIONAL GOVERNMENT CONSTITUENCY
DEVELOPMENT FUND COMMITTEE (NG-CDFC)**

The Ol'joro Orok NG-CDFC s wish to have in summary the budget performance against actual amounts for current year based on economic classification and programmes. The NG-CDFC have improved the Education and Security infrastructures of Ol'joro Orok.

However there have been emerging issues like political, economic, social, legal and global challenges influencing the implementation of NG-CDFC Project. Other issues affecting the project implementation process is the late disbursement of funds, late approved of proposals and reallocations

The NG-CDFC s wish that the issues of having the project on going for more than 2years be stopped and the NG-CDF board to reduce the rate of staff turnovers in Constituencies i.e. FAM transfers.

Sign.....
CHARLES NJENGA
CHAIRMAN NG-C.D.F.C

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND –
OL'JORO OROK CONSTITUENCY**

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III. STATEMENT OF NG-C.D.F. MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government NG-C.D.F. shall prepare financial statements in respect of that NG-CDFC. 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.

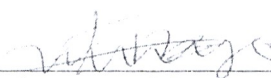
The Accounting Officer in charge of the Ol'joro Orok NG-CDF is responsible for the preparation and presentation of the NG-CDFC's financial statements, which give a true and fair view of the state of affairs of the NG-CDFC for and as at the end of the financial year (period) ended on June 30, 2017. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the NG-CDFC; (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 NG-C.D.F.; (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 Ol'joro Orok NG-CDFC accepts responsibility for the NG-CDFC's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the NG-C.D.F.'s financial statements give a true and fair view of the state of NG-CDFC's transactions during the financial year ended June 30, 2017, and of the NG-CDFC's financial position as at that date. The Accounting Officer in charge of the Ol'joro Orok NG-CDFC further confirms the completeness of the accounting records maintained for the NG-CDFC which have been relied upon in the preparation of the NG-CDFC's financial statements as well as the adequacy of the systems of internal financial control.

The Accounting Officer in charge of the Ol'joro Orok NG-CDFC confirms that the NG-CDFC has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the NG-CDFC's funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the NG-CDFC's financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The NG-CDFC's financial statements were approved and signed by the Accounting Officer on 23/7/2017.


Fund Account Manager


Chairman

REPUBLIC OF KENYA

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Fax: +254-20-311482
E-mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Ol'Jororok Constituency set out on pages 5 to 28, which comprise the statement of assets as at 30 June 2017, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation: 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 Constituencies Development Fund - Ol'Jororok Constituency as at 30 June, 2017, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015.

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

Basis for Qualified Opinion

Unsupported Disbursements to Projects

Note 6 and 7 to the financial statements reflects transfers to other government entities and other grants and transfers payments of Kshs.41,500,000 and Kshs.52,117,254 respectively. However, out of these disbursements, expenditure returns for payments amounting to Kshs.7,420,000 were not presented for audit review as analyzed below:

	Projects category	Amount Disbursed (Kshs)	Amount accounted for (Kshs)	Balance/ Unaccounted (Kshs)
1	Secondary Schools	36,100,000	33,400,000	2,700,000
2	Primary Schools	5,400,000	3,900,000	1,500,000
3	Emergency	5,370,000	2,150,000	3,220,000
	Total	58,870,000	39,450,000	7,420,000

Consequently, in the absence of expenditure returns, the accuracy and regularity of transfer to government entities and other grants and other payments during the year under review could not be confirmed.

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to communicate in my report.

Other Matter

Budget Performance

The summary statement of appropriation; recurrent and development combined shows that during the year under review, Ol’Jororok CDF spent Kshs.124,497,302 against a budget of Kshs.128,150,029 translating to an absorption rate of 97%. It was, however, noted that the CDF overspent on use of goods and services, and transfers to other Government entities by Kshs.1,291,885 and Kshs.3,060,378 or 20.6% and 8% respectively for which no authority was provided for audit review.

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

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

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

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

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

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

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

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

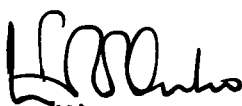
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances and for the purpose of giving an assurance on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on

the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information 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


07 November 2018

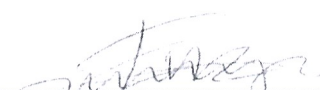
NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- OL'JORO OROK CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2016- 2017 Kshs	2015- 2016 Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	81,567,240	127,931,997
Proceeds from Sale of Assets	2	-	
Other Receipts	3	-	
TOTAL RECEIPTS		81,567,240	127,931,997
PAYMENTS			
Compensation of employees	4	2,557,350	1,506,278
Use of goods and services	5	7,559,462	13,421,302
Transfers to Other Government Units	6	41,500,000	39,912,000
Other grants and transfers	7	52,117,254	49,272,665
Acquisition of Assets	8	20,763,236	65,000
Other Payments	9	-	-
TOTAL PAYMENTS		124,497,302	104,006,915
SURPLUS/DEFICIT		(42,930,062)	-23,754,752

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The OL'JORO OROK NG-C.D.F. financial statements were approved on 22/7/2017 and signed by:


 Chairman - NG-C.D.F.C


 Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- OL'JORO
OROK CONSTITUENCY**
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For the year ended June 30, 2017

V. STATEMENT OF ASSETS

	Note	2016 - 2017	2015 - 2016
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	3,323,417	46,253,479
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		3,323,417	46,253,479
REPRESENTED BY			
Retention	12	-	-
Fund balance b/fwd. 1st July...	13	46,253,479	22,498,727
Surplus/Deficit for the year		(42,930,062)	23,754,752
Prior year adjustments	14	-	-
NET LIABILITIES		3,323,417	46,253,479

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The OL'JORO OROK NG-C.D.F. financial statements were approved on 23/7 2017 and signed by:


Chairman - NG-C.D.F.C


Fund Account Manager

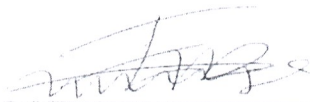
**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND- OL'JORO
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VI. STATEMENT OF CASHFLOW

Receipts for operating income		2016- 2017	2015- 2016
Transfers from CDF Board	1	81,567,240	127,931,997
Other Receipts	3	-	-
		81,567,240	127,931,997
Payments for operating expenses			
Compensation of Employees	4	2,557,350	1,506,278
Use of goods and services	5	7,559,462	13,421,302
Transfers to Other Government Units	6	41,500,000	39,912,000
Other grants and transfers	7	52,117,254	49,272,665
Other Payments	9	-	-
		103,734,066	103,941,915
Adjusted for:			
Adjustments during the year	14	-	-
Net cash flow from operating activities		(22,166,826)	23,990,082
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	(20,763,236)	(65,000)
Net cash flows from Investing Activities		(20,763,236)	(65,000)
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	13	46,253,479	22,498,727
Cash and cash equivalent at END of the year		3,323,417	46,253,479

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The OL'JORO OROK NG-C.D.F. financial statements were approved on 23rd July 2017 and signed by:


Chairman NG-C.D.F.C


Fund Account Manager

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	^a c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	81,896,550.00	46,253,479.00	128,150,029.00	127,820,719.00	329,310.00	99.7%
Proceeds from Sale of Assets				-	-	
Other Receipts	-			-	-	
TOTAL	81,896,550.00	46,253,479.00	128,150,029.00	127,820,719.00	329,310.00	99.7%
PAYMENTS						
Compensation of Employees	1,910,000.00	1,073,374.00	2,983,374.00	2,557,350.00	426,024.00	85.7%
Use of goods and services	5,460,690.00	806,887.00	6,267,577.00	7,559,462.00	(1,291,885.00)	120.6%
Transfers to Other Government Units	33,800,000.00	4,639,622.00	38,439,622.00	41,500,000.00	(3,060,378.00)	108.0%
Other grants and transfers	38,725,860.00	20,018,891.00	58,744,751.00	52,117,254.00	6,627,497.00	88.7%
Acquisition of Assets	2,000,000.00	19,714,705.00	21,714,705.00	20,763,236.00	951,469.00	95.6%
Other Payments	-				-	
TOTAL	81,896,550.00	46,253,479.00	128,150,029.00	124,497,302.00	3,652,727.00	97.1%

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO OROK CONSTITUENCY

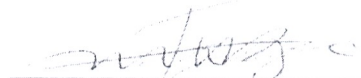
**Reports and Financial Statements
For the year ended June 30, 2017**

- (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 50% of utilization) and any overutilization]
- i. Use of goods and services
The overutilization of 20.6% is as a result of the vote for Financial Year 2015-2016 not being exhausted and being transferred to the financial year under consideration
 - ii. Transfers to other government units
The overutilization of 8% is as a result of some projects relating to financial year 2015-2016 being implemented in the current financial year under consideration

The OL'JORO OROK NG-C.D.F. financial statements were approved on 23/11/2017 and signed by:



Chairman NG-C.D.F.



Fund Account Manager

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL’JORO
OROK CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

VIII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the NG-C.D.F. and all values are rounded to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government’s standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the NG-C.D.F.

2. Recognition of revenue and expenses

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

3. In-kind contributions

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

4. Cash and cash equivalents

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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO
OROK CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the NG-C.D.F. at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

6. Budget

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

7. Comparative figures

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

8. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2017.

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO
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IX. NOTES TO THE FINANCIAL STATEMENTS

1 TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	AIE NO	2016-2017 Kshs	2015 - 2016 Kshs
Normal Allocation	855076	4,094,827.00	24,435,480.00
	855076	36,853,449.00	10,000,000.00
	855247	40,618,964.00	10,000,000.00
			20,000,000.00
			11,000,000.00
			52,496,517.00
Conditional grants			-
	AIE NO...	-	
Receipt from other Constituency	AIE NO...	-	
TOTAL		81,567,240.00	127,931,997.00

2. PROCEEDS FROM SALE OF ASSETS

	2016 – 2017 Kshs	2015 – 2016 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 – OL'JORO OROK CONSTITUENCY

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For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2016 - 2017	2015 - 2016	2014 - 2015
	Kshs	Kshs	Kshs
Interest Received	-	-	-
Rents	-	-	-
Receipts from Sale of tender documents	-	-	-
Other Receipts Not Classified Elsewhere	-	-	-
	-	-	-
Total	-	-	-

4. COMPENSATION OF EMPLOYEES

Description	2016 - 2017	2015 - 2016
	Kshs	Kshs
Basic wages of contractual employees	1,393,170.00	1,441,478.20
Basic wages of casual labour	-	-
Personal allowances paid as part of salary	-	-
House allowance	-	-
Transport allowance	-	-
Leave allowance	-	-
Other personnel payments	40,800.00	-
Employer contribution to NSSF	129,600.00	64,800.00
gratuity	993,780.00	-
Total	2,557,350.00	1,506,278.20

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

Description	2016 - 2017	2015 - 2016
	Kshs	Kshs
Utilities, supplies and services	-	861,024.00
Office rent	6,920.00	-
Communication, supplies and services	45,000.00	164,004.00
Domestic travel and subsistence	262,300.00	427,313.00
Printing, advertising and information supplies & services	-	329,396.00
Rentals of produced assets	-	-
Training expenses	962,600.00	900,000.00
Hospitality supplies and services	244,036.00	158,428.00
Other committee expenses	1,322,540.00	5,435,912.00
Committee allowance	2,299,169.00	3,428,600.00
Insurance costs	11,200.00	-
Specialised materials and services	-	-
Office and general supplies and services	267,780.00	297,102.00
Fuel, oil & lubricants	1,300,000.00	-
Other operating expenses	637,430.00	1,116,114.00
Routine maintenance – vehicles and other transport equipment	200,487.00	98,403.00
Routine maintenance – other assets		205,006.00
Total	7,559,462.00	13,421,302.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2016 - 2017	2015 - 2016
	Kshs	Kshs
Transfers to primary schools	5,400,000.00	19,712,000.00
Transfers to secondary schools	36,100,000.00	19,700,000.00
Transfers to Tertiary institutions	-	500,000.00
Transfers to Health institutions	-	-
TOTAL	41,500,000.00	39,912,000.00

7. OTHER GRANTS AND OTHER PAYMENTS

Description	2016 - 2017	2015 - 2016
	Kshs	Kshs
Bursary -Secondary	26,827,630.00	9,290,679.00
Bursary -Tertiary	654,000.00	4,883,930.00
Bursary-Special schools	475,000.00	4,458,590.00
Mocks & CAT	-	-
water	-	2,390,000.00
Agriculture (food security)	-	500,000.00
Electricity projects	-	-
Security	3,829,310.45	14,750,000.00
Roads	12,000,000.00	1,100,000.00
Sports	1,637,931.00	3,200,000.00
Environment	-	-
Other capital grants and transfer	-	-
Emergency Projects (specify)	6,693,383.00	8,699,466.00
Total	52,117,254.45	49,272,665.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non-Financial Assets	2016 - 2017	2015 - 2016
	Kshs	Kshs
Purchase of Buildings	-	-
Construction of Buildings	20,264,235.80	65,000.00
Refurbishment of Buildings	-	-
Purchase of Vehicles	-	-
Purchase of Bicycles & Motoreycles	-	-
Overhaul of Vehicles	-	-
Purchase of Office furniture and fittings	-	-
Purchase of computers ,printers and other IT equipments	-	-
Purchase of photocopier	-	-
Purchase of other office equipments	-	-
Purchase of soft ware	499,000.00	-
Acquisition of Land	-	-
		-
Total	20,763,235.80	65,000.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - OL'JORO
 DROK CONSTITUENCY
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 For the year ended June 30, 2017
 NOTES TO THE FINANCIAL STATEMENTS (Continued)

9. OTHER PAYMENTS

9 Other Payments		
strategic plan	-	-
specify	-	-
specify	-	-
TOTAL	-	-

Specify

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2016 - 2017	2015 - 2016
	Kshs (30/6/2017)	Kshs (30/6/2016)
Equity Bank Nyahururu A/C NO:0160261919497	3,323,416.65	46,253,478.80
Total	3,323,416.65	46,253,478.80
10B: CASH IN HAND)		
	2016 - 2017	2015 - 2016
	Kshs (30/6/2017)	Kshs (30/6/2016)
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other receipts (specify)	-	-
Total	-	-
	[Provide cash count certificates for each]	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO OROKCONSTITUENCY

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

Name of Officer or Institution	Date Imprest Taken	Amount Taken	Amount Surrendered	Balance
		Kshs	Kshs	Kshs
				0

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

12 Retention			
Supplier/Contractor	PV no	2016 - 2017	2015 - 2016
		Kshs	Kshs
TOTAL			

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

13 BALANCES BROUGHT FORWARD		
	2016 - 2017	2015 - 2016
	Kshs	Kshs (1/7/2015)
	(1/7/2016)	
Bank accounts	46,253,479.00	22,498,727.00
Cash in hand	-	-
Imprest	-	-
Total	46,253,479.00	22,498,727.00

14. PRIOR YEAR ADJUSTMENTS

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	-	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – OL'JORO
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15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2016- 2017	2015 - 2016
	Kshs	Kshs
Construction of buildings	xxx	xxx
Construction of civil works	xxx	xxx
Supply of goods	xxx	xxx
Supply of services	xxx	xxx
	xxx	xxx

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	xxx	xx
Middle management	xxx	xx
Unionisable employees	xxx	xx
Others (specify)	xxx	xx
	xxx	xx

15.3: OTHER PENDING PAYABLES (See Annex 3)

	Kshs	Kshs
Amounts due to other Government entities (see attached list)	xxx	xx
Amounts due to other grants and other transfers (see attached list)	xxx	xx
Others (specify)	xxx	xx
	xxx	xx

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	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						

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2017	Outstanding Balance 2016	Comments
		A	b	c	d=a-c		
Senior Management							
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							

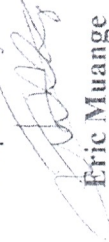
ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount a	Date Payable Contracted b d	Amount Paid To-Date c	Outstanding Balance 2016 d=a-c	Outstanding Balance 2015	Comments
Amounts due to other Government entities							
1.							
2.							
3.							
Sub-Total							
Amounts due to other grants and other transfers							
4.							
5.							
6.							
Sub-Total							
Sub-Total							
Others (specify)							
7.							
8.							
9.							
Sub-Total							
Grand Total							

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs) 2016/17	Historical Cost (Kshs) 2015/16
Land		
Buildings and structures	20,264,236	
Transport equipment	6,681,423.00	6,681,423.00
Office equipment, furniture and fittings	272,400.00	272,400.00
ICT Equipment, Software and Other ICT Assets	499,000	
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total	27,717,058.80	6,953,823.00

Prepared by:


Eric Muange

Fund Account Manager
OL'JORO OROK

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2017

PMC	Bank	Account number	Bank Balance 2016/17	Bank Balance 2015/16
AS PER THE LIST ATTACHED				
OL JORO OROK PRIMARY SCHOOL	0160295032200	EQUITY BANK	-	400,000.00
KAGEMA PRIMARY SCHOOL	0160262540292	EQUITY BANK	505.00	1,000,000.00
GIKENO PRIMARY SCHOOL	0160199000302	EQUITY BANK	1,756.00	200,000.00
NYAIROKO PRIMARY SCHOOL	0160292814231	EQUITY BANK	2,766.00	900,000.00
UIGUANO PRIMARY SCHOOL	0620298872416	EQUITY BANK	1,590.00	200,000.00
BARAKA PRIMARY SCHOOL	0160203662555	EQUITY BANK	163.00	200,000.00
MUJINGANO PRIMARY SCHOOL	0160263772184	EQUITY BANK	2,200.00	600,000.00
KIHEO PRIMARY SCHOOL	0160299822870	EQUITY BANK	2,282.00	900,000.00
OL JORO OROK SECONDARY SCHOOL	0160293902488	EQUITY BANK	-	228,957.00
GATIMU SECONDARY SCHOOL	0620294683578	EQUITY BANK	(158.00)	300,000.00
WERU SECONDARY SCHOOL	0160297357974	EQUITY BANK	1,339.00	407,384.00
MATINDIRI SECONDARY SCHOOL	0160263805401	EQUITY BANK	605.00	600,000.00
RUIRU SECONDARY SCHOOL	0160273712408	EQUITY BANK	4,413.00	400,000.00

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PMC	Bank	Account number	Bank Balance 2016/17	Bank Balance 2015/16
GATHANI SECONDARY SCHOOL	0160298895969	EQUITY BANK	37,805.00	400,000.00
KARANDI SECONDARY SCHOOL	0160262482929	EQUITY BANK	75.00	500,000.00
KABATI SECONDARY SCHOOL	0160265626729	EQUITY BANK	895.00	900,000.00
IGWAMITI SECONDARY SCHOOL	0160263832267	EQUITY BANK	10,050.00	300,000.00
RIVERSIDE SECONDARY SCHOOL	0160293660375	EQUITY BANK	37.00	600,000.00
KIHEO SECONDARY SCHOOL	0160299529546	EQUITY BANK	2,413.00	2,000,000.00
GATHUNDIA ASS. CHIEFS	0620299713456	EQUITY BANK	1,037.00	100,752.00
NYAIROKO ASS. CHIEFS	0160163893261	EQUITY BANK	560.00	1,000,000.00
RIVERSIDE ASS CHIEFS	0160199815929	EQUITY BANK	320.00	100,000.00
GATUMBIRO CHIEFS OFFICE	0160163810149	EQUITY BANK	21,232.00	103,727.00
OL JORO OROK NG-CDF OFFICE	160269064614	EQUITY BANK	722,662.00	6,000,000.00
KIRIMA PRIMARY SCHOOL	0160170078927	EQUITY BANK	1,150.00	300,000.00
KIANJATA PRIMARY SCHOOL	016029366035	EQUITY BANK	913.00	250,463.00
NGANO PRIMARY SCHOOL	0160299368108	EQUITY BANK	2,965.00	200,000.00
KANGUU PRIMARY SCHOOL	0160262631457	EQUITY BANK	89.00	250,000.00
WERU CHIEFS OFFICE	0160163706775	EQUITY BANK	2,506.00	300,000.00

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PMC	Bank	Account number	Bank Balance 2016/17	Bank Balance 2015/16
KAHINGO PRIMARY SCHOOL	062029452158	EQUITY BANK	1,000.00	168,300.00
KIRIMANGAI PRIMARY SCHOOL	0160764788789	EQUITY BANK	128.00	300,000.00
CHAMUKA PRIMARY SCHOOL	0160297251732	EQUITY BANK	1,435.00	600,490.00
KICHAKA A.P POST	016016531498	EQUITY BANK	520.00	97,630.00
Total			825,253.00	20,807,703.00

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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.

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
REPORT OF THE AUDITOR GENERAL YEAR ENDED 30 TH JUNE 2015	Accuracy of Disbursement from the Constituency Development Fund (C.D.F) Board	The difference of Kshs. 30,405,595.50 not explained relates to the funds disbursed from the board for the previous financial year 2013/2014	Fund Account Manager	Resolution in process	Upon clearance by the Parliament ary Account Committee
REPORT OF THE AUDITOR GENERAL YEAR ENDED 30 TH JUNE 2015	Purchase of land - Charagita and Gatitu Primary Schools	The purchase of those lands for Gatitu and Charagita Primary Schools has taken place and the title deeds have been issued by the ministry of land.	Fund Account Manager	Resolution in process	Upon clearance by the Parliament ary Account Committee
REPORT OF THE AUDITOR GENERAL YEAR ENDED 30 TH JUNE 2015	Unaccounted for funds a) Roads	The funds for the various road works amounting to Kshs. 13,100,000.00 were disbursed to Kenya Rural Roads Authority (KERRA. The returns have since been forwarded to the office of the	Fund Account Manager, Ministry of Public Works and the NG-C.D.F.C	Resolution in process	Upon clearance by the Parliament ary Account Committee

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Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
2015		Auditor General for review.			
REPORT OF THE AUDITOR GENERAL YEAR ENDED 30 TH JUNE 2015	Unaccounted for funds b) Primary and Secondary Schools	The project management committees for both Primary and Secondary Schools had not yet accounted for the projects of Kshs.18, 462,092 but have since forwarded the returns to the office which too have been to the auditor's office for review.	Fund Account Manager, Ministry of Public Works and the NG-C.D.F.C	Resolution in process	Upon clearance by the Parliament any Account Committee
REPORT OF THE AUDITOR GENERAL YEAR ENDED 30 TH JUNE 2015	Other Matter: Budget Performance.	Out of the 105 projects proposed, 67 projects were complete, while 36 were ongoing at various levels of completion. No reason was provided to implement the remaining two projects. The projects have since implemented	Fund Account Manager and the NG-C.D.F.C	Resolution in process	Upon clearance by the Parliament any Account Committee