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REPORT

THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 07 APR 2019	DAY: Wed.
TABLED BY:	Majority Party whip Benjamin W.
CHECKED BY:	Miriam Mado.

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
KEIYO NORTH CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2017**

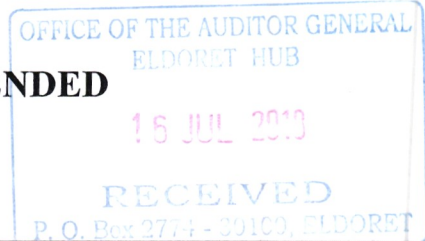




**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
KEIYO NORTH CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

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



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

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KEIYO
NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017**

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT.....	1
II. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND COMMITTEE (CDFC).....	3
III. STATEMENT OF CDF MANAGEMENT RESPONSIBILITIES	4
IV. STATEMENT OF RECEIPTS AND PAYMENTS	5
V. STATEMENT OF ASSETS.....	6
VI. STATEMENT OF CASHFLOW	7
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.....	8
VIII. SIGNIFICANT ACCOUNTING POLICIES	9
IX. NOTES TO THE FINANCIAL STATEMENTS.....	11

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The *Constituencies Development Fund (CDF)* was set up under the CDF Act, 2003 amended in 2007 and repealed by the CDF Act of 2013.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 *Keiyo North 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	Milcah Sugut
3.	District Accountant	David Odiyo.

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of Keiyo North 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) Keiyo North NG-CDF Headquarters

Keiyo North Constituency,
P.O BOX 640-30700,
Iten.

(f) Keiyo North NG-CDF Contacts

Telephone: (254) 726884581,
E-mail: cdfkeiyonorth@cdf.go.ke
Website: www.cdf.go.ke

(g) Keiyo North NG-CDF Bankers

Kenya Commercial Bank,
Iten,
A/c:1103235303,
P.O, BOX, 4110.
Iten.

(h) Independent Auditors

Auditor General,
Office of the Auditor General,
Anniversary Towers, University Way,
P.O. Box 30084.
GPO, 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. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND
COMMITTEE (CDFC)**

I would like to mention that this year's overall budget performance is slightly better than last years. Overall, utilization of fund was over 50% hence most of the targets achieved.

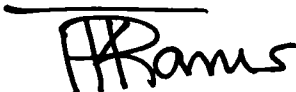
NG-CDF Keiyo North have played major role in education and security sector by ensuring that better infrastructure have been put up in schools, chiefs offices and AP camps. Recently the fund has enable construction of more than 50 new classrooms in primary schools, 5 laboratories, more than 6 classrooms and at least 3 dormitories in secondary schools. The fund has also helped put up a medical training college which is a flagship project initiated by Keiyo North NG-CDF and co-funded a technical training institute.

The fund is expected to improve the schools and the security sector by improving infrastructure.

Key challenges encountered among others have been delays in implementation of projects despite timely disbursements. The NG-CDFC is however are working to ensure that projects are implemented in time.

Finally on behalf of NG-CDFC we appreciate the stakeholders for working towards the success of the fund and we are committed to greater achievements in future.

Sign



CHAIRMAN CDFC

III. STATEMENT OF CDF MANAGEMENT RESPONSIBILITIES

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

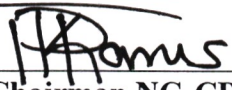
The Fund Account Manager in charge of the Keiyo North NG-CDF is responsible for the preparation and presentation of the Constituency's financial statements, which give a true and fair view of the state of affairs of the Constituency as at the end of the financial year ended on June 30, 2017. This responsibility 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 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 Keiyo North NG-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 Keiyo North NG-CDF financial statements give a true and fair view of the state of Constituency's transactions during the financial year ended 30th June 2017, and of the Constituency's financial position as at that date. The Fund Account Manager in charge of the Keiyo North NG-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 Keiyo North NG-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

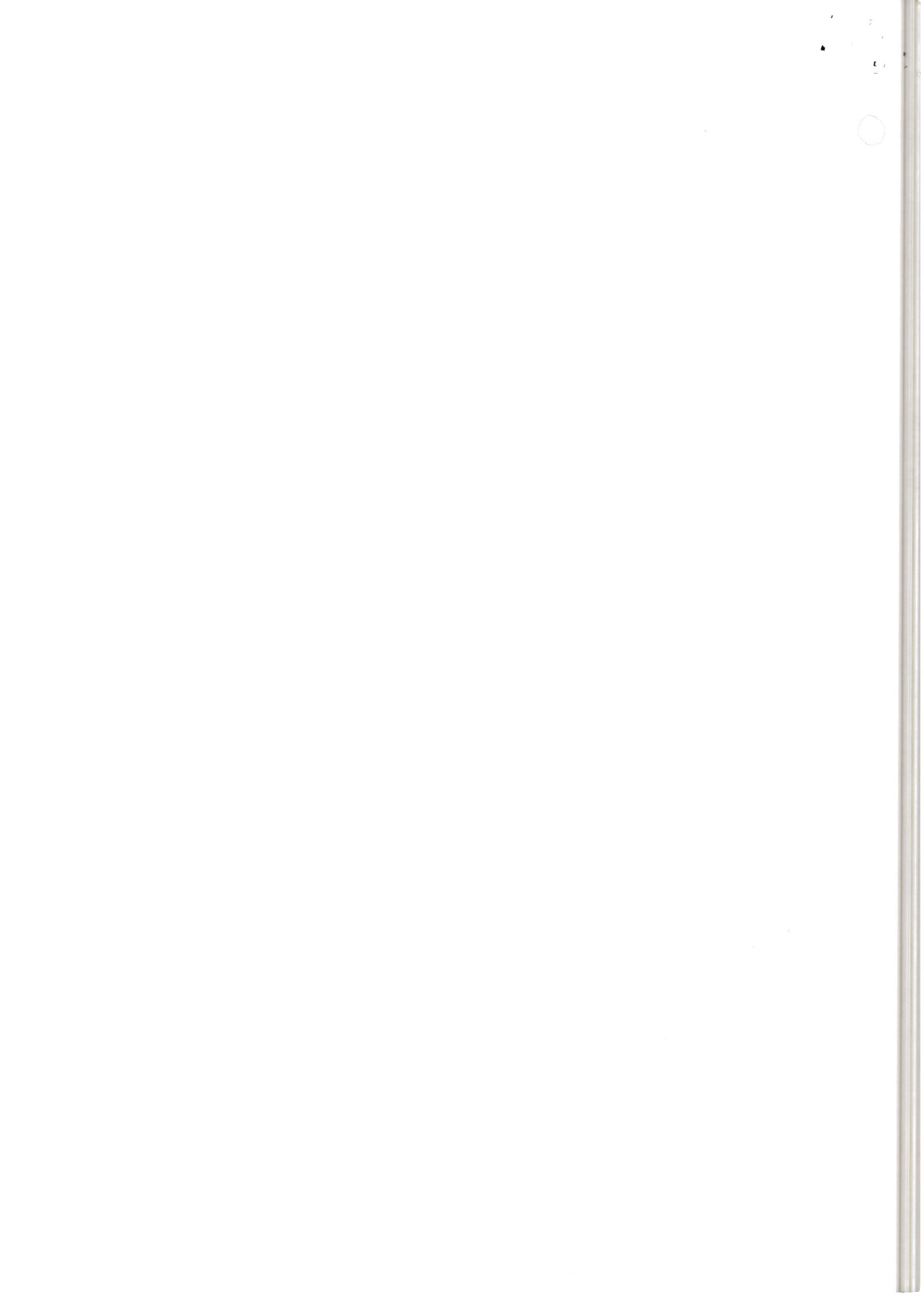
The NG-CDF's financial statements were approved and signed by the Accounting Officer on 118 2017.



Chairman NG-CDFC.



Fund Account Manager.



REPUBLIC OF KENYA



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OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KEIYO NORTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund-Keiyo North Constituency set out on pages 5 to 26, which comprise the statement of financial assets as at 30 June 2017, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position of National Government Constituencies Development Fund-Keiyo North 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 do not comply with Public Finance Management Act, 2012 and the National Government Constituency Development Act, 2015.

In addition, as required by Article 229(6) of the Constitution, based on the procedures performed, I confirm that public money has not been applied lawfully and in an effective way.

Basis for Adverse Opinion

1.0 Unsupported Expenditure

The statement of receipts and payments for the year ended 30 June 2017 reflects transfers to other government units figure of Kshs.40,608,750 relating to funds disbursed to various project management committees (PMCs). However, actual expenditure returns from PMCs were not availed for audit confirmation.

Under the circumstances, it was not possible to confirm whether the funds totaling Kshs.40,608,750 was actually received and utilized for the budgeted projects in the year under review.

Report of the Auditor-General on the Financial Statements of Keiyo North National Government Constituency Development Fund for the year ended 30 June 2017

2.0 Other Grants and Transfers

2.1 Security Projects

Included in other grants and transfers figure of Kshs.41,131,880 is disbursements to security projects amount of Kshs.3,000,000. However, the actual expenditure returns from those project management committees were not availed for audit verification.

Under the circumstances, it was not possible to confirm whether the money was used for the budgeted projects and therefore the validity and propriety of the expenditure of Kshs.3,000,000 could not be confirmed.

2.2 Emergency Projects

Included also in other grants and transfers figure of Kshs.41,131,880 is disbursements to emergency projects balance of Kshs.6,993,000. However, the actual expenditure returns from those project management committees were not availed for audit verification. Under the circumstances, it was not possible to confirm whether the money was used for the budgeted projects and therefore the validity and propriety of the expenditure of Kshs.6,993,000 could not be confirmed.

2.3 Sports Projects

Other grants and transfers figure of Kshs.41,131,880 further includes disbursements to sports projects amount of Kshs.1,992,540 as disclosed in note 7 to the financial statements. However, the actual expenditure returns from the project management committees to show how the funds were utilized were not availed for audit verification.

Under the circumstances, it was not possible to confirm whether the money was used for the budgeted projects.

3.0 Project Management Committee Balances

Note 15.4 and Annex 5 to the financial statements reflects project management committee balances of Kshs.7,318,573 as at 30 June 2017 in respect of unutilized funds with the project management committees. However, an amount of Kshs.1,545,257 relating to unutilized funds in the Constituency Development Fund environment project account meant for environment projects has been excluded. In addition, cash books and bank reconciliation statements for the project management committees balances were not availed for audit review. Under the circumstances, the accuracy and completeness of the project management committees balance of Kshs.7,318,573 could not be confirmed.

4.0 Bank Balance

The statement of financial assets as at 30 June 2017 reflects bank balance figure of Kshs.10,153,184. However, the bank reconciliation statement availed for audit reflects un-presented cheques totaling to Kshs.1,352,756.50 out of which cheques amounting to Kshs.279,958 had become stale but had not been reversed in the cashbook. No

explanation has been provided for this anomaly. In addition, details showing when the other balance was cleared by the bank was not availed for audit review.

Consequently, the accuracy and validity of the bank balance of Kshs. 10,153,184 could not be confirmed.

5.0 Unaccounted for Transfers from CDF Board

The statement of receipts and payments for the year ended 30 June 2017 reflects transfers from CDF board figure of Kshs.40,948,276 in respect of 50% of projects budgeted for in 2016/2017 financial year. However, receipts relating to unfunded projects in the year 2015/2016 whose funds were released in 2016/2017 financial year have not been included in the transfer from CDF Board total balance of Kshs.40,948,276 hence understating the total receipts for the year. Under the circumstances, the accuracy and completeness of the transfers from CDF Board figure of Kshs.40,948,276 could be confirmed.

7.0 Unfunded projects

The statement of receipts and payments for the year ended 30 June 2017 reflects an amount of Kshs40, 948,276 under transfers from CDF Board which is in respect of 50% of projects budgeted for in 2016/2017 financial year. However, the management has not attached an annex to the financial statement disclosing the total amount of funds owed by the CDF board and a schedule of the projects which were to be funded but did not receive funds.

Under the circumstances, it was not possible to confirm which project never received funds.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of 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 adverse 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 Adverse Opinion section, I have determined that there are no other Key Audit Matters to communicate in my report.

Other Matter

1.0 Budget Performance

Keiyo North CDF approved budget for 2016/2017 financial amounted to Kshs.139,598,460. During the same period the Fund incurred expenditure of Kshs.88,497,001 or 63% of total approved budget resulting in under expenditure of Kshs.51,101,459 or 37% as detailed below:

Receipts	Final Budget	Actual on Comparable basis	Variance	% of utilization
Approved Budget	139,598,460	98,650,185	40,948,275	71
Payments				
Compensation of Employees	2,732,776	1,569,836	1,162,940	57
Use of goods and services	13,541,494	5,186,535	8,354,959	38
Transfer to other govt entities	57,750,000	40,608,750	17,141,250	64
Other Grants and Transfers	58,874,191	41,131,880	17,742,311	70
Other payments	1,200,000	-	1,200,000	0
Total	139,598,461	88,497,001	51,101,460	63

From the above summary, it is clear that the Fund failed to utilize Kshs.51,101,460 or 37% of its budget allocation. Failure to utilize all the funds as budgeted is an indication that programs or activities were not implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Keiyo North Constituency.

2.0 Projects verification

During the audit, twenty (20) projects with a total expenditure of Kshs.20,950,000 were verified in the month May 2018 and the following observations were noted:

	Project Name	Project activity	Amount Allocated & disbursed	Actual expenditure	Implementation Status	Remarks
	Incomplete /ongoing Projects					
1	Kendur Agricultural store	Construction of agricultural store	1,050,000	1,050,000	Complete	Not yet put into use
2	St. Francis Kimuroon Secondary	Construction of dormitory	1,000,000	1,000,000	Lintel level	Ongoing
3	Kabulwo Secondary School	Walling, Roofing of Dining hall	2,000,000	2,000,000	Ongoing	Mega project requires more funds to complete
4	Kabulwo Secondary School	Two 10 door toilets	600,000	600,000	Complete	Some doors fallen off
5	Kamariny Primary School	Construction of two classrooms	1,000,000	500,000	Ongoing	Lintel level
6	Kapkoi Secondary School	Construction of six door toilets	200,000	200,000	Ongoing	Pit excavated

	Project Name	Project activity	Amount Allocated & disbursed	Actual expenditure	Implement ation Status	Remarks
7	St. Alphonsus Mutei Girls Sec	Piping, flooring, gas system, painting, furniture of laboratory	1,200,000	1,000,000	Ongoing	Painting not done
8	Katalel Primary School	Purchase of land	800,000	800,000	Land purchased	No title
		Sub Total	7,850,000	7,150,000		
	Completed Projects					
9	St. Peters Iten day Sec School	Plastering and painting of classes	850,000	850,000	Complete	In use
10	KMTC Iten	Construction of twin hostels and abolition block	5,500,000	5,500,000	Complete	In use
11	Sergoit Chief office AP camp	Construction of AP camp	700,000	700,000	Complete	In use
12	Kipsoen Technical	Construction of gate	500,000	500,000	Complete	In use
13	AP line Iten	Construction 2 door toilet	400,000	400,000	Complete	In use
14	Yokot Primary school	10 door latrine	300,000	300,000	Complete	In use
15	Kapkonga Secondary School	Plastering, painting & fittings of Laboratory	1,000,000	1,000,000	Complete	In use
16	Chesongonyo footbridge	Construction of a footbridge	350,000	350,000	Complete	Footbridge in use
17	Kobil Primary School	Roofing, Plastering, flooring, painting & fittings of Dormitory	600,000	600,000	Complete	In use
18	Kamongich Chief's	Plastering & painting of Administration police houses & Chiefs office	1,200,000	1,200,000	Complete	In use
19	Kewapos Dispensary	Roofing, Plastering, flooring, painting & fittings of Dor	1,200,000	1,200,000	Complete	In use
20	Korkitony Secondary School	Plastering, painting & flooring of administration block	1,200,000	1,200,000	Complete	In use
		Subtotal	13,800,000	13,800,000		
		Total	21,650,000	20,950,000		

As noted from the analysis of the twenty (20) projects, the people of Keiyo North constituency may not have received value for money for Kshs.7,150,000 spent on the eight (8) incomplete/ongoing projects.

3.0 Project Implementation

During the financial year 2016/2017, Keiyo North CDF disbursed Kshs.27,950,500 to sixty three (63) projects. Out of these nineteen (19) projects amounting to Kshs.5,500,000 were complete and in use, thirty four (34) projects amounting to Kshs.18,350,000 were ongoing while ten (10) projects amounting to Kshs.4,050,500 were not started, as detailed below.

Report of the Auditor-General on the Financial Statements of Keiyo North National Government Constituency Development Fund for the year ended 30 June 2017

Financial Year	Project Name	Activity	Estimated cost	Amount allocated	Amount disbursed	status	Completion date	Remarks
	COMPLETE D PROJECTS							
2016/2017	Iten Primary	Construction of 10 door toilets up to completion.	300,000	300,000	300,000	100%	30 Sept 2017	complete and in use
2016/2017	Iten Special school	Walling, roofing plastering and painting of staff house.	500,000	500,000	-	100	30 April 2018	complete not in use
2016/2017	Kapko primary	Construction of 6 door toilets up to completion	200,000	200,000	200,000	100%	30 May 2017	In use
2016/2017	Kibargoiyet primary	Plastering and painting of one class	100,000	100,000	100,000	100%	15 May 2017	In use
2016/2017	Kewapsos Primary	Renovation floors and walls of 2 classrooms	300,000	300,000	300,000	100%	30 April 2017	In use
2016/2017	Siroch primary	Plastering and painting of one class	100,000	100,000	100,000	100%	15 May 2017	In use
2016/2017	Anin primary	Construction of 6 door toilets up to completion	200,000	200,000	200,000	100%	20 May 2017	complete and in use
2016/2017	Kipkenda Primary	Painting and fittings of one classroom	100,000	100,000	100,000	100%	30 Sept 2017	In use
2016/2017	Kapkei primary	Painting and fittings of one class	100,000	100,000	100,000	100%	10 April 2017	In use
2016/2017	Singore Primary	Walling, roofing and painting of 8 door toilets.	150,000	150,000	150,000	100%	30 May 2017	In use
2016/2017	Korkitony primary	Plastering, flooring and painting of two classrooms	300,000	300,000	300,000	100%	30 Sept 2017	In use
2016/2017	Kendur primary	Painting of two classes	100,000	100,000	100,000	100%	15 May 2017	In use
2016/2017	Chegilet secondary	Painting and fittings of two classrooms	200,000	200,000	200,000	100% complete	30 Sept 2017	In use
2016/2017	Kapsio primary	Construction of two classrooms up to completion	1,000,000	1,000,000	1,000,000	100% complete	30 April 2018	complete in use
2016/2017	Sergoit primary	Renovation of floors and walls of 4 classes	500,000	500,000	500,000	100% complete	30 April 2018	in use
2016/2017	Kipsabu Primary	Construction of two classrooms upto completion	1,000,000	1,000,000	500,000	100% complete	30 April 2018	in use
2016/2017	Kapkessum Primary	Plastering, painting and fitting of doors of the library.	300,000	300,000	300,000	100% complete	30 April 2018	Not in use

Report of the Auditor-General on the Financial Statements of Keiyo North National Government Constituency Development Fund for the year ended 30 June 2017

Financial Year	Project Name	Activity	Estimated cost	Amount allocated	Amount disbursed	status	Completion date	Remarks
2016/2017	Chebonet secondary	Plastering and painting of one class	100,000	100,000	100,000	100% complete	14 April 2017	In use
2016/2017	Keiyo North DCC's office	Construction of 6 door ablution toilets up to completion	641,379	641,379		100% complete	30 April 2018.	complete
2016/2017	Kapkonga secondary	Plastering, painting and fittings of the lab.	1,000,000	1,000,000	1,000,000	100% completion	30 Sept 2017	in use
	Sub Total		6,991,379	6,991,379	5,550,000			
	Ongoing Projects							
2016/2017	Msekekwa Primary	Construction of one classroom up to completion	500,000	500,000	500,000	20%	ongoing	slab level
2016/2017	Katalel primary	Construction of two classrooms up to completion	1,000,000	1,000,000	500,000	50%	30 Sept 2017	one class complete and in use, while the other is at foundation level.
2016/2017	Kaptum primary	Purchase of 40 beds for the boy's dormitory-kshs.300,000 and walling ,roofing, plastering and painting of 6 door toilets-kshs.200,000	500,000	500,000	500,000	50%	ongoing	Toilets are complete and in use while the purchase of beds at tendering stage.
2016/2017	Chelingwa secondary	Fitting of the lab fume chamber	150,000	150,000	150,000	0% ongoing	ongoing	tendering stage
2016/2017	Muno secondary	Construction of one classroom up to completion	500,000	500,000	500,000	20% New	ongoing	slab level
2016/2017	Emkong Primary	Construction of one classroom up to completion	500,000	500,000	500,000	20% to completion	ongoing	slab level
2016/2017	Mindililwo Special school	Plastering and painting of staff house-kshs.100,000 and foundation, walling and roofing of admin block-kshs.500,000	600,000	600,000	600,000	20% to completion	ongoing	staff house complete admin block at tendering stage
2016/2017	Kamariny primary	Construction of toilets kshs.100,000 and construction of two classrooms-kshs.1,000,000 up to completion	1,100,000	1,100,000	600,000	50% to completion	30 Sept 2017	Toilets have been constructed and complete, the lab is at the slab level

Financial Year	Project Name	Activity	Estimated cost	Amount allocated	Amount disbursed	status	Completion date	Remarks
2016/2017	Chepkitony primary	Plastering and painting of one class-kshs.150,000 and construction of one class-kshs.500,000 up to completion	650,000	650,000	650,000	50% to completion	30 Sept 2017	one class is complete and in use the other classroom is at tendering stage .
2016/2017	Kermuk Primary	Plastering and painting of 4 classes	400,000	400,000	400,000	50% to completion	ongoing	flooring have been done
2016/2017	Kiptoit primary	Construction of two classrooms up to completion.	1,000,000	1,000,000	500,000	50% to completion	30 Sept 2017	one class complete and in use
2016/2017	Lamaon primary	Painting and steel doors for 2 classrooms -kshs.100,000 and construction of one class-kshs.500,000	600,000	600,000	600,000	50% to completion	ongoing	The two classes completed while the new class is at lintel level.
2016/2017	St.Francis Kimuroon secondary	Construction of dormitory up to completion	1,000,000	1,000,000	1,000,000	50% to completion	30 Sept 2017	lintel level
2016/2017	Kapkoii secondary	Construction of 6 door toilets up to completion	200,000	200,000	200,000	50% to completion	ongoing	lintel level
2016/2017	Kapchela secondary	Walling, roofing, plastering and painting of dining hall.	1,000,000	1,000,000		50% to completion	ongoing	tendering stage
2016/2017	Kapsinende primary	Construction of one class up to completion	500,000	500,000		50% to completion	ongoing	lintel level
2016/2017	Berese primary	Construction of one classroom-kshs.500,000 up to completion and painting of one class-kshs.50,000.	550,000	550,000	550,000	50% to completion	ongoing	lintel level
2016/2017	Nyalil Primary	Construction of two classrooms - kshs.1,000,000 up to completion and painting of one class-kshs.50,000	1,050,000	1,050,000	1,050,000	60% to completion	ongoing	one new class complete and in use, painting of the other class completed .
2016/2017	Chelingwa primary	Construction of two classrooms - kshs.1,000,000 and completion of one class-kshs.100,000.	1,100,000	1,100,000	1,100,000	60% to completion	30 Sept 2017	one class complete and in use

Report of the Auditor-General on the Financial Statements of Keiyo North National Government Constituency Development Fund for the year ended 30 June 2017

Financial Year	Project Name	Activity	Estimated cost	Amount allocated	Amount disbursed	status	Completion date	Remarks
2016/2017	William Murgor Primary	Construction of one classroom-kshs.500,000 and plastering and painting of one class-kshs.250,000	750,000	750,000	250,000	70% to completion	30th Sept 2017	plastering and flooring on going
2016/2017	Matany Primary	Construction of one classroom up to completion	500,000	500,000	500,000	70% to completion	ongoing	at roofing astage
2016/2017	Sergoit chief's office	Plastering and painting of AP 3 houses - kshs.100,000 construction of toilets - kshs.100,000 and purchase of Cabinet,tables ,and chairs-Kshs.100,000	300,000	300,000		80% completed	30 May 2017	not in use furniture yet to be purchased
2016/2017	Cheberen Primary	Plastering and painting of one class – kshs200, 000 and connection of water to the school.- kshs.150,000	350,000	350,000	350,000	80% to completion	30 Sept 2017	pit latrine in use
2016/2017	Kapteren primary	Renovation of floors and painting of walls of 3 classrooms	300,000	300,000	300,000	80% to completion	ongoing	painting stage
2016/2017	Rimoi primary	Construction of one classroom-kshs.500,000 up to completion and construction of toilets-kshs.200,000	700,000	700,000	700,000	80% to completion	ongoing	Toilets in use and the class at plastering stage .
2016/2017	Komotony Primary	Construction of two classrooms up to completion	1,000,000	1,000,000	1,000,000	80% to completion	ongoing	one class complete and in use the other class is at plastering stage.
2016/2017	Kiptabus primary	Construction of one class up to completion	500,000	500,000	250,000	80% to completion	30 Sept 2017	plastering and flooring on going
2016/2017	Nyawa Primary	Construction of one classroom up to completion	500,000	500,000	500,000	80% to completion	ongoing	plastering and flooring on going
2016/2017	Kiboi primary	Construction of one classroom – kshs.500, 000 and walling of toilet –kshs.-150,000.	650,000	650,000	650,000	80% to completion	ongoing	Toilets complete and in use while the class is at plastering stage.

Financial Year	Project Name	Activity	Estimated cost	Amount allocated	Amount disbursed	status	Completion date	Remark
2016/2017	Bugar Primary	Construction of one classroom up to completion	500,000	500,000	500,000	80% to completion	ongoing	plastering and flooring on going
2016/2017	Kamogich chiefs	Plastering and painting of AP houses-kshs.150,000 and construction of toilets-kshs.150,000	300,000	300,000	300,000	80% to completion	ongoing	Not in use
2016/2017	Chesitek primary	Construction of one class up to completion	500,000	500,000	500,000	90% to completion	ongoing	painting and glazing stage
2016/2017	Kayoi primary	Plastering, window and door fittings, and painting of administration block	500,000	500,000	500,000	90% to completion	ongoing	Painting ongoing
2016/2017	Iten Day Secondary	Plastering and painting of classes within the tuition block	1,000,000	1,000,000	1,000,000	ongoing	30th Sept 2017	In use
2016/2017	Kessup day secondary	Walling,roofing, plastering of admin block.	800,000	800,000	800,000	Ongoing	ongoing	slab level
2016/2017	Kabulwo secondary	Walling, roofing of the Dining hall	2,000,000	2,000,000		Ongoing	ongoing	roofing stage
2016/2017	Kapkessum secondary	Roofing of the dormitory	250,000	250,000	250,000	Ongoing	30 Sept 2017	finishing state plastering and flooring to be done
2016/2017	Kapchemutwa chief's office	Painting, fitting of window panes of chief's office.	100,000	100,000	100,000	Ongoing	ongoing	tendering stage
	Sub Total		24,400,000	24,400,000	18,350,000			
	Projects Not Started							
2016/2017	Yokot primary	Renovation of floors and painting of walls of 3 classrooms	300,000	300,000	300,000	0%	Not Started	tendering stage
2016/2017	Kaplamai primary	Renovation of floors of 2 classes	200,000	200,000		0%	Not Started	awaiting for funds
2016/2017	Chebonet primary	Renovation of floors and walls of 3 classes	300,000	300,000	300,000	0%	Not Started	tendering stage
2016/2017	Songeto primary	Construction of one classroom up to completion	500,000	500,000		0%	Not Started	at lintel level
2016/2017	Kolol Primary	Construction of one	500,000	500,000		0%	Not Started	At slab level

Report of the Auditor-General on the Financial Statements of Keiyo North National Government Constituency Development Fund for the year ended 30 June 2017

Financial Year	Project Name	Activity	Estimated cost	Amount allocated	Amount disbursed	status	Completion date	Remarks
		classroom up to completion						
2016/2017	Kipka primary	Flooring, fixing of doors and windows and painting of one class-kshs.100,000 and renovation of floors of 4 classes-kshs.400,000	500,000	500,000	500	0%	Not Started	tendering stage
2016/2017	Cheptarit primary	Plastering and painting of Admin block	400,000	400,000	400,000	0%	Not Started	tendering stage
2016/2017	Kipkulot Primary	Construction of one classroom up to completion	500,000	500,000	500,000	0%	Not Started	tendering stage - Only Bricks at the site
2016/2017	Salaba Primary	Plastering and painting of one classroom - kshs.100,000 and construction of one classroom-kshs.500,000 up to completion	600,000	600,000		0%	Not Started	the one class is complete and in use and the other class at the teneering stage.
2016/2017	Kobil Primary	Plastering and painting of one class and library.	400,000	400,000		0%	Not Started	awaiting for funds
2016/2017	Bugar secondary	Foundation and slab for the administration block	600,000	600,000	600,000	0%	Not Started	tendering stage
2016/2017	Kibargoiyet secondary	Construction of one class – kshs.500,000 and purchase of 20 desk kshs.100,000	600,000	600,000	600,000	0%	Not Started	tendering stage
2016/2017	Irong chiefs office	Foundation, slab and walling of the chief's office	500,000	500,000	500,000	0%	Not Started	tendering stage
2016/2017	AP Camp Kermuk	Construction of 3 AP houses up to completion	700,000	700,000	700,000	0%	Not Started	tendering stage
2016/2017	Kamoi chief's office	Foundation, slab, walling of chief's office	500,000	500,000		0%	Not Started	tendering stage
2016/2017	Chelingwa secondary	Fitting of the lab fume chamber	150,000	150,000	150,000	0%	Not Started	tendering stage
	Sub Total		6,950,000	7,250,000	4,050,500			
	Grand Total		38,341,379	38,641,379	27,950,500			

The management of the Fund should implement and complete all the projects planned for the year for better delivery of services to the people of the Constituency. The

Report of the Auditor-General on the Financial Statements of Keiyo North National Government Constituency Development Fund for the year ended 30 June 2017

projects which were not implemented as planned impact negatively on delivery of services to the people of Keiyo North Constituency.

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 Constituencies Development Fund-Keiyo South Development Fund ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless the management either intends to cease operations.

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

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

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

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

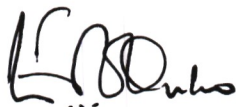
As part of an audit in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, and for the purpose of giving an assurance on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue offering 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 consolidated/ 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 offering services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

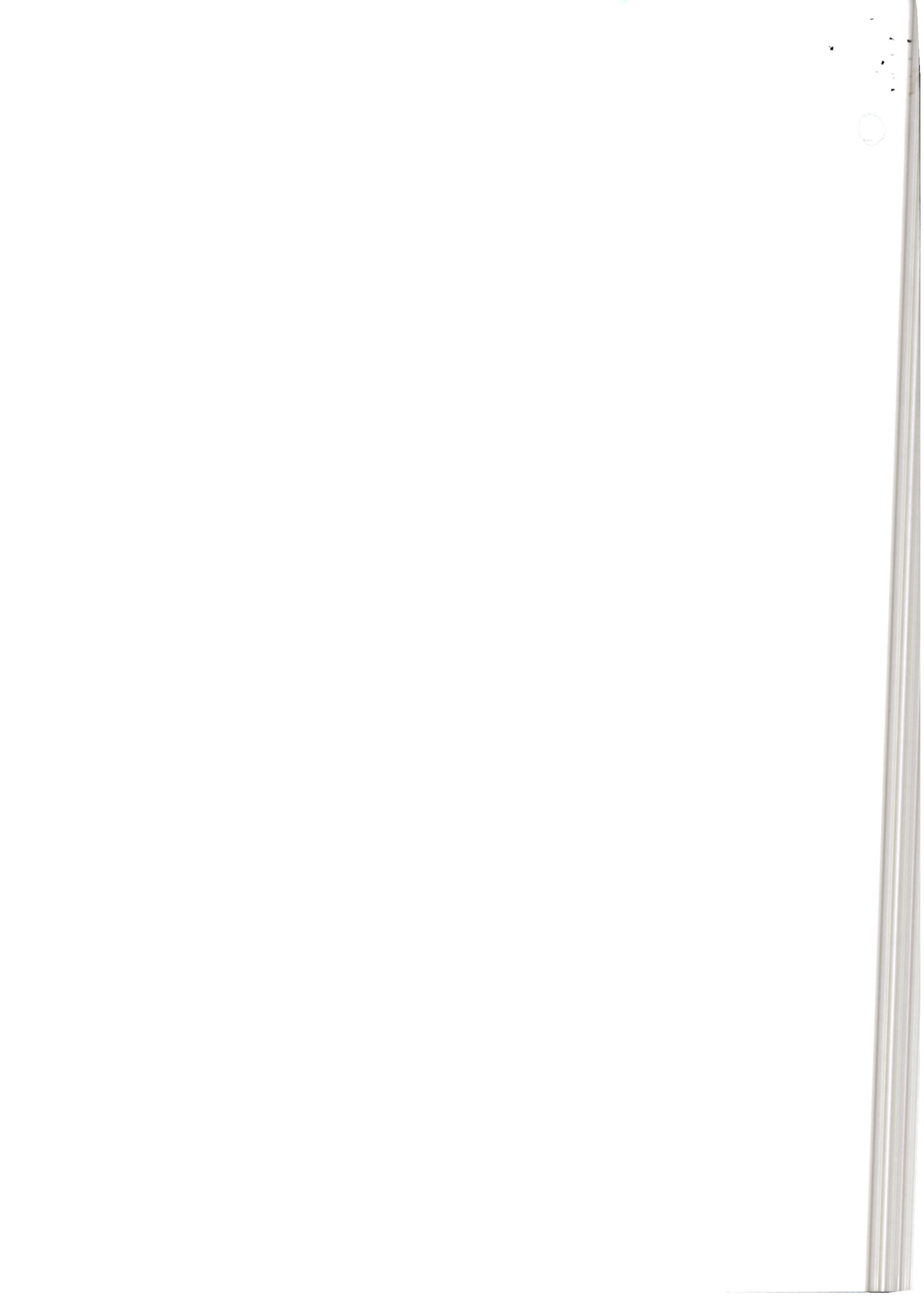
I also provide management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



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

Nairobi

05 March 2019



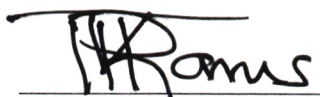
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND- KEIYO NORTH
CONSTITUENCY**

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

**IV. STATEMENT OF RECEIPTS AND PAYMENTS
For the year ended 30 June 2017.**

	Note	2016 -2017	2015-2016
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	40,948,276.60	122,656,702.50
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		40,948,276.60	122,656,702.50
PAYMENTS			
Compensation of employees	4	1,569,836.00	1,581,206.00
Use of goods and services	5	5,186,535.00	3,777,687,20
Transfers to Other Government Units	6	40,608,750.00	37,118,232.00
Other grants and transfers	7	41,131,880.00	36,201,586.00
Acquisition of Assets	8	-	628,000.00
Other Payments	9	-	-
TOTAL PAYMENTS		88,497,001.00	79,306,711.20
SURPLUS/DEFICIT		(47,548,724.40)	43,349,991.30

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KEIYO NORTH NG-CDF financial statements were approved on 1/21 2017 and signed by:


Chairman – NG-CDFC


Fund Account Manager




**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND- KEIYO NORTH
CONSTITUENCY**


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

V. STATEMENT OF ASSETS AS AT 30 JUNE 2017

	Note	2016-2017	2015-2016
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	10,153,184.10	57,701,908.50
Cash Balances (cash at hand)	10B	-	-
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		10,153,184.10	57,701,908.50
REPRESENTED BY			
Retention	12		
Fund balance b/fwd 1st July...	13	57,701,908.50	14,351,916.90
Surplus/Deficit for the year	14	(47,548,724.40)	43,349,991.30
Prior year adjustments		-	0.30
NET LIABILITIES		10,153,184.10	57,701,908.50

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KEIYO NORTH NG- CDF financial statements were approved on 11/8/17 2017 and signed by:


Chairman – NG-CDFC


Fund Account Manager

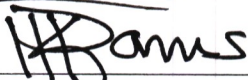
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND- KEIYO NORTH
CONSTITUENCY**

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

VI. STATEMENT OF CASHFLOW FOR THE PERIOD ENDED 30 JUNE 2017

Receipts for operating income		2016 - 2017	2015-2016
Transfers from CDF Board	1	40,948,276.60	122,656,702.50
Other Receipts	3	-	-
		40,948,276.60	122,656,702.50
Payments for operating expenses			
Compensation of Employees	4	1,569,836.00	1,581,206.00
Use of goods and services	5	5,186,535.00	3,777,687.20
Transfers to Other Government Units	7	40,608,750.00	37,118,232.00
Other grants and transfers	8	41,131,880.00	36,201,586.00
Other Payments	9	-	-
Adjusted for:			
Adjustments during the year	14	-	0.30
Net cash flow from operating activities		88,497,001.00	78,678,710.90
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	9	-	628,000.00
Net cash flows from Investing Activities		-	628,000.00
NET INCREASE IN CASH AND CASH EQUIVALENT		(47,548,724.40)	43,197,491.60
Cash and cash equivalent at BEGINNING of the year	13	57,701,908.50	14,351,916.90
Cash and cash equivalent at END of the year	16	10,153,184.10	57,701,908.50

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KEIYO NORTH NG-CDF financial statements were approved on 11/8/ 2017 and signed by:



Chairman NG-CDFC




Fund Account Manager

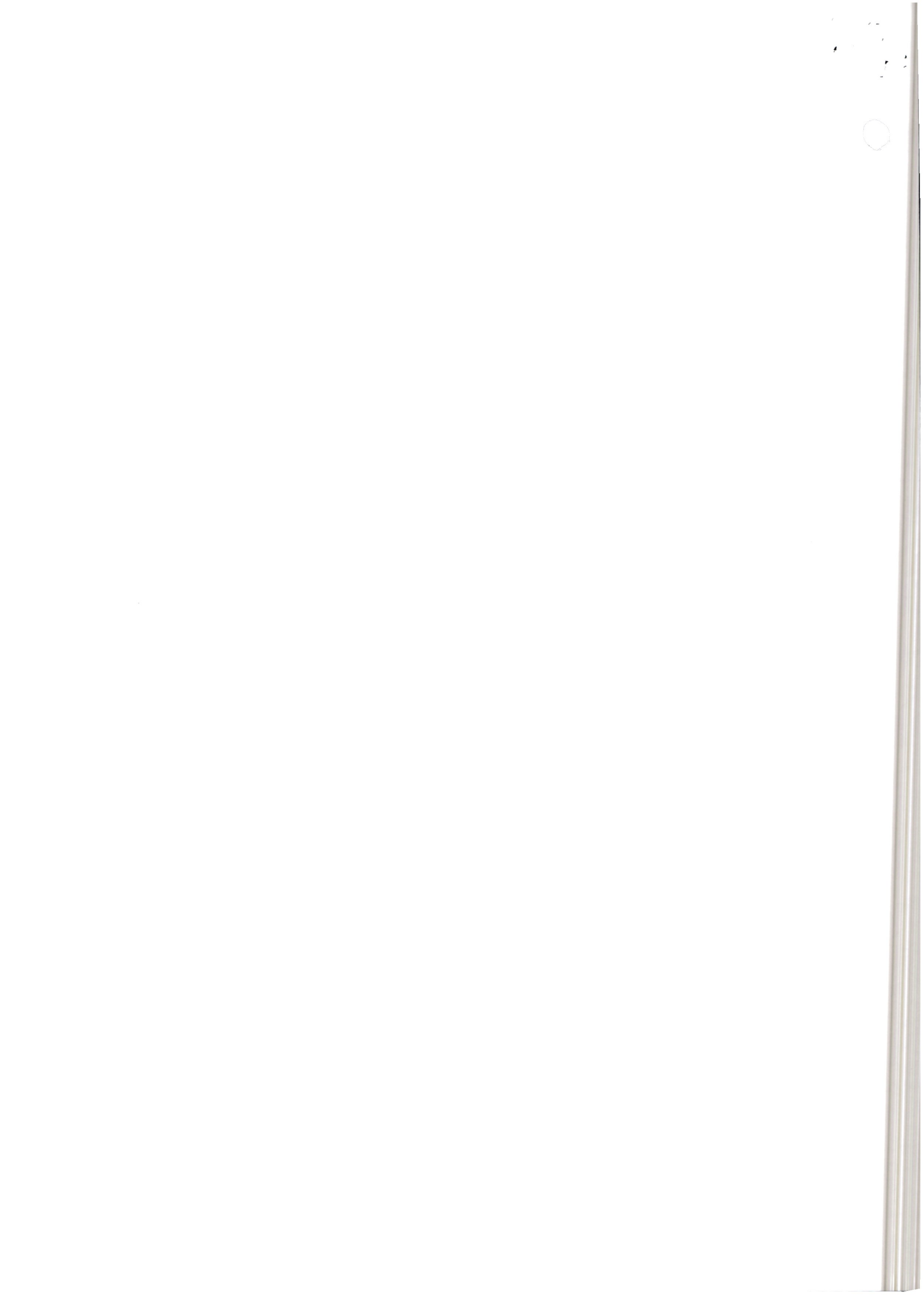
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	81,896,551.72	57,701,908.50	139,598,460.22	98,650,185.10	40,948,275.12	7
Proceeds from Sale of Assets			-	-	-	
Other Receipts			-	-	-	
					-	
PAYMENTS						
Compensation of Employees	2,000,000	732,776	2,732,776	1,569,836	1,162,940	5
Use of goods and services	5,370,690.13	8,170,803.50	13,541,493.63	5,186,535	8,354,958.63	3
Transfers to Other Government Units.	35,450,000	27,800,000	57,750,000	40,608,750	17,141,250	6
Other grants and transfers	39,075,861.59	19,798,329.	58,874,190.59	41,131,880	17,742,310.59	7
Acquisition of Assets	-	-	-	-	-	
Other Payments	-	1,200,000	1,200,000	-	1,200,000	
TOTALS	81,896,551.72	57,701,908.50	139,598,460.22	88,497,001	51,101,459.22	

The KEIYO NORTH CDF financial statements were approved on 1/8/17 2017 and signed by:


Chairman NG -CDFC


Fund Account Manager



VIII. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of compliance and basis of preparation

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

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

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

2. Recognition of revenue and expenses

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

3. In-kind contributions

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

4. Cash and cash equivalents

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.



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-CDF* at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

6. Budget

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

7. Comparative figures

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

8. Subsequent events

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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KEIYO NORTH
CONSTITUENCY**

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

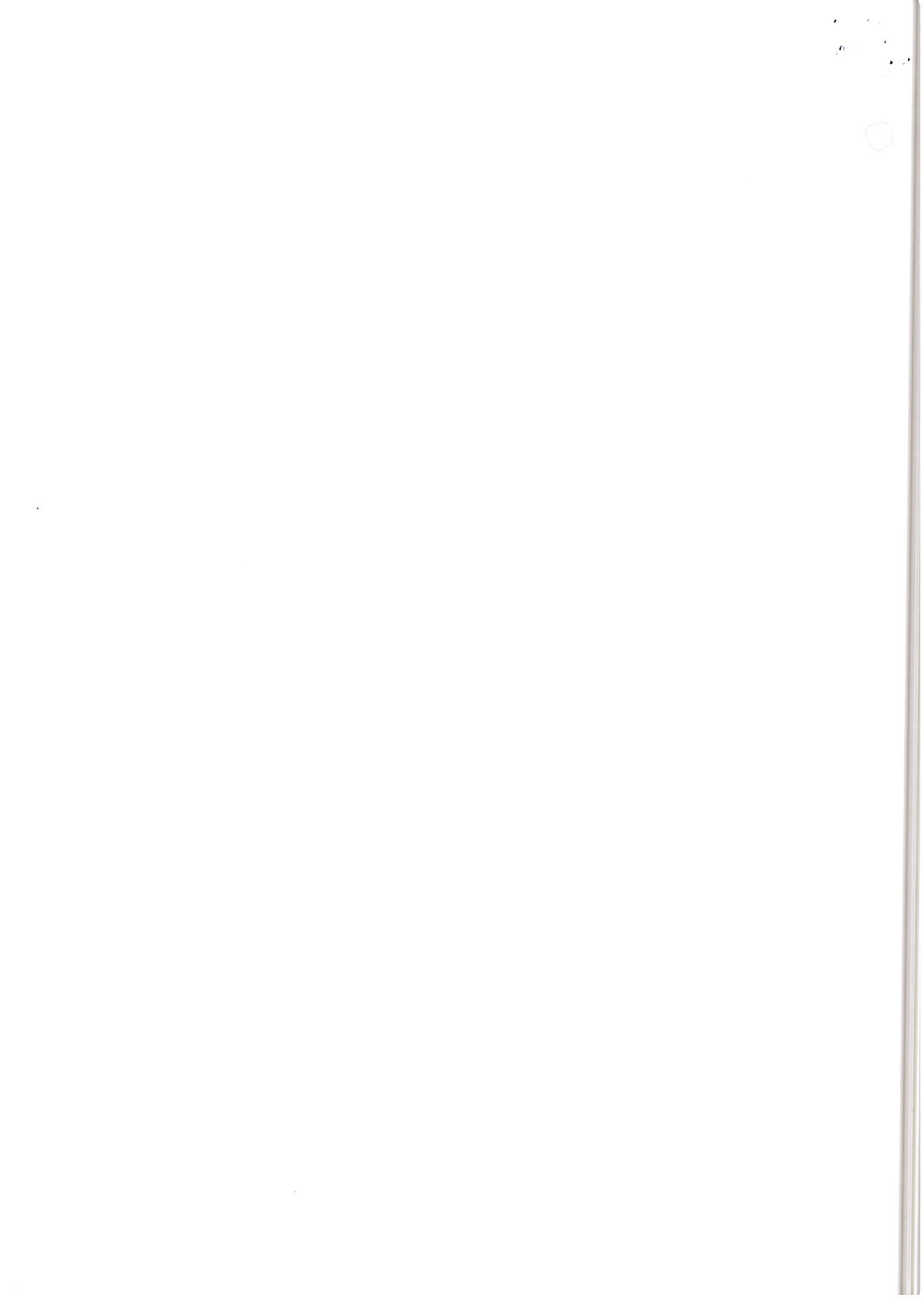
IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM CDF BOARD – AIEs RECEIVED

Description		2016-2017		2015-2016
		Kshs		Kshs
AIE NO	A829591	4,094,827.60	A790786	23,529,717.50
AIE NO	A855121	36,853,449	A724099	10,000,000
			A724238	10,000,000
			A820571	10,000,000
			A820803	19,000,000
			A855820	50,126,985
TOTAL		40,948,276.60		122,656,702.50

2. PROCEEDS FROM SALE OF ASSETS

	2015 - 2016	2014 – 2015
	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 – KEIYO NORTH
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

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

4. COMPENSATION OF EMPLOYEES

	2016 – 2017	2015 – 2016
	Kshs	Kshs
Basic wages of contractual employees	1,176,836	1,033,046
Basic wages of casual labour	-	-
Personal allowances paid as part of salary		
House allowance	196,500	185,000
Transport allowance	196,500	185,000
Leave allowance	-	-
Gratuity	-	178,560
Other personnel payments	-	-
Total	1,569,836	1,581,206.00

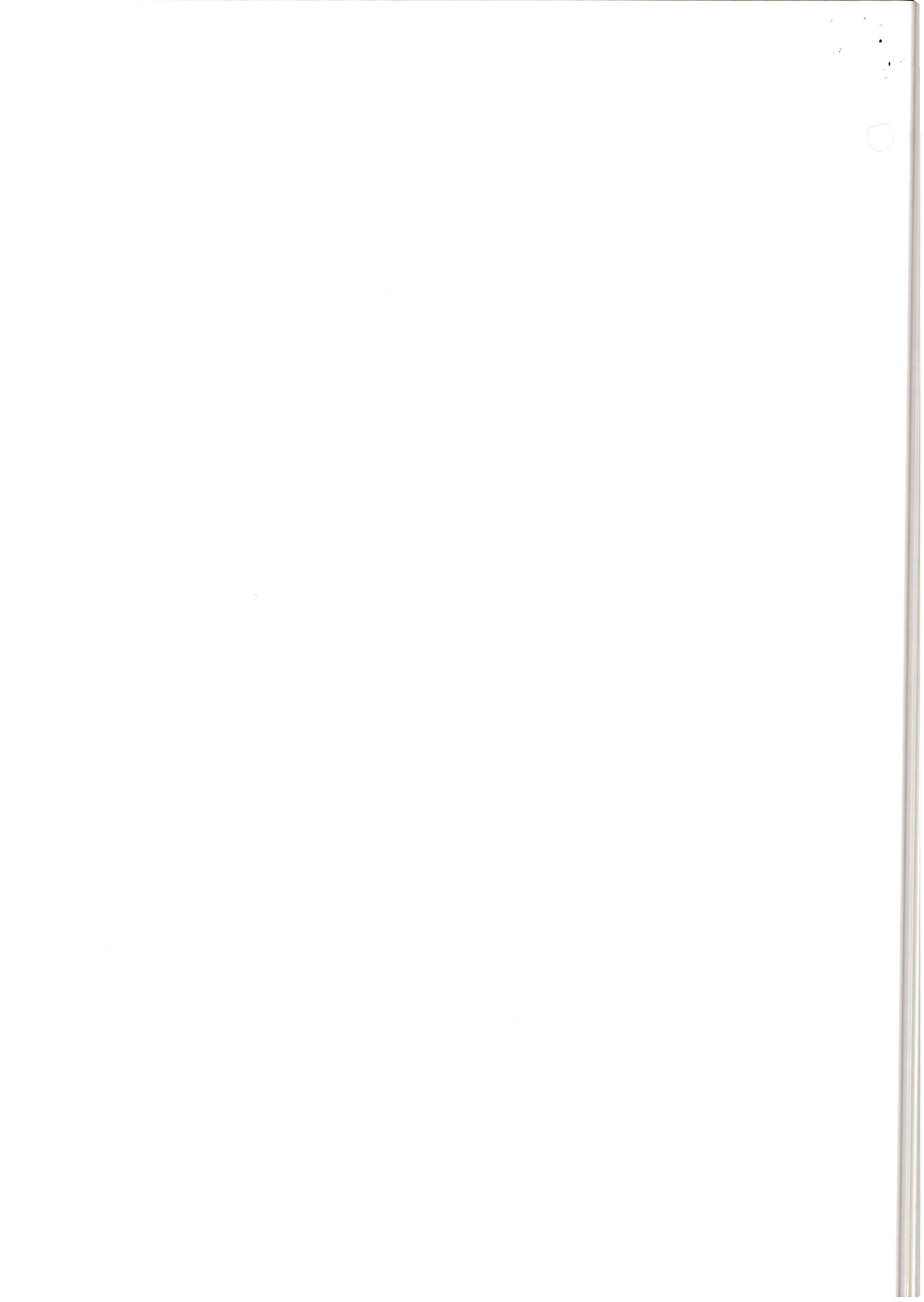
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KEIYO NORTH
CONSTITUENCY**

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2016 - 2017	2015-2016
	Kshs	Kshs
Committee Expenses	1,730,405	1,664,147
Utilities, supplies and services	698,890	351,066
Communication, supplies and services	120,400	149,623
Domestic travel and subsistence	258,200	271,500
Printing, advertising and information supplies & services	13,000	8,500
Rentals of produced assets		
Training expenses	1,040,000	0
Hospitality supplies and services		37,500
Insurance costs	48,914.00	138,808
Specialized materials and services		0
Office and general supplies and services	89,999	109,167
Other operating expenses	78,645	65,134
Routine maintenance – vehicles and other transport equipment	552,500	652,242
Routine maintenance – other assets		
Fuel ,Oil and lubricants	555,582	330,000
Total	5,186,535	3,777,687



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KEIYO NORTH
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

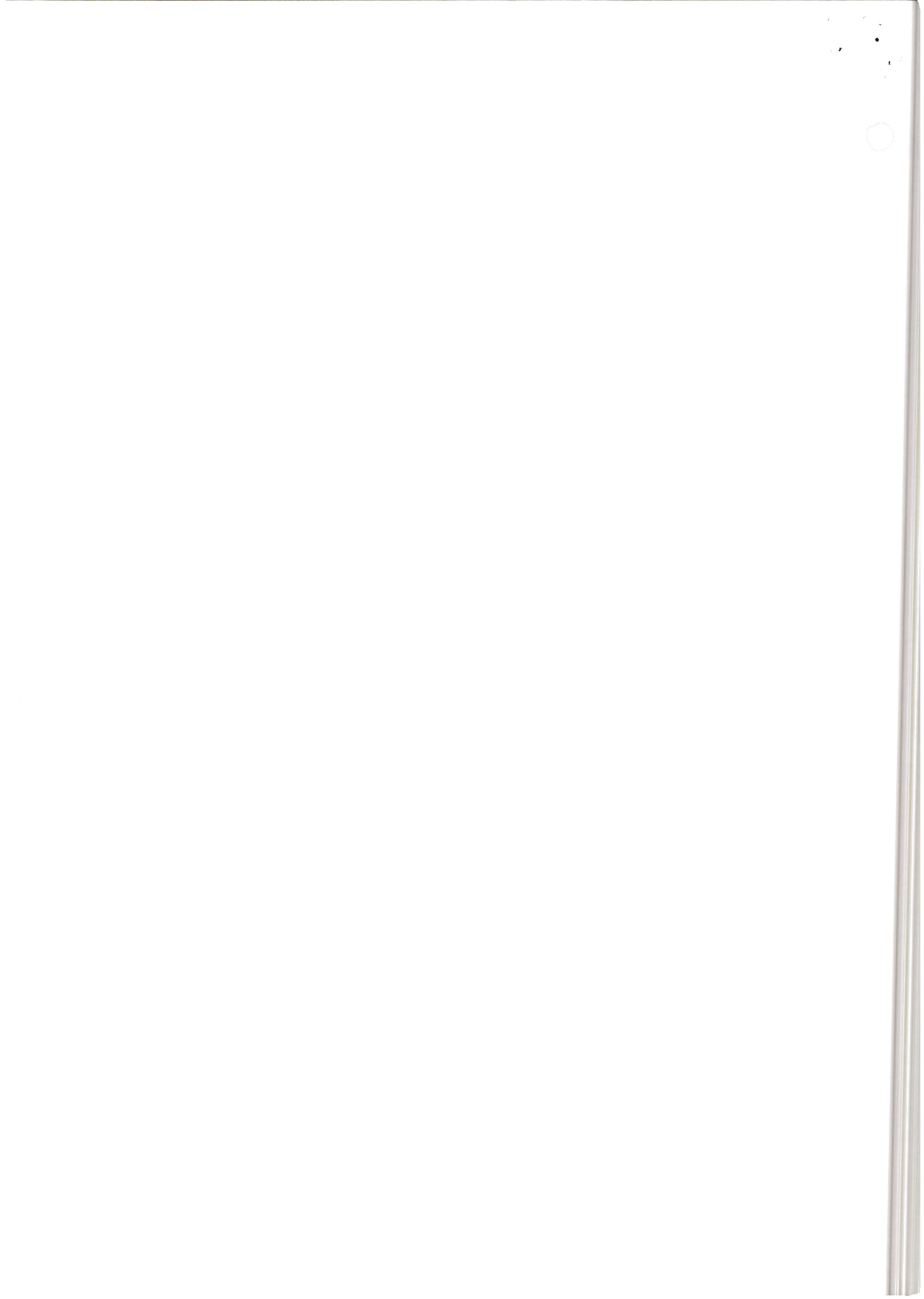
NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2016-2017	2015-2016
	Kshs	Kshs
Transfers to National Government entities		
Transfers to primary schools (see attached list)	20,600,000	12,259,482
Transfers to secondary schools (see attached list)	12,900,000	8,200,000
Transfers to tertiary institutions (see attached list)	5,500,000	10,000,000
Transfers to health institutions (see attached list)	1,608,750	6,658,750
TOTAL	40,608,750	37,118,232

7. OTHER GRANTS AND OTHER PAYMENTS

	2016 – 2017	2015- 2016
	Kshs	Kshs
Bursary – secondary schools (see attached list)	11,489,000	8,927,000
Bursary – tertiary institutions (see attached list)	14,614,800	13,671,600
Bursary – special schools (see attached list)	-	0.00
Mock & CAT (see attached list)	-	0.00
Water projects (see attached list)	-	800,000
Agriculture projects (see attached list)	1,050,000	0.00
Electricity projects (see attached list)	-	2,350,000
Security projects (see attached list)	3,000,000	2,151,082
Roads projects (see attached list)	-	0.00
Sports projects (see attached list)	1,992,540	1,882,377
Environment projects (see attached list)	1,992,540	1,882,377
Emergency projects (see attached list)	6,993,000	4,537,150
Total	41,131,880	36,201,586



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KEIYO NORTH
CONSTITUENCY**

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets

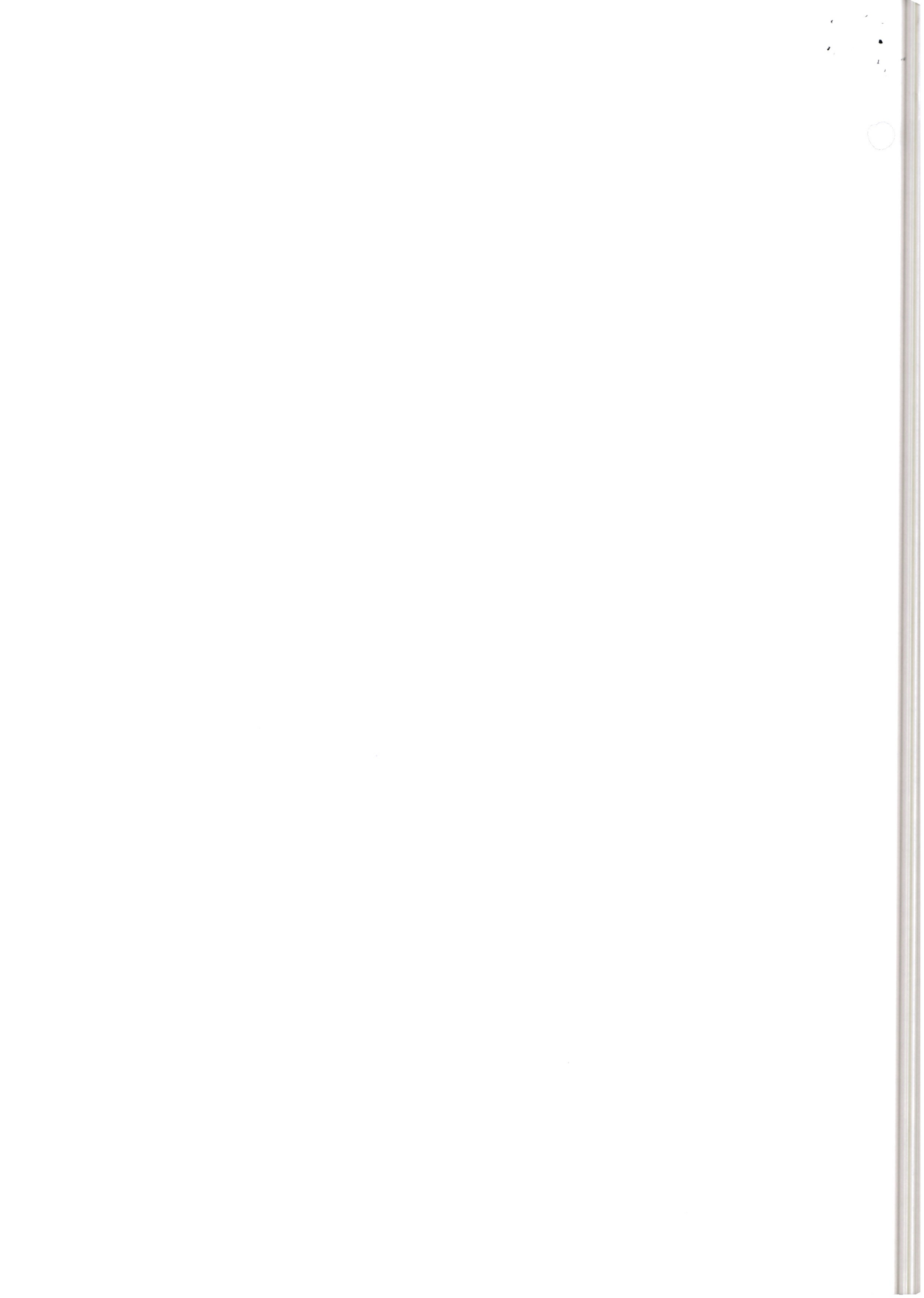
	2016 - 2017	2015 – 2016
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings	-	
Refurbishment of Buildings	-	
Purchase of Vehicles and Other Transport Equipment	-	475,500
Overhaul of Vehicles and Other Transport Equipment	-	
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment	-	42,500
Purchase of ICT Equipment, Software and Other ICT Assets	-	110,000
Purchase of Specialized Plant, Equipment and Machinery	-	
Rehabilitation and Renovation of Plant, Machinery and Equip.	-	
Acquisition of Land	-	
Acquisition of Intangible Assets	-	
Total	-	628,000

9. OTHER PAYMENTS

	2016 - 2017	2015 – 2016
	Kshs	Kshs
	-	-

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2016-2017	2015-2016
	Kshs	Kshs
Kenya Commercial Bank, Iten Branch a/c no:1103235303	10,153,184.10	57,701,908.50
Total	10,153,184.10	57,701,908.50



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KEIYO NORTH
CONSTITUENCY**

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10B: CASH IN HAND

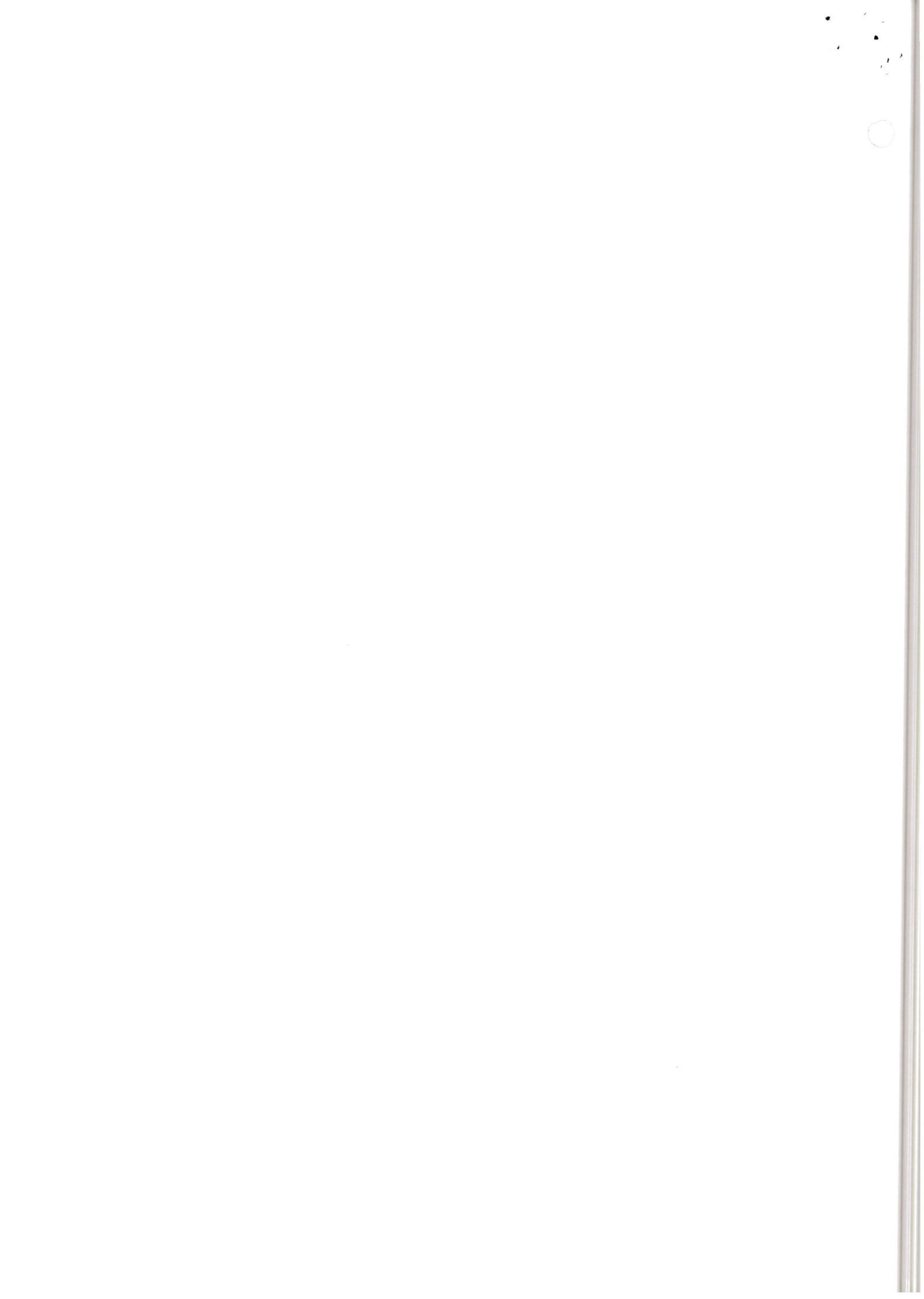
	2016 - 2017 Kshs	2015-2016 Kshs
Location 1	-	-
Location 2	-	-
Location 3	-	-
Other Locations (<i>specify</i>)	-	-
Total	-	-

[Provide cash count certificates for each]

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	xxx	xxx	Xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	Xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	Xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	Xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	Xxx
<i>Name of Officer or Institution</i>	dd/mm/yy	xxx	xxx	Xxx
Total				Xxx

No outstanding imprest.



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – KEIYO NORTH
CONSTITUENCY**

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

12. RETENTION

	2016 - 2017	2015 - 2016
	Kshs	Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total		-

13. BALANCES BROUGHT FORWARD

	2016- 2017	2015- 2016
	Kshs	Kshs
Bank accounts	57,701,908.50	14,351,916.90
Cash in hand		
Imprest		
Total	57,701,908.50	14,351,916.90

14. PRIOR YEAR ADJUSTMENTS

	2016- 2017	2015- 2016
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest		
Other	-	0.30
Total	-	0.30

11



Reports and Financial Statements

For the year ended June 30, 2017

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2016- 2017	2015– 2016
	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>specify</i>)	-	-
	-	-

15.3: OTHER PENDING PAYABLES (See Annex 3)

	Kshs	Kshs
Amounts due to other Government entities (see attached list)	22,600,000.00	27,800,000.00
Amounts due to other grants and other transfers (see attached list)	12,427,585.00	14,360,555.00
Others (<i>specify</i>)		
	35,027,585.00	42,160,555.00

15.4: PMC account balances (See Annex 5)

	Kshs	Kshs
PMC account Balances (see attached list)	7,318,573.41	-
	7,318,573.41	-



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND- KEIYO NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017.

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

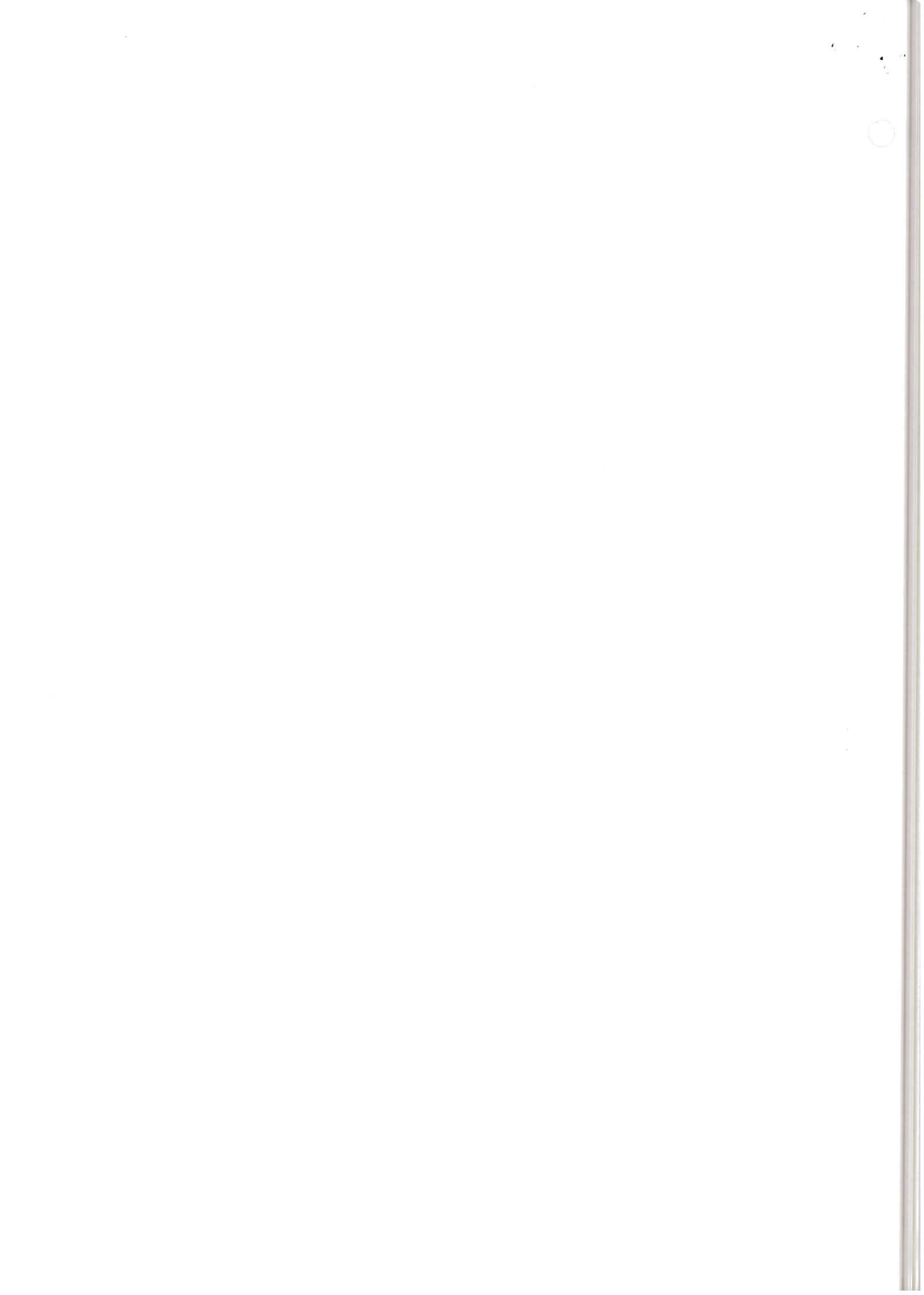
Supplier of Goods or Services	Original Amount A	Date Contracted B	Amount Paid To-Date C	Outstanding Balance 2016 d=a-c	Outstanding Balance 2014	Comments
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total		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



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KEIYO NORTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount A	Date Payable Contracted B	Amount Paid To-Date c	Outstanding Balance 2016 d=a-c	Outstanding Balance 2014	Comments
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							





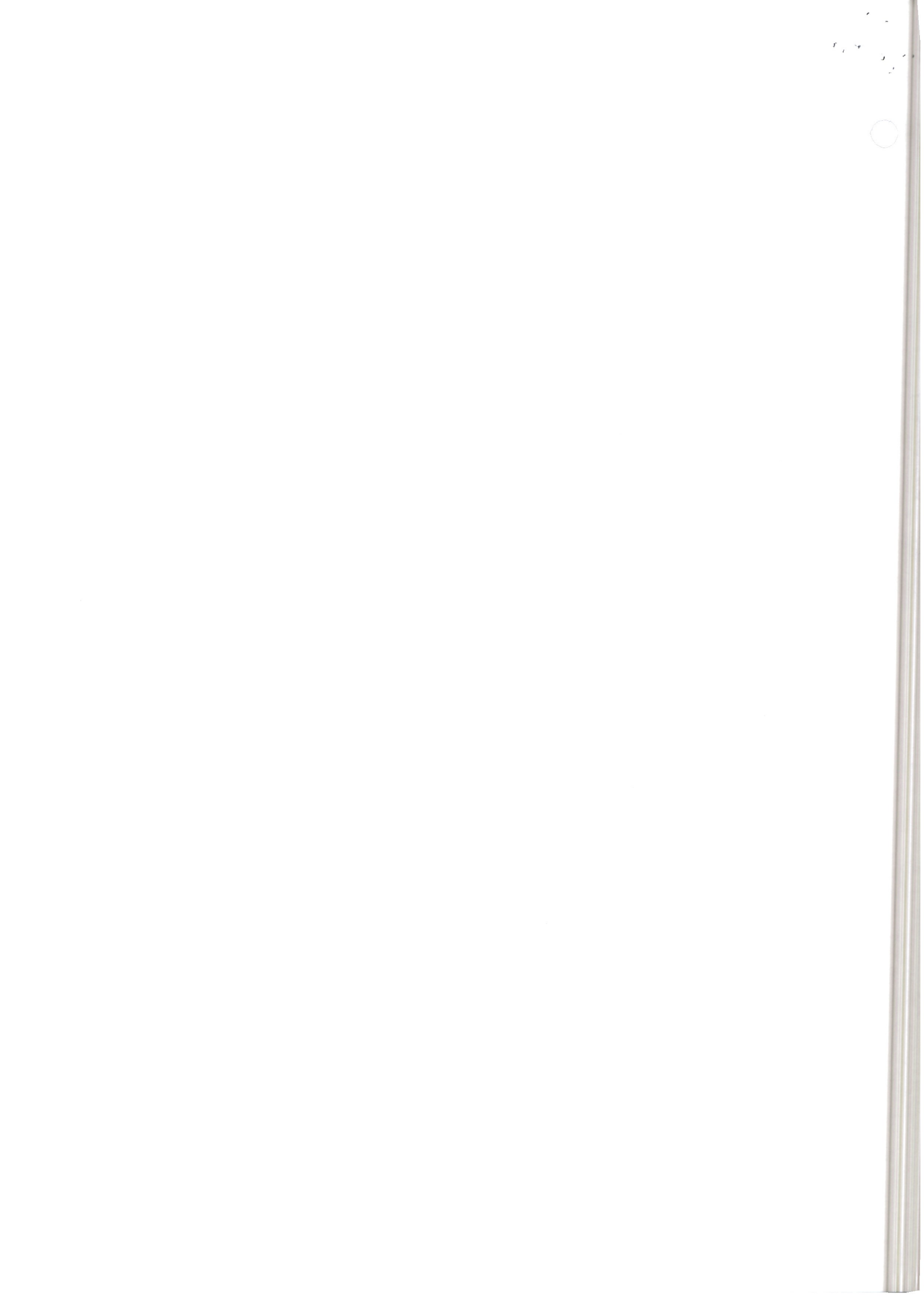
NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KEIYO NORTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical cost (Kshs) 2016-2017	Historical Cost (Kshs) 2015-2016
Land		
Buildings and structures	5,307,292	5,307,292
Transport equipment	4,256,876	4,256,876
Office equipment, furniture and fittings	530,965	530,965
ICT Equipment, Software and Other ICT Assets	646,500	646,500
Other Machinery and Equipment		
Heritage and cultural assets		
Intangible assets		
Total	10,741,633	10,741,633



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KEIYO NORTH
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

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

PMC-PROJECT NAME	BANK	Account no.	Bank Bal as at 30 th June 2017.
Sergoit primary	KCB,Iten Branch	1133490964	549.50
Chepkitony primary	KCB	1167595718	32089.50
Berese ECD	KCB	1172799776	1969.50
Bugar Primary	KCB	1125184744	154.50
Cheberen Primary	KCB	1114429961	65674.50
Chegilet primary	KCB	1168371260	8580.00
Chepkogin Primary	KCB	1168103355	719.50
Emkong Primary	KCB	1159303770	1176.50
Iten Day Secondary	KCB	1111933162	86159.50
Iten Primary	KCB	1121647103	300182.50
Kabulwo primary	KCB	1203526636	15295.65
Kabulwo secondary	KCB	1119713129	1601965.00
Kamagut ECD	KCB	1168234646	4348.80
Kamariny primary Acc 2	KCB	1205404112	1235.00
Kameza Primary	KCB	1168351588	51516.00
Kamogich chiefs office	KCB	1172097054	1856.00
Kapchelal Primary	KCB	1178082709	105572.40
Kapchelal secondary	KCB	1112882448	120668.50
Kapkessum Primary	KCB	1169435297	4830.50
Kapkessum Secondary	KCB	1116468085	166510.50



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KEIYO NORTH
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

apko Secondary	KCB	1135421935	845.85
Kapkonga secondary	KCB	1153809281	1189.00
Kapsio primary	KCB	1159576254	498047.20
Kapsoiyo Primary	KCB	1156897998	300906.90
Kaptum primary	KCB	1160250766	102152.00
Katalel primary	KCB	1173925139	71140.45
Kendur primary	KCB	1169287255	91433.66
Kermuk Primary	KCB	1109611943	30.00
Kewapsos Primary	KCB	1167748530	1034.15
Kibargoiyet Primary	KCB	1174873485	4128.45
Kibendo Secondary	KCB	1158353634	3570.50
Kiboi primary	KCB	1168706157	86084.50
Kipka primary	KCB	1151275212	69514.50
Kipkenda Primary	KCB	1168749530	16994.10
Kipkulot Primary	KCB	1181178797	71230.10
Kipsabu Primary	KCB	1177510715	121359.95
Kiptingo primary	KCB	1124955275	65604.50
Kiptoit primary	KCB	1197594353	155.00
Kipyegor primary	KCB	1167821025	27670.00
KMTC Iten	KCB	1116403366	1925578.40
Kobil Primary	KCB	1135876770	1028.50
KogiaCharar foot bridge	KCB	1206203854	120015.00
KokwapTarakwaEtyo foot bridge	KCB	1204991278	335.00

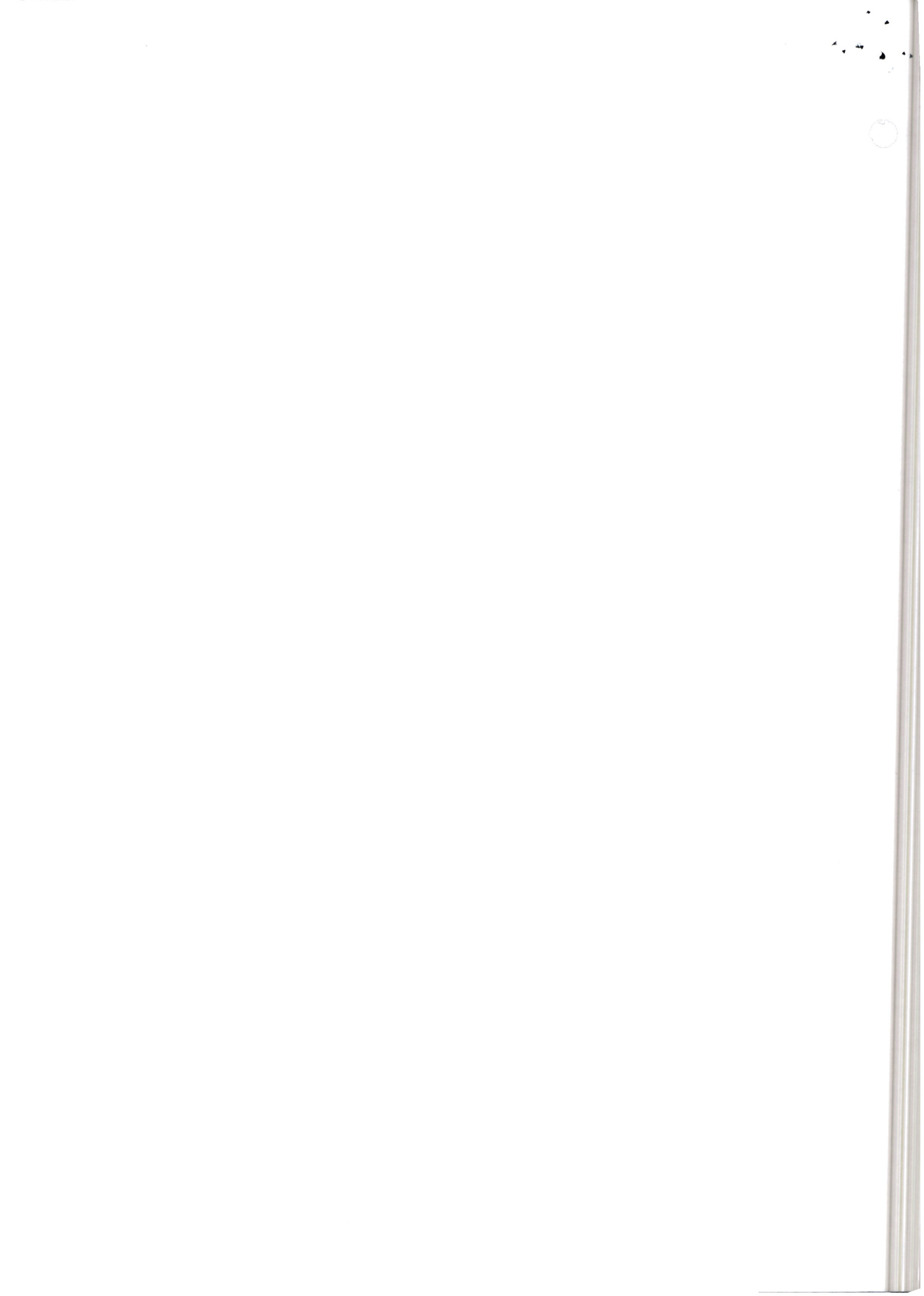


**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KEIYO NORTH
CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2017

olol Primary	KCB	1158318944	26893.00
Komotony Primary	KCB	1125185228	1415.50
Korkitony Secondary	KCB	1111623392	1205.00
Lamaon primary	KCB	1134333617	94195.00
Matany Primary	KCB	1154478017	128175.00
Msekekwa Primary	KCB	1157219268	0
Muno Secondary	KCB	1183032455	742.50
Nyalil primary	EQUITY	1530263537545	103870.00
Nyawa Primary	KCB	1112631054	8726.00
Rimoi primary	KCB	1160193061	138858.50
Salaba Primary	KCB	1164754866	1072.00
Sergoit Chiefs office	KCB	1172097763	3920.00
Sergoit Secondary	KCB	1124982752	2920.00
Siroch Mixed Day	KCB	1136477977	31330.50
Songeto chiefs office	KCB	1159172951	9207.00
Songeto primary	KCB	1160301085	4309.00
St.AlphonsusMutei	KCB	1122141890	7560.00
William Murgor Primary	KCB	1166506606	65402.85
Korkitony Kendur Agricultural store	EQUITY	1530270743007	537670.00
TOTAL			7,318,573.41



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KEIYO NORTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

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)	Time frame: (Put a date when you expect the issue to be resolved)
ELD-KNCDF-37-15/8 1.0	The statement of assets reflected bank balances amounting to Kshs.14,351,916.30, records of bank statement included Kshs.26,000 comprising of stale cheques and payments in bank statement not recorded in cash book amounting to Kshs.11,600	Bank balance could not be confirmed	Accounting officer	Resolved	
2.0	Absence of expenditure returns for funds transferred to some secondary, primary and tertiary institutions.	Propriety of transfer to government institutions could not be confirmed.	PMC	Resolved.	
3.0	Bursaries- criteria of awarding the bursaries could not be established Acknowledgements receipts or letters from recipients were not available.	It was not clear whether the funds reached the intended persons.	Accounting officer	Resolved	
4.0	Financial statement reflected acquisition of assets of Kshs.13, 295 which excludes acquisition of assets in 2013/2014 amounting to Kshs.9, 914.	The existence and accuracy of the acquisition of assets could not be confirmed.	Accounting officer	Resolved	

