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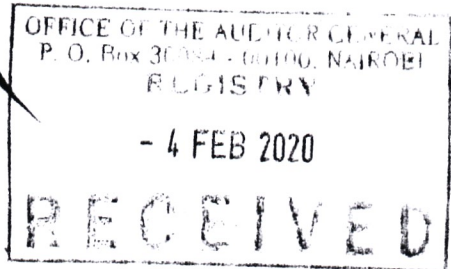
 THE NATIONAL ASSEMBLY PAPDS I AID	
DATE: 11 NOV 2021	
DAY.	
TABLED BY:	WHP' WANGWE
OPPERK-AT THE-TABLE:	J' GINDO

THE AUDITOR-GENERAL

ON

**NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
THARAKA CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE, 2019**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND -
THARAKA CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2019**

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
THARAKA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

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I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

Mandate

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

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

Vision

Equitable Socio-economic development countrywide

Mission

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

Core Values

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

(b) Key Management

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

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

(c) Fiduciary Management

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

No.	Designation	Name
1.	A.I.E holder	Alex Muinde
2.	Sub-County Accountant	Augustus Mulwa
3.	Chairman NGCDFC	Kennedy Kamunyu
4.	Member NGCDFC	Veronica Kajira

(d) Fiduciary Oversight Arrangements

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

(e) NGCDF THARAKA Constituency Headquarters

P.O. Box 33
Marimanti
Tharaka cdf building
Marmanti Nkubu road
Marimanti

(f) NGCDF THARAKA Constituency Contacts

Telephone: (254) 0711181096
E-mail: cdftharaka@ngcdf.go.ke
Website: www.ngcdf.go.ke

(g) NGCDF THARAKA Constituency Bankers

Cooperative Bank
Chuka branch
A/c Number 01120058205800

(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

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

The NG-CDF funding for financial year 2018-2019 has gone a long way in ensuring that there is equitable distribution of resources in the constituency. Specifically, the fund has so far helped to a great extent in the development of the marginalized areas like Tharaka Constituency

One of the positive impact that the constituents have enjoyed is construction of modern structures in education sector such as classrooms, dormitories, laboratories among others .The fund has also enabled needy students in both secondary and tertiary institutions with bursaries. This has substantially reduced the illiteracy levels within the constituency. On matters pertaining to security, we have implemented a number of projects with an ultimate objective of improving security in those areas as well as offering administrative services closer to the constituents. In particular these include the construction of both the chiefs and assistant chiefs' offices and the administrations police (A.P) lines.

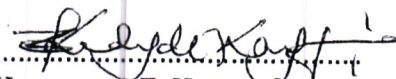
IMPLEMENTATION, CHALLENGES AND EMERGING ISSUES

Tharaka being an arid area has many institutions that lack adequate facilities implying that the fund is not quite enough in addressing all the needs of the institutions.

Additionally we are trying as much as possible to capacity build all project management committees on matters pertaining to project management as well as financial management so as to have proper projects which have proper accounting records and are in line with procedures and regulations laid down by the government

RECOMENDATION AND CONCLUSION

In order to have great impact the NG CDF fund allocation should be significantly increased so as to address many challenges in the constituency. Additionally the NG CDF board should release funds on timely basis so as to implement projects on timely basis.


.....
Kamunyu Z. Kennedy

CHAIR PERSON - NG-CDF - THARAKA CONSTITUENCY.

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

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

The Accounting Officer in charge of the NGCDF-THARAKA Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2019. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the NGCDF-THARAKA Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *entity's* financial statements give a true and fair view of the state of entity's transactions during the financial year ended June 30, 2019, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-THARAKA Constituency further confirms the completeness of the accounting records maintained for the *entity*, which have been relied upon in the preparation of the entity's financial statements as well as the adequacy of the systems of internal financial control.

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

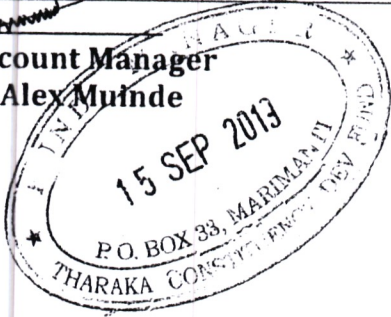
Approval of the financial statements

The NGCDF-THARAKA Constituency financial statements were approved and signed by the Accounting Officer on 15th September 2019.

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

**Reports and Financial Statements
For the year ended June 30, 2019**

**Fund Account Manager
Name: Alex Muinde**



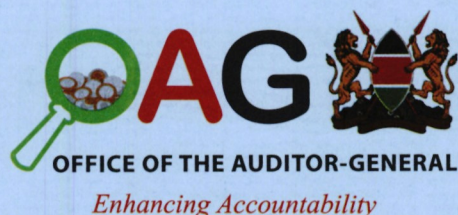
Augustus 15/09/2019

**Sub-County Accountant
Name: Augustus Mulwa
ICPAK Member Number: 20453**

**THE NATIONAL SUB-COUNTY ACCOUNTANT
THARAKA SOUTH
P. O. Box 36 - 60215,
MARIMANTI**

REPUBLIC OF KENYA

Telephone: +254-(20) 3214000
E-mail: info@oagkenya.go.ke
Website: www.oagkenya.go.ke



HEADQUARTERS
Anniversary Towers
Monrovia Street
P.O. Box 30084-00100
NAIROBI

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - THARAKA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE, 2019

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of the National Government Constituencies Development Fund - Tharaka Constituency set out on pages 8 to 40, which comprise the statement of assets and liabilities as at 30 June, 2019, and the statement of receipts and payments, statement of cash flows and the 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 effects 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 - Tharaka Constituency as at 30 June, 2019, 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 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

Important Disclosures Missing in the Financial Statements

The financial statements do not include the progress on follow up of auditor recommendations section. It could therefore not be confirmed whether prior year's audit matters had been resolved.

In addition, Note 15.3 on unutilized funds, Note 15.4 on Project Management Committee bank balances and Annexes 1, 2 and 3 on pending accounts payable, pending staff payables and unutilized funds respectively, have not been included.

In the circumstances, the financial reporting guidelines issued by the Public Sector Accounting Standards Board have not been met.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Tharaka Constituency Management in accordance with ISSAI 130 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 report in the year under review.

Other Matter

Budgetary Control and Performance

The summary statement of appropriation - recurrent and development combined reflects final receipts budget and actual receipts on comparable basis of Kshs.174,324,807 and Kshs.107,784,483 respectively, resulting into an underfunding of Kshs.66,540,324 or 38% of the budget. Further, the statement reflects a budgeted total expenditure of Kshs.174,324,807 against actual total expenditure of Kshs.118,247,709 resulting into an under-expenditure of Kshs.56,077,098 or 32% of the budgeted expenditure.

The under-funding and under-expenditure hindered timely implementation of activities and projects of the Fund which may have impacted negatively on service delivery for the constituents of Tharaka.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, based on the audit procedures performed, except for the matters described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

Incomplete Projects and Projects not Started

The project implementation status report as at 30 June, 2019 indicated that one hundred and sixty-six (166) projects with a total funding allocation of Kshs.150,785,712 were at different stages of implementation of which eighteen (18) projects with a funding allocation of Kshs.20,354,051 were yet to commence as summarized below:

Reason for Delays	Count	Amount (Kshs.)
Funds released to PMCs but yet to start due to delayed tendering	5	4,677,027
Projects not started due to delays in release of funds	13	15,677,024
Total	18	20,354,051

Consequently, it was not possible to confirm whether value for money would be realized from the incomplete projects and the ones that were yet to be commenced.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT AND GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and overall governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

Responsibilities of Management and those Charged with Governance

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

In preparing the financial statements, Management is responsible for assessing the Fund's ability to continue to sustain its services, disclosing, as applicable, matters related to sustainability of services and using the going concern basis of accounting unless Management is aware of the intention to terminate the Fund or 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.

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the Fund monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to overall governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

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

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

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

occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue 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.



Nancy Gathungu
AUDITOR-GENERAL

Nairobi

15 October, 2021

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


Reports and Financial Statements

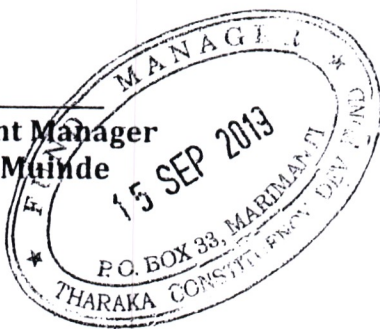
For the year ended June 30, 2019


IV. STATEMENT OF RECEIPTS AND PAYMENTS

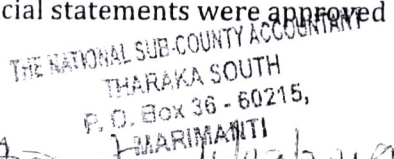
	Note	2018 - 2019	2017 - 2018
		Kshs	Kshs
RECEIPTS			
Transfers from NGCDF board	1	107784483	74,853,447
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	-	-
TOTAL RECEIPTS		107,784,483	74,853,447
PAYMENTS			
Compensation of employees	4	2,339,002	1,594,351
Use of goods and services	5	12,505,338	10,883,757
Transfers to Other Government Units	6	56,881,035	23,600,000
Other grants and transfers	7	45,022,834	28,146,465
Acquisition of Assets	8	1,499,500	413,000
Other Payments	9		
TOTAL PAYMENTS		118,247,709	64,637,573
SURPLUS/(DEFICIT)		<u>(10,463,226)</u>	<u>10,215,874</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-THARAKA Constituency financial statements were approved on 15th September 2019 and signed by:


Fund Account Manager
Name: Alex Munde




Sub-County Accountant
Name: Augustus Mulwa
ICPAK Member Number: 20453




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

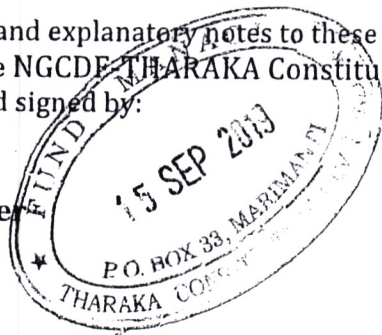
**Reports and Financial Statements
For the year ended June 30, 2019**

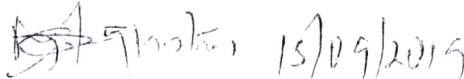
V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019 Kshs	2017-2018 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	1,036,222	11,499,448
Cash Balances (cash at hand)	10B		-
Total Cash and Cash Equivalents		1,036,222	11,499,448
Current Receivables			
Outstanding Imprests	11	-	-
TOTAL FINANCIAL ASSETS		1,036,222	11,499,448
FINANCIAL LIABILITIES			
Accounts Payable			-
Retention	12A		-
Gratuity	12B		-
TOTAL FINANCIAL LIABILITES			-
NET FINANCIAL ASSETS		1,036,222	11,499,448
REPRESENTED BY			
Fund balance b/fwd	13	11,499,448	1,283,574
Surplus/Defict for the year		(10,463,226)	10,215,874
Prior year adjustments	14		-
NET FINANCIAL POSITION		1,036,222	11,499,448

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF THARAKA Constituency financial statements were approved on 15th September 2019 and signed by:


Fund Account Manager
Name: Alex Muinde




Sub-County Accountant
Name: Augustus Mulwa
ICBA/CPA No. 20453
THARAKA SOUTH
P. O. Box 36 - 60215,
MARIMANTI

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


Reports and Financial Statements

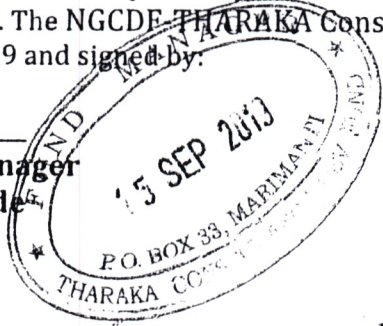
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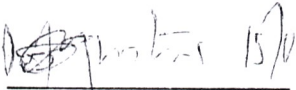
VI. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
Receipts			
Transfers from NGCDF Board	1	107,784,483	74,853,447
Proceeds from sale of assets	2	-	-
Other Receipts	3	-	-
Total receipts		107,784,483	74,853,447
Payments			
Compensation of Employees	4	2,339,002	1,594,351
Use of goods and services	5	12,505,338	10,883,757
Transfers to Other Government Units	6	56,881,035	23,600,000
Other grants and transfers	7	45,022,834	28,146,465
Other Payments	9	-	-
Total payments		116,748,209	
Total Receipts Less Total Payments		(8,963,726)	
Adjusted for:			
Outstanding imprest	11	-	-
Retention Payable	12A	-	-
Gratuity Payable	12B	-	-
Prior year adjustments	14	-	-
Net Adjustments			
Net cash flow from operating activities		(8,963,726)	10,628,874
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		-
Acquisition of Assets	9	(1,499,500)	(413,000)
Net cash flows from Investing Activities		(1,499,500)	413,000
NET INCREASE IN CASH AND CASH EQUIVALENT		(10,463,226)	10,215,874
Cash and cash equivalent at BEGINNING of the year	13	11,499,448	1,283,574
Cash and cash equivalent at END of the year		<u>1036222</u>	<u>11,499,448</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF THARAKA Constituency financial statements were approved on 15th September 2019 and signed by:


Fund Account Manager
Name: Alex Muinde




Sub-County Accountant
Name: Augustus Mulwa
ICPAK Member Number: 20453

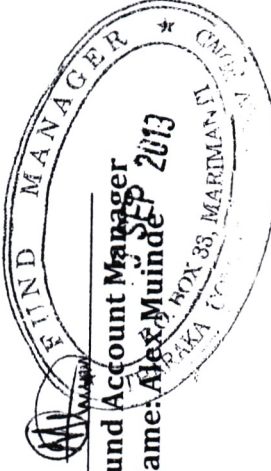
THE NATIONAL SUB-COUNTY ACCOUNTANT
THARAKA SOUTH
P. O. Box 36 - 60215,
MARIMANTI


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – THARAKA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilization Difference e=c-d	% of Utilization f=d/c %
RECEIPTS						
Transfers from CDF Board	109,040,876	65,283,931	174,324,807	107,784,483	66,540,324	68.4%
Proceeds from Sale of Assets						
Other Receipts						
TOTAL RECEIPTS	109,040,876	65,283,931	174,324,807	107,784,483	66,540,324	62%
PAYMENTS						
Compensation of Employees	2,542,452	-	2,542,452	2,339,002	203,450	92.0%
Use of goods and services	7,271,226	5,633,752	12,904,978	12,505,338	399,640	97%
Transfers to Other Government Units	48,300,000	46,558,062	94,858,062	56,881,035	37,977,027	60%
Other grants and transfers	49,627,198	12,892,117	62,519,315	45,022,834	17,496,481	72%
Acquisition of Assets	1,300,000	200,000	1,500,000	1,499,500	500	100.0%
Other Payments						
TOTAL	109,040,876	65,283,931	174,324,807	118,247,709	56,077,098	67.8%

Late disbursement of funds led to underutilization of receipts from board by 68%. Additionally the late disbursement led to underutilization of compensation of employees by 62%, transfer to government entities by 60% as well as other grants by 72% The NGCDF-THARAKA Constituency financial statements were approved on 15th September 2019 and signed by:


Fund Account Manager
Name: Alex Muinde


 15/09/2019

Sub-County Accountant
Name: Augustus Mulwa
ICPAK Member Number: 20453
 THE NATIONAL SUB-COUNTY ACCOUNTANT
 THARAKA SOUTH
 P. O. Box 36 - 60215,
 MARIMANTI

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – THAP ‘KA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – THARAKA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	2018/2019		2018/2019		30/06/2019	
	Kshs	Kshs	Kshs	Kshs	Kshs	Kshs
Compensation of employees	2,542,452.50	-	2,542,452.50	2,339,002	203,450	
BURSARY BODA BODA	0	2,000,000	2,000,000	0	2,000,000	
BURSARY BODABODA	2,000,000	0	2,000,000	1,998,000	2,000	
Secondary Schools bursary	14,726,568.52	5,805,910	20,532,478.00	18,303,640	2,228,838	
Tertiary Institutions bursary	12,000,000.00	0	12,000,000.00	7,873,352.00	4,126,648	
Construction of CDF office(renovation)	1,300,000.00	200,000	1,500,000	1,499,500.00	500	
THARAKA TTI	-	1,500,000	1,500,000	-	1,500,000	
chiakariga primary school	2,000,000.00	-	2,000,000.00	2,000,000.00	-	
Riamuanki primary school	900,000.00	-	900,000.00	-	900,000	
CHIAKARIGA PRIMARY SCHOOL	2,277,027	-	2,277,027	-	2,277,027	
GAKAUNI PRIMARY SCHOOL	-	600,000	600,000	600,000	0	
Gakuyu primary school	900,000.00	-	900,000.00	-	900,000	
Gitugu primary school	900,000.00	-	900,000.00	-	900,000	
IKUMBU PRIMARY	-	900,000	900,000	-	900,000	
Iriani primary school	1,000,000.00	-	1,000,000.00	-	1,000,000	
KAMATUMO PRIMARY SCHOOL	300,000.00	300,000	600,000.00	300,000	300,000	
Kagucwani primary school	900,000.00	-	900,000.00	-	900,000	
KAGURINI PRIMARY SCHOOL	-	900,000	900,000	900,000	0	
KAMATUMO PRIMARY SCHOOL	-	600,000	600,000	600,000	0	
KAMATUMO PRIMARY SCHOOL	-	300,000	300,000	300,000	0	
KAMURIGE PRIMARY SCHOOL	-	600,000	600,000	600,000	0	
KAMURIGE PRIMARY SCHOOL	-	300,000	300,000	300,000	0	
Kamutuandu primary school	900,000.00	-	900,000.00	0.00	900,000	
KANDONDO PRIMARY SCHOOL	-	300,000	300,000	300,000	0	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – THARAKA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

Programme/ Sub-Programme	2018/2019		2018/2019		30/06/2019	
	Original Budget	Adjustments	Actual	Balance	Actual	Balance
KARANGARE PRIMARY SCHOOL	-	-	600,000	-	600,000	0
KARANGARE PRIMARY SCHOOL	-	-	300,000	-	300,000	0
Karethani special school	1,000,000.00	-	-	-	1,000,000.00	1,000,000
KARUGUARU PRIMARY SCHOOL	-	-	900,000	-	900,000	900,000
KATHAKAME PRIMARY SCHOOL	-	-	600,000	-	600,000	0
KATHAKAME PRIMARY SCHOOL	-	-	300,000	-	300,000	0
KATHANGA PRIMARY SCHOOL	-	-	400,000	-	400,000	0
KIAMAIRI PRIMARY SCHOOL	-	-	900,000	-	900,000	0
KIBUKA PRIMARY SCHOOL	300,000	-	-	-	300,000	300,000
KIRIGICHA PRIMARY SCHOOL	-	-	400,000	-	400,000	0
KIRIGICHA PRIMARY SCHOOL	-	-	500,000	-	500,000	0
KITHIOROKA PRIMARY SCHOOL	-	-	900,000	-	900,000	900,000
KIUGUNI PRIMARY SCHOOL	-	-	900,000	-	900,000	0
KOOGA KANTHI PRIMARY SCHOOL	-	-	300,000	-	300,000	0
MAKITHI PRIMARY SCHOOL	-	-	600,000	-	600,000	0
MAKITHI PRIMARY SCHOOL	-	-	300,000	-	300,000	0
MANDURU PRIMARY SCHOOL	-	-	600,000	-	600,000	0
MANDURU PRIMARY SCHOOL	-	-	300,000	-	300,000	0
MARIANGO PRIMARY SCHOOL	-	-	600,000	-	600,000	0
MARIANGO PRIMARY SCHOOL	-	-	300,000	-	300,000	0
MARORERIA PRIMARY SCHOOL	-	-	600,000	-	600,000	0
MARORERIA PRIMARY SCHOOL	-	-	300,000	-	300,000	0
MATAGATANI PRIMARY SCHOOL	-	-	300,000	-	300,000	0
MAUTHINI PRIMARY SCHOOL	-	-	600,000	-	600,000	0
MAUTHINI PRIMARY SCHOOL	-	-	300,000	-	300,000	0
MBACACA PRIMARY SCHOOL	-	-	2,000,000	-	2,000,000	0
MPUNGUNI PRIMARY SCHOOL	-	-	900,000	-	900,000	0

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – THARAKA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

Programme/Sub-programme	2018/2019	2018/2019	2018/2019	30/06/2019
Kamwathu secondary	0	1,000,000	1,000,000	1,000,000
KAMWATHU SECONDARY SCHOOL	-	781,035	781,035	781,035
KATHANGACINI SECONDARY SCHOOL	1,500,000	-	1,500,000	-
KIORIMBA DAY SECONDARY SCHOOL	-	300,000	300,000	300,000
KIRUNDI SECONDARY SCHOOL	-	1,000,000	1,000,000	1,000,000
Miomponi secondary school	6,600,000.00	-	6,600,000.00	-
Mugui secondary school	500,000.00	-	500,000.00	500,000.00
MUGUI SECONDARY SCHOOL	-	800,000	800,000	-
Mukothima secondary school	2,000,000.00	-	2,000,000.00	-
Ndaruni secondary	0	1,000,000	1,000,000	1,000,000
Ndurumoni secondary	0	1,000,000	1,000,000	1,000,000
Nkondi girls school	900,000.00	-	900,000.00	-
Tonya secondary	0	1,000,000	1,000,000	1,000,000
Tunyai day secondary school	6,600,000.00	0	6,600,000.00	6,600,000.00
Turima secondary school	1,200,000.00	-	1,200,000.00	-
KAMANYAKI TEACHERS' ADVISORY CENTRE	-	300,000	300,000	300,000
KENYA MEDICAL TRAINING COLLEGE	1,522,973	-	1,522,973	-
KENYA MEDICAL TRAINING COLLEGE	-	477,027	477,027	-
Emergency	5,738,993.45	-	5,738,993.45	2,500,000
Mugui primary school	100,000.00	-	100,000.00	100,000.00
Karethani primary school	100,000.00	-	100,000.00	100,000.00
Turima primary school	100,000.00	-	100,000.00	100,000.00
Kibuka primary school	100,000.00	-	100,000.00	100,000.00
Gaciongo primary school	100,000.00	-	100,000.00	100,000.00
Gatue secondary school	100,000.00	-	100,000.00	100,000.00
Iriani primary school	100,000.00	-	100,000.00	100,000.00
				1,522,973
				477,027
				3,238,993

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – THARAKA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

Programme/Sub-programme	Original Budget		Adjustments		2018/2019		30/06/2019	
	2018/2019		2018/2019		2018/2019		2018/2019	
Kabuabua secondary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Kagucwani primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Kagurini primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Karou primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Kianamuthi primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Kirundi primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Matakiri primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Mutakiri primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Mutaranga primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Rancha primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
7 Gakuuru primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Gaceraka secondary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Kathuura primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
Mutaranga primary school	80,818.00	0	0	0	80,818.00	0	80,818.00	0
Marimanti primary school	100,000.00	-	-	-	100,000.00	-	100,000.00	-
THARAKA CONSTITUENCY ENVIRONMENTAL COMMITTEE	-	227,586	227,586	-	227,586	-	227,586	0
KITHINO POLICE CAMP	1,000,000	0	0	0	1,000,000	0	1,000,000	0
Gakurungu chiefs office	400,000.00	500,000	500,000	-	900,000	500,000	500,000	400,000
IGUMO A.P CAMP	-	500,000	500,000	-	500,000	500,000	500,000	0
KABOTO A.P CAMP	-	931,034	931,034	-	931,034	931,034	931,034	0
Kaboto administration police camp	2,000,000.00	-	-	-	2,000,000	0	2,000,000	0
Kirukuma Assistant chiefs	300,000.00	600,000	600,000	-	900,000.00	900,000.00	900,000.00	-
Kirundi Administration police camp	2,000,000.00	500,000	500,000	-	2,500,000	2,500,000	2,500,000	-
Kirundi Chiefs office	400,000.00	500,000	500,000	-	900,000.00	900,000	900,000	0
Kithino Assistance Chief	500,000.00	-	-	-	500,000.00	-	500,000	500,000
Kithino police	1,000,000.00	0	0	0	1,000,000.00	0	1,000,000	1,000,000

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – THAPAKA CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2019

Programme/Subprogramme	2018/2019	2018/2019	30/06/2019
Mauthimi assistant chiefs	300,000.00	600,000	900,000.00
Nkondi Administration Police camp	1,500,000.00	-	1,500,000
Riamikuu Administration Police camp	1,000,000.00	1,000,000	-
Rukenya Assistant chief	500,000.00	-	1,000,000
Tunyai chiefs office	400,000.00	500,000	900,000
Turima Administration police line	2,500,000.00	-	2,500,000
Tharaka cdf tournament	2,180,817.51	-	2,180,817.51
THARAKA CONSTITUENCY SPORTS COMMITTEE	-	227,587	227,587
Committee allowances	1,500,000.00	500,000	2,000,000
Use of goods and services	2,500,000.00	1,411,112	3,911,112
Capacity building	1,000,000.00	999,640	1,633,640
Committee allowances	1,000,000.00	87,500	1,087,500
Use of goods and services	1,271,226.53	2,635,500	3,873,086
			33,640

(NB: This statement is a disclosure statement indicating the utilisation in the same format at the Entity's budgets which are programme based. Ensure that this document is completed to enable consolidation by the National Treasury)

IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

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

3. Reporting Currency

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

4. Significant Accounting Policies

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

NATIONAL GOVERNMENT ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

a) Recognition of Receipts

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

Tax Receipts

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

Transfers from the Exchequer

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

SIGNIFICANT ACCOUNTING POLICIES

External Assistance

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

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

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

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

Other receipts

NATIONAL GOVERNMENT ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

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

b) Recognition of payments

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

Compensation of Employees

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

Use of Goods and Services

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

Acquisition of Fixed Assets

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

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

SIGNIFICANT ACCOUNTING POLICIES

5. In-kind contributions

NATIONAL GOVERNMENT ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

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

6. Cash and Cash Equivalents

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

7. Accounts Receivable

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

8. Accounts Payable

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

9. Pending Bills

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

NATIONAL GOVERNMENT ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

10. Unutilized Fund

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

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

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

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

12. Comparative Figures

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

13. Subsequent Events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended 30th June 2018.

14. Errors

NATIONAL GOVERNMENT ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

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

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

15. Related Party Transactions

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

NATIONAL GOVERNMENT ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description	2018-2019		2017-2018	
		Kshs		Kshs
NGCDF Board disbursements				
AIE NO:B030217	1	10,000,000		
AIE NO:B42628	2	11,000,000		
AIE NO:B007487	3	7,000,000		
AIE NO :B005484	4	12,000,000		
AIE NO:047056	5	14,000,000		
AIE NO005182	6	53,784,483		
AIE NO:A892906	7			37,905,172
AIE NO:A892723	8			30,948,275
AIE NO:892521	9			5,500,000
AIE NO:892686	10			500,000
TOTAL		107,784,483		74,853,447

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019		2017-2018	
		Kshs		Kshs
Receipts from sale of Buildings				

NATIONAL GOVERNMENT ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

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 ENTITY - (THARAKA)
Reports and Financial Statements
For the year ended June 30, 2017 (Kshs'000)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2018-2019 Kshs	2017-2018 Kshs
Interest Received	-	-
Rents	-	-
Receipts from Sale of tender documents	-	-
Other Receipts Not Classified Elsewhere	-	-
Total	-	-

4. COMPENSATION OF EMPLOYEES

	2018-2019 Kshs	2017-2018 Kshs
Basic wages of contractual employees	1,739,000	1,474,351
Basic wages of casual labour	31,000	-
Personal allowances paid as part of salary		
House allowance	-	-
Transport allowance	50,000	-
Leave allowance	519,002	-
Gratuity	-	-
Other personnel payments	-	120,000
Total	2,339,002	1,594,351

NATIONAL GOVERNMENT ENTITY - (THARAKA)
 Reports and Financial Statements
 For the year ended June 30, 2017 (Kshs'000)

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2018-2019	2017-2018
	Kshs	Kshs
Committee Expenses	3,087,500	4,186,000
Utilities, supplies and services	80,000	60,280
Communication, supplies and services	297,000	19,920
Domestic travel and subsistence	956,200	-
Printing, advertising and information supplies & services	739,798	-
Rentals of produced assets	-	-
Training expenses	1,633,640	867,900
Hospitality supplies and services	1,708,330	477,935
Insurance costs	-	123,091
Specialized materials and services	-	2,500,000
Office and general supplies and services	780,060	219,910
Other operating expenses	45,174	-
Fuel oil and lubricants	1,195,340	768,131
Routine maintenance - vehicles and other transport equipment	1,751,561	1,372,450
Routine maintenance - other assets	230,735	93,140
Other committee expenses		195,000
Total	12,505,338	10,883,757

NATIONAL GOVERNMENT ENTITY - (THARAKA)
 Reports and Financial Statements
 For the year ended June 30, 2017 (Kshs'000)
 NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018-2019	2017-2018
	Kshs	Kshs
Transfers to National Government entities		
Transfers to primary schools (see attached list)	32,800,000	7,500,000
Transfers to secondary schools (see attached list)	23,781,035	16,100,000
Transfers to tertiary institutions (see attached list)	300,000	
Transfers to health institutions (see attached list)		
TOTAL	56,881,035	23,600,000

7. OTHER GRANTS AND OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Bursary – secondary schools (see attached list)	18,303,640	6,591,550
Bursary – tertiary institutions (see attached list)	7,873,352	7,222,503
Bursary – special schools (see attached list)	1,998,000	-
Mock & CAT (see attached list)	-	-
Roads		500,000
Others		
Security projects (see attached list)	9,531,034	5,600,000
Sports projects (see attached list)	2,408,404	1736,206
Environment projects (see attached list)	2,408,404	1,736,206
Emergency projects (see attached list)	2,500,000	4,160,000
Others		600,000
Total	45,022,834	28,146,465

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

<u>Non Financial Assets</u>	2018-2019	2017-2018
	Kshs	Kshs
Purchase of Buildings		
Construction of Buildings		
Refurbishment of Buildings	1,300,000	
Purchase of Vehicles and Other Transport Equipment		413,000
Overhaul of Vehicles and Other Transport Equipment		
Purchase of Household Furniture and Institutional Equipment		
Purchase of Office Furniture and General Equipment		
Purchase of photocopier	199,500	
Purchase of ICT Equipment, Software and Other ICT Assets		
Purchase of Specialised Plant, Equipment and Machinery		
Rehabilitation and Renovation of Plant, Machinery and Equip.		
Acquisition of Land		
Acquisition of Intangible Assets		
Total	1,499,500	413,000

9. OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Strategic plan	-	-
ICT Hub	-	-
TIVET	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kshs	Kshs
Tharaka NG CDF Account no 01120058205800	1,036,222	11,499,448
Total	1,036,222	11,499,448
10B: CASH IN HAND		
Location 1	-	-
Total	-	-

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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
N/A	N/A	-	-	-
Total				-

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

12A. RETENTION

	2018 - 2019	2017-2018
	Kshs	Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total	-	-

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12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019	2017-2018
	Kshs	Kshs
Name 1	-	-
Name 2	-	-
Name 3	-	-
Add as appropriate		
Total	-	-

13. BALANCES BROUGHT FORWARD

	2018-2019	2017-2018
	Kshs	Kshs
Bank accounts	11,499,448	1,283,574
Cash in hand	-	-
Imprest	-	-
Total	11,499,448	1,283,574

[Provide short appropriate explanations as necessary]

NATIONAL GOVERNMENT ENTITY - (THARAKA)
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14. PRIOR YEAR ADJUSTMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2018-2019	2017-2018
	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>)	-	-
	-	-

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NOTES TO THE FINANCIAL STATEMENTS (Continued)

ANNEX 1 - SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land				
Buildings and structures	7,310,523	1,300,000	-	8,610,523
Transport equipment	4,579,250	-	-	4,579,250
Office equipment, furniture and fittings	425,000	-	-	425,000
ICT Equipment, Software and Other ICT Assets	388,295	-	-	388,295
Other Machinery and Equipment	-	199,500	-	199,500
Heritage and cultural assets	-	-	-	-
Intangible assets	-	-	-	-
Total	12,703,068	1,499,500	-	14,202,568

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ANNEX 2-PMC BANK BALANCES AS AT 30TH JUNE 2019

PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
NDARUNI MIXED SECONDARY SCHOOL	Cooperative	01141058292400	900,000	1,073,336.00
NDARUNI PRIMARY SCHOOL	Cooperative	01141207472900	-	169,175.00
NKOMARU PRIMARY SCHOOL	Cooperative	01141207470200	-	894,275
RANCHA ROAD	Cooperative	01141207329400	225.50	225.50
NDURUMONI PRIMARY SCHOOL	Cooperative	01141058240900	-	1,000,000
MUGUI SECONDARY SCHOOL	Cooperative	01141207399000	1,500,000	207,217
MUGUI AP CAMP	Cooperative	01141207329500	1,325	1,325
MAUTHINI PRIMARY SCHOOL	Cooperative	01141207468500	-	226,140.40
MARORERIA PRIMARY SCHOOL	Cooperative	01141207470600	-	37,217.35
MARIMANTI PRISON	Cooperative	01141207329300	1,775.25	1,775.25
KIUGUNI PRIMARY SCHOOL	Cooperative	01141207466700	-	436,530.80
KIBUKA PRIMARY SCHOOL	Cooperative	01141207417000	-	225.50
KAMARANDI SECONDARY SCHOOL	Cooperative	01141052759500	-	1,394,996
KABUABUA GIRLS SECONDARY SCHOOL	Cooperative	01141207469300	-	392,214.20
IRUMA PRIMARY SCHOOL	Cooperative	01141207487800	-	535.00
KARANGARE PRIMARY SCHOOL	Cooperative	01141207468400	-	55,037
RUUNGU PRIMARY SCHOOL	Cooperative	01141207467700	-	368,615.00
GAKAUNI PRIMARY SCHOOL	Cooperative	01141207469500	-	287,896.00
GAKUURU DAY SECONDARY SCHOOL	Cooperative	01141207469600	-	86,382.60
NDARUNI MIXED DAY	Cooperative	01141058292400	900,000	1,073,336
NDURUMONI PRIMARY	Cooperative	01141058240900	-	1,000,000

NTORONI AP CAMP	BANK			
NATIONAL GOVERNMENT ENTITY - (THARAKA)	CO-OPERATIVE BANK	01141207400200	600,000.00	1,325.00
MWERERA PRIMARY SCHOOL	CO-OPERATIVE BANK	01141058241700	-	-
MUKOTHIMA PRIMARY SCHOOL	CO-OPERATIVE BANK	01141207398300	300,000.00	1,325.00
KIRUNDI SUB LOCALATIONAL ASS CHIEF OFFICE	CO-OPERATIVE BANK	01141207472300	-	245,720.00
TURIMA TWERU AP CAMP	CO-OPERATIVE BANK	01141207331200	775.25	
CCM KAMATUMO PRIMARY SCHOOL	CO-OPERATIVE BANK	01141207467600	-	60,758.20
CCM NKURURUNI PRIMARY SCHOOL	CO-OPERATIVE BANK	01141058249000	600,000.00	-
IGUMO APCAMP PROJECT COMMITTEE	CO-OPERATIVE BANK	01141207478200	-	499,275.00
KAGURINI PRIMARY SCHOOL	CO-OPERATIVE BANK	01141207468600	-	78,507.00
KAMACABI AP CAMP	CO-OPERATIVE BANK	01141207324200	1,000,000.00	94,007.00
KATHANGA PRIMARY SCHOOL	CO-OPERATIVE BANK	01141057215000	-	1,095.00
KIAGU PRIMARY SCHOOL	CO-OPERATIVE BANK	01141058212500	-	-
SHIN HYUN PRIMARY SCHOOL	CO-OPERATIVE BANK	01141207467200	-	213,767.00
NKUNDI PRIMARY SCHOOL	CO-OPERATIVE BANK	01141207469700		40,564.00
IRIANI SECONDARY SCHOOL	CO-OPERATIVE BANK	01141207421000	-	725.00
KAMANYAKI ZONE EDUCATION OFFICE	CO-OPERATIVE BANK	01141207409000	-	11,798.70
KIAMIRAMBA POLICE POST	CO-OPERATIVE BANK	01141207323700	3,000,000.00	183,812.40
TONYA MIXED DAY SECONDARY SCHOOL	CO-OPERATIVE BANK	01141207429200	-	83,160.80
TUNYAI CHIEFS OFFICE PROJECT	CO-OPERATIVE BANK	01141207471700	-	241,668.00
CCM NJUKINI PRIMARY SCHOOL	CO-OPERATIVE BANK	01141207405600	900,000.00	86,831.40
KERERIA PRIMARY SCHOOL	CO-OPERATIVE BANK	01141058214301	-	1,325.00
KIJEGE PRIMARY SCHOOL	CO-OPERATIVE BANK	01141207405000	1,800,000.00	107,998.30
KIORIMBA DAY SECONDARY SCHOOL	CO-OPERATIVE BANK	01141207455000	-	41,154.00
GAKURUNGU CHIEFS OFFICE PROJECT	CO-OPERATIVE BANK	01141207468900	-	32,622.90
MANDURU PRIMARY SCHOOL	CO-OPERATIVE BANK	01141058246600	-	53,249.60
THARAKA CDF OFFOCE	COOPERATIVE	01120058205801	-	131,186.73

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