

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

**THE NATIONAL ASSEMBLY**  
**PAPERS LAID**

DATE: 08 AUG 2019 DAY: Thursday

TABLED BY: Majority Whip  
CLERK-AT-THE-TABLE: G. de chebet

PARLIAMENT  
OF KENYA  
LIBRARY

OF  
**THE AUDITOR-GENERAL**

ON

**THE FINANCIAL STATEMENTS OF  
NATIONAL GOVERNMENT  
CONSTITUENCIES DEVELOPMENT FUND  
EMBAKASI EAST CONSTITUENCY**

**FOR THE YEAR  
ENDED 30 JUNE 2018**





OFFICE OF THE AUDITOR GENERAL  
P. O. Box 30084 - 00100, NAIROBI  
REGISTRY  
- 7 MAY 2019  
**RECEIVED**

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND EMBAKASI  
EAST CONSTITUENCY**

**REPORTS AND FINANCIAL STATEMENTS**

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

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

**FUND ACCOUNTS MANAGER**  
**EMBAKASI EAST**  
NG - Constituency Development Fund  
Date .....



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

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**FUND ACCOUNT. MANAGER  
EMBAKASI EAST  
NG - Constituency Development  
Date.....**



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
EMBAKASI EAST CONSTITUENCY**

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

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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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
EMBAKASI EAST CONSTITUENCY**

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

**Core Values**

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

**(b) Key Management**

The NGCDF EMBAKASI EAST 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 30<sup>th</sup> June 2018 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Victor Ouma
3.	Sub-County Accountant	Alois Kimuyu
4.	Chairperson NGCDFC	Jane Akinyi
5.	Member NGCDFC	Josephine Owino

**(d) Fiduciary Oversight Arrangements**

The Audit and Risk Management Committee (ARMC) of NGCDF Board provide overall fiduciary oversight on the activities of NGCDF -EMBAKASI EAST 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 EMBAKASI EAST Constituency Headquarters**

P.O. Box 2360-00515  
Greenspan mall  
Along old Donholm Road  
Nairobi, KENYA



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
EMBAKASI EAST CONSTITUENCY**

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

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**(f) NGCDF EMBAKASI EAST Constituency Contacts**

Telephone: (254)  
E-mail: [vouma@ngcdf.go.ke](mailto:vouma@ngcdf.go.ke)  
Website: [www.go.ke](http://www.go.ke)

**(g) NGCDF EMBAKASI EAST Constituency Bankers**

Equity Bank...  
Donholm  
P.o Box 5328-20100  
Nairobi Kenya

**(h) Independent Auditors**

Auditor General  
Office of the Auditor General  
Anniversary Towers, University Way  
P.O. Box 30084  
GOP 00100  
Nairobi, Kenya

**(i) Principal Legal Adviser**

The Attorney General  
State Law Office  
Harambee Avenue  
P.O. Box 40112  
City Square 00200  
Nairobi, Kenya



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)  
EMBAKASI EAST CONSTITUENCY**

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

**II. FORWARD BY THE CHAIRPERSON NGCDF COMMITTEE**

The people of Embakasi east constituency are determined to participate effectively in domesticating objectives of vision the big 5 in our development planning. The constituents now have power to implement the formulation and implementation of development programmes in the constituency for the works within the aspiration of the constitution of Kenya which makes public participation mandatory. The utilization of the NG-CDF has always been carried out with fairness, transparency, openness and accountability.

**Financial year budget**

In the financial year 2017/18 the NG-CDF Embakasi East was allocated Ksh. **86,810,345** in which the office has since only got Ksh. **46,405,172.00** the utilization has went well in which 90% of the funds allocated to projects has been utilized effectively as bellow.

**Table 1.0 summary of budget performance**

<b>PROJECT</b>	<b>STATUS IN%</b>
<b>Donholm primary school- renovations</b>	50%
Donholm primary school toilet	50%
<b>Edevele primary school-upper</b>	50%
<b>Edevele primary school-lower</b>	50%
Bursary for the needy	95%

**Key achievements**

We have therefore completed our allocations in time, and achieved the results as stipulated in the summary table above.


**Challenges and emerging issues**

The delay in implementing of the projects was due to the political situation in the country and the first disbursement was received on February 2018.

There is a great challenge which is the in availability of land which forces the constituency to re-allocate most of its projects which requires land.

There is also a challenge in the education sector this is because there are many needy students who are in need of support through the bursary fund which is never enough; this is due to lower middle income economy status within the constituency.

We therefore recommend that if the community and the National Government could join hand and avail land for CDF to realize the said projects which require land efficiently.



*Sign*

**CHAIRPERSON NGCDF COMMITTEE**



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

**EMBAKASI EAST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

**III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES**

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

The Accounting Officer in charge of the NGCDF-EMBAKASI EAST Constituency is responsible for the preparation and presentation of the entity's financial statements, which give a true and fair view of the state of affairs of the entity for and as at the end of the financial year (period) ended on June 30, 2018. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the entity; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the entity; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

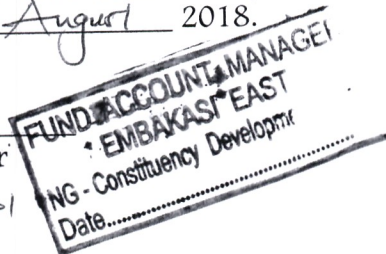
The Accounting Officer in charge of the NGCDF-EMBAKASI EAST Constituency accepts responsibility for the entity's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting 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, 2018, and of the entity's financial position as at that date. The Accounting Officer charge of the NGCDF-EMBAKASI EAST 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.

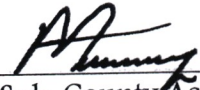
The Accounting Officer in charge of the NGCDF-EMBAKASI EAST Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for 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-EMBAKASI EAST Constituency financial statements were approved and signed by the Accounting Officer on August 2018.

Fund Account Manager  
Name: VICTOR OMONDI



  
Sub-County Accountant  
Name: ALOYS KIMUYU.  
ICPAK Member Number: 8506.



# REPUBLIC OF KENYA

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Fax: +254-20-311482  
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Website: www.kenao.go.ke



P.O. Box 30084-00100  
NAIROBI

## OFFICE OF THE AUDITOR-GENERAL

### REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND – EMBAKASI EAST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2018

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#### REPORT ON THE FINANCIAL STATEMENTS

#### Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Embakasi East Constituency set out on pages 6 to 27, which comprise the statement of assets as at 30 June 2018, and the statement of receipts and payments, statement of cash flow and summary statement of appropriation-recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Embakasi East Constituency as at 30 June 2018, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the Public Finance Management Act, 2012 and National Government Constituencies Development Fund Act, 2015.

#### Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of National Government Constituencies Development Fund – Embakasi East Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 matter described in the Basis for Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section, I have determined that there are no key audit matters to communicate in my report.

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*Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund – Embakasi East Constituency for the year ended 30 June 2018*

## 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 matter described in the Basis for Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public resources have not been applied lawfully and in an effective way.

### Basis for Conclusion

#### 1. Non-Implementation of Projects

Examination of budget documents revealed that the Embakasi East NG-CDF had not implemented as at the 30 June 2018 projects amounting to Kshs.17,113,233.90 as shown:

Project Name	Project Number	Amount-Kshs
Tassia market road 1.6km	4-047-285-2640101-107-2017/18-001	8,286,112.00
Vumilia access center road 0.6km	4-047-285-2640200-107-2017/18-002	1,713,888.00
NG-CDF Office furniture	4-047-285-3110901-100-2017/18-006	700,000.00
Embakasi Garrison Secondary School	4-047-285-2640510-110-2017/18-001	1,736,206.90
Mihango Chiefs Office	4-047-285-2211311-108-2017/18-003	1,169,256.75
Embakasi Garrison Secondary School	4-047-285-2211311-108-2017/18-001	1,169,256.75
Utawala Secondary school	4-047-285-2211311-108-2017/18-002	1,169,256.75
Soweto Chiefs Office	4-047-285-2211311-108-2017/18-004	1,169,256.75
<b>TOTAL</b>		<b>17,113,233.90</b>

Failure to implement the planned projects and programmes impacted negatively on service delivery to the constituents.

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, except for the matter 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 internal controls, risk management and governance were not effective.

### **Basis for Conclusion**

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

### **Responsibilities of Management and Those Charged with Governance**

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

In preparing the financial statements, management is responsible for assessing the ability of National Government Constituencies Development Fund - Embakasi East Constituency to sustain services, disclosing and as applicable matters related to sustainability of services and using the applicable basis of accounting unless the management either intends to cease operations, or have no realistic alternative but to do so.

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

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

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

### **Auditor-General's Responsibilities for the Audit**

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the

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

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

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

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

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

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

- Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease sustaining 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 National Government Constituencies Development Fund- Embakasi East Constituency 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**

**28 June 2019**




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

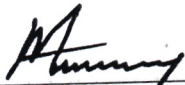
**IV. STATEMENT OF RECEIPTS AND PAYMENTS**

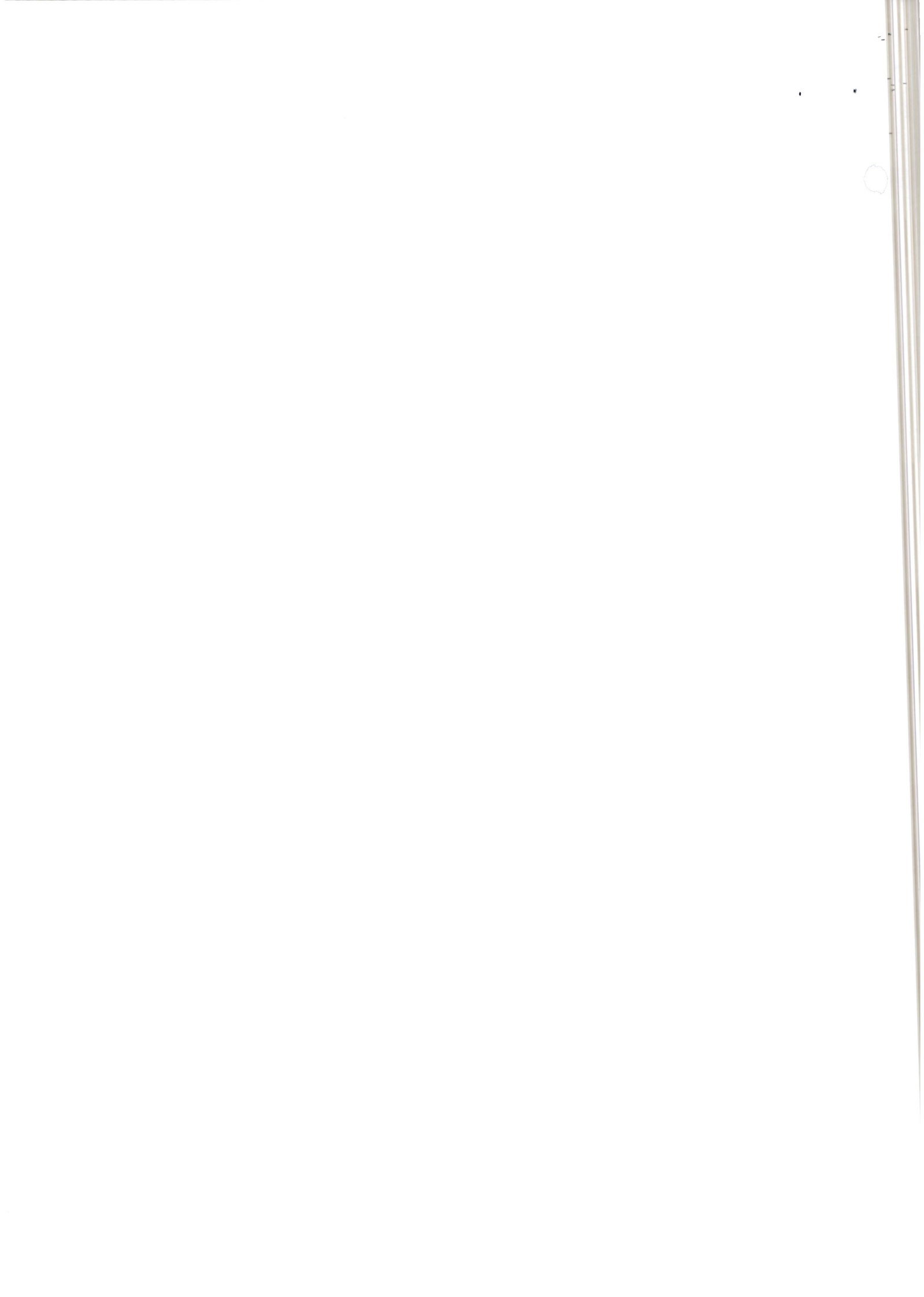
	Note	2017-2018	2016-2017
		Kshs	Kshs
<b>RECEIPTS</b>			
Transfers from CDF board-AIEs' Received	1	87,353,447	88,666,127
Proceeds from Sale of Assets	2	-	-
Other Receipts	3	90,000	-
<b>TOTAL RECEIPTS</b>		<b>87,443,447</b>	<b>88,666,127</b>
<b>PAYMENTS</b>			
Compensation of employees	4	1,492,582	2,175,081
Use of goods and services	5	10,876,327	5,522,494
Transfers to Other Government Units	6	34,529,821	32,961,361
Other grants and transfers	7	38,665,842	50,354,017
Acquisition of Assets	8	-	1,999,100
Other Payments	9	-	-
<b>TOTAL PAYMENTS</b>		<b>85,564,571</b>	<b>93,012,053</b>
<b>SURPLUS/DEFICIT</b>		<b>1,878,876</b>	<b>(4,345,926)</b>

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

  
Fund Account Manager  
Name: VICTOR OMONDI

**FUND ACCOUNT MANAGER**  
**- EMBAKASI EAST**  
**NG - Constituency Development F...**  
Date.....

  
Sub-County Accountant  
Name: **ALOIS KIMUYU.**  
ICPAK Member Number: **8506**



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

V. STATEMENT OF ASSETS

	Note	2017-2018	2016-2017
		Kshs	Kshs
<b>FINANCIAL ASSETS</b>			
<b>Cash and Cash Equivalents</b>			
Bank Balances ( as per the cash book)	10A	11,635,888	9,757,012
Cash Balances (cash at hand)	10B	-	-
Current receivables-Outstanding Imprests	11	-	-
<b>TOTAL FINANCIAL ASSETS</b>		<b>11,635,888</b>	<b>9,757,012</b>
<b>FINANCIAL LIABILITIES</b>			
<b>Accounts payable-Retention</b>	12		
<b>REPRESENTED BY</b>			
<b>Fund balance b/fwd 1st July...2017</b>	13	<b>9,757,012</b>	<b>14,102,938</b>
<b>Surplus/Deficit for the year</b>		<b>1,878,876</b>	<b>(4,345,926)</b>
<b>Prior year adjustments</b>	14	<b>-</b>	
<b>NET FINANCIAL POSITION</b>		<b>11,635,888</b>	<b>9,757,012</b>

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

Fund Account Manager  
 Name: VICTOR OMONDI



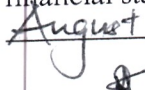
Sub-County Accountant  
 Name: ALOIS KIMUTU.  
 ICPAK Member Number: 8506

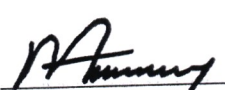


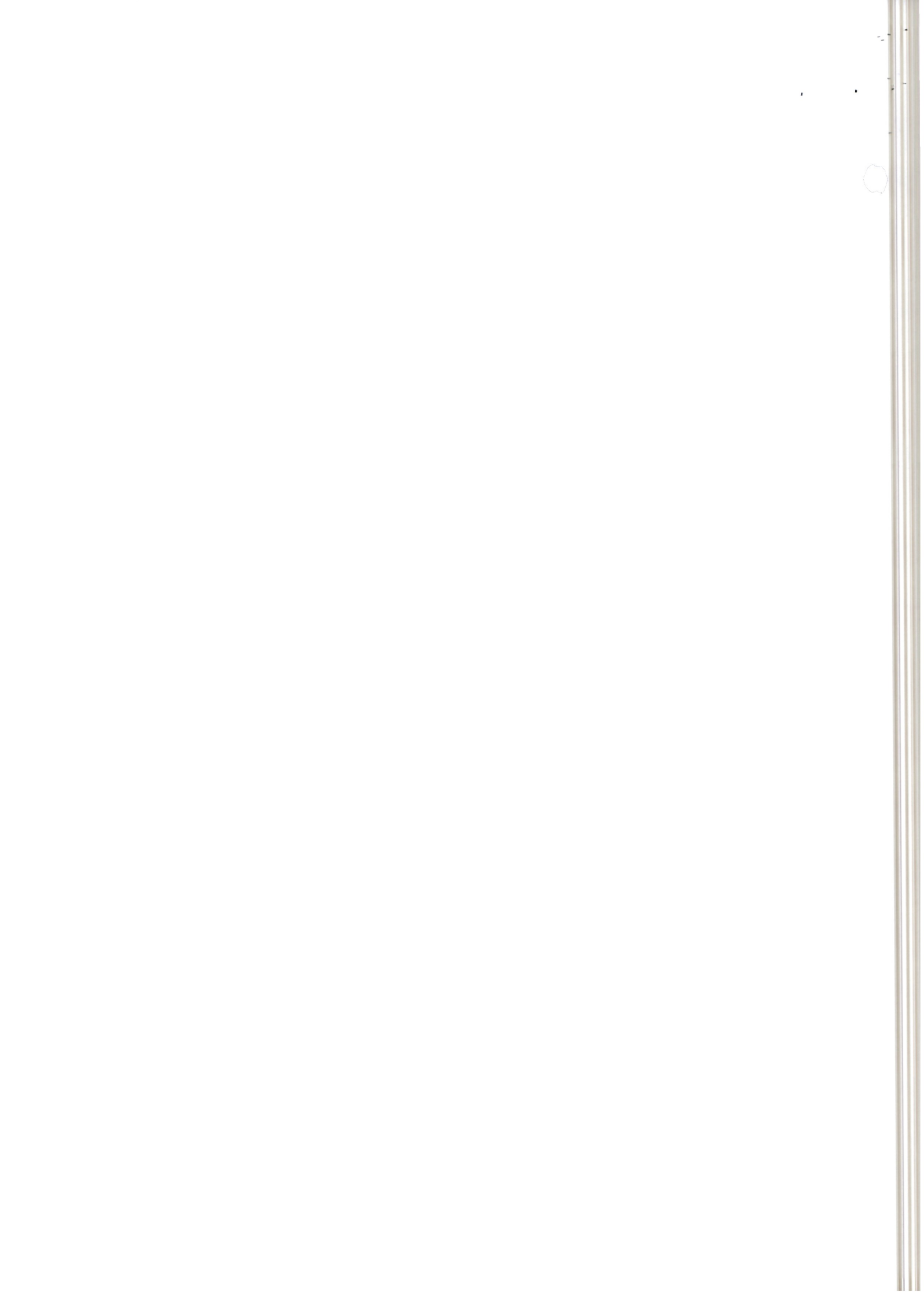
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)**  
**EMBAKASI EAST CONSTITUENCY**  
**Reports and Financial Statements**  
**For the year ended June 30, 2018**

VI. STATEMENT OF CASHFLOW		2017-2018	2016-2017
<b>Receipts for operating income</b>			
Transfers from CDF Board	1	87,353,447	88,666,127
Other Receipts	3	90,000	-
		87,443,447	88,666,127
<b>Payments for operating expenses</b>			
Compensation of Employees	4	1,492,582	2,175,081
Use of goods and services	5	10,876,327	5,522,494
Transfers to Other Government Units	6	34,529,821	32,961,361
Other grants and transfers	7	38,665,842	50,354,017
Other Payments	9	-	-
<b>Adjusted for:</b>			
Adjustments during the year(retention)		-	-
		85,564,571	91,012,953
<b>Net cash flow from operating activities</b>		1,878,876	(2,346,826)
<b>CASHFLOW FROM INVESTING ACTIVITIES</b>			
Proceeds from Sale of Assets	2	-	-
Acquisition of Assets	8	-	1,999,100
<b>Net cash flows from Investing Activities</b>		1,878,876	(4,345,926)
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>			
<b>Cash and cash equivalent at BEGINNING of the year</b>	12	9,757,012	14,102,938
<b>Cash and cash equivalent at END of the year</b>	10A	11,635,888	9,757,012

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

  
 Fund Account Manager  
 Name: VICTOR OMONDI

  
 Sub-County Accountant  
 Name: ALOIS KIMUTTY  
 ICPAK Member Number: 8506



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

7/II. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED


Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
<b>RECEIPTS</b>						
Transfers from CDF Board	86,810,345	62,174,597	148,984,942	97,200,459	51,784,483	65%
Proceeds from Sale of Assets						
Other Receipts	86,810,345	62,174,597	148,984,942	97,200,459	51,784,483	65%
<b>PAYMENTS</b>						
Compensation of Employees	2,610,760	2,124,385	4,735,145	1,492,582	3,242,563	31.5%
Use of goods and services	8,002,171	4,259,546	12,261,717	10,876,327	1,385,390	88.7%
Transfers to Other Government Units	24,262,150	31,572,220	55,834,370	34,529,821	21,304,549	61.8%
Other grants and transfers	51,235,264	23,257,747	74,493,010	38,665,842	35,827,168	51.9%
Acquisition of Assets	700,000	960,700	1,660,700	0	1,660,700	0.0%
Other Payments				0	0	0.0%
<b>TOTALS</b>	<b>86,810,345</b>	<b>62,174,597</b>	<b>148,984,942</b>	<b>85,564,571</b>	<b>63,420,371</b>	<b>57.4%</b>

(a) The constituency realized kshs 90,000 through sale of tenders, which is included as part of the adjustments.

(b) In the financial year 2017/2018, Embakasi East NG-CDF did not have underutilization of 90% or over utilization of over 100%

The NGCDF-EMBAKASI EAST Constituency financial statements were approved on August 2018 and signed by:

Fund Account Manager  
Name: VICAOR OMONDI

  
Sub-County Accountant  
Name: Alois Kimunya  
ICPAK Member Number: 8506



**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 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-EMBAKASI EAST Constituency. The financial statements encompass the reporting entity as specified under section 81 of the PFM Act 2012

**3. Reporting Currency**

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

**4. Significant Accounting Policies**

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

**a) Recognition of Receipts**

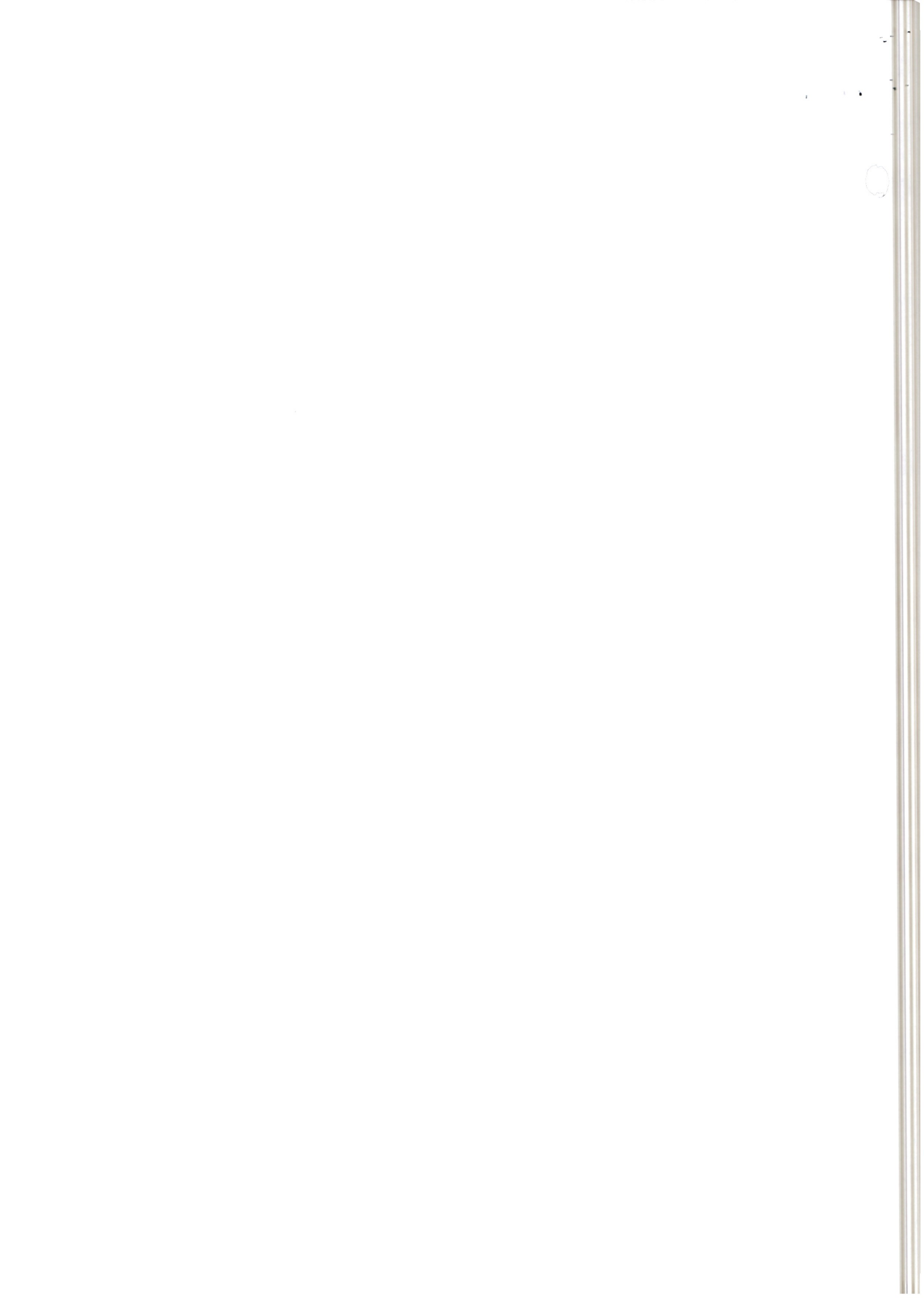
The Entity recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the Entity.

**Tax Receipts**

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

**Transfers from the Exchequer**

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



## **SIGNIFICANT ACCOUNTING POLICIES**

### **External Assistance**

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

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

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

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

### **Other receipts**

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

## **b) Recognition of payments**

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

### **Compensation of Employees**

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

### **Use of Goods and Services**

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

### **Acquisition of Fixed Assets**

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

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

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**SIGNIFICANT ACCOUNTING POLICIES**

**5. In-kind contributions**

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

**6. Cash and Cash Equivalents**

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

**7. Accounts Receivable**

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

**8. Accounts Payable**

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

**9. Pending Bills**

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

**10. Unutilized Funds**

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



**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 1<sup>st</sup> July 2017 to 30<sup>th</sup> 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 30<sup>th</sup> June 2018.

**14. Errors**

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

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

**15. Related Party Transactions**

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



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

**IX. NOTES TO THE FINANCIAL STATEMENTS**

<b>1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES</b>				
<b>Description</b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Normal Allocation	AIE NO.825976	5,500,000	47,717,850	
	AIE NO.829536	40,948,275	4,094,828	
	AIE NO.855717	20,000,000	36,853,449	
	AIE NO.855719	20,905,172		
Conditional grants	AIE NO...		-	
	AIE NO...		-	
Receipt from other Constituency			-	
<b>TOTAL</b>		<b>87,353,447</b>	<b>88,666,127</b>	
<b>2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS</b>				
<b>Description</b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Receipts from the Sale of Buildings				
Receipts from the Sale of Vehicles and Transport Equipment				
Receipts from the Sale Plant Machinery and Equipment				
Receipts from the Sale of office and general equipment				
	<b>Total</b>	<b>-</b>		



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
EMBAKASI EAST CONSTITUENCY**

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

<b>3 OTHER RECEIPTS</b>				
<b>Description</b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Interest Received		-		
Rents		-		
Sale of tender documents		90,000	-	
Other Receipts Not Classified Elsewhere (specify)		-	-	
<b>Total</b>		<b>90,000</b>	<b>-</b>	
<b>4 COMPENSATION OF EMPLOYEES</b>				
<b>Description</b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Basic wages of contractual employees		1,473,182	2,155,881	
Basic wages of casual labour			-	
<b>Personal allowances paid as part of salary</b>				
House allowance			-	
Transport allowance			-	
Leave allowance				
Other personnel payments			-	
employer contribution to NSSF		19,400	19,200	
gratuity				
<b>Total</b>		<b>1,492,582</b>	<b>2,175,081</b>	
<b>5 USE OF GOODS AND SERVICES</b>				
<b>Description</b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Utilities, supplies and services		17,060	394,090	
Office rent		1,067,192	466,675	



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

Communication, supplies and services		276,680	300,000	
Domestic travel and subsistence		40,000		
Printing, advertising and information supplies & services		80,000	100,000	
Rentals of produced assets				
Training expenses		1,643,000	2,339,870	
Other committee expenses		2,216,000		
Committee allowance		750,000	1,328,000	
Hospitality supplies and services				
Insurance costs				
Specialised materials and services				
Office and general supplies and services		1,052,505	528,859	
Fuel, oil & lubricants				
Other operating expenses KENAO				
Routine maintenance – vehicles and other transport equipment				
Bank charges		233,889	65,000	
strategic plan		3,500,000		
<b>Total</b>		<b>10,876,327</b>	<b>5,522,494</b>	
<b>6 TRANSFER TO OTHER GOVERNMENT ENTITIES</b>				
<b>Description</b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Transfers to primary schools		29,721,083	17,362,351	
Transfers to secondary schools		325,979	15,599,010	
Transfers to Tertiary institutions				
Transfers to Health institutions		4,482,759		



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
EMBAKASI EAST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

<b>TOTAL</b>		<b>34,529,821</b>	<b>32,961,361</b>	
<b>7 OTHER GRANTS AND OTHER PAYMENTS</b>				
<b>Description</b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Bursary -Secondary		<b>11,156,250</b>	<b>33,690,500</b>	
Bursary -Tertiary		<b>13,719,000</b>	<b>3,060,000</b>	
Bursary-Special schools		-	<b>603,000</b>	
Mocks & CAT		-		
water/Sewers		-		
Agriculture (Markets)		-		
Electricity projects		-		
Security			<b>2,969,415</b>	
Roads				
Sports		<b>1,625,000</b>	<b>2,499,875</b>	
Environment		<b>1,600,000</b>	<b>1,871,229</b>	
Emergency Projects (specify)		<b>10,565,592</b>	<b>5,659,998</b>	
Development - factories/stadiums		-	-	
<b>Total</b>		<b>38,665,842</b>	<b>50,354,017</b>	
<b>8 ACQUISITION OF ASSETS</b>				
<b><u>Non Financial Assets</u></b>		<b>2017-2018</b>	<b>2016-2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Purchase of Buildings		-	-	
Construction of Buildings			-	
Refurbishment of Buildings		-	-	
Purchase of Vehicles		-	-	
Purchase of Bicycles & Motorcycles		-	-	
Overhaul of Vehicles		-	-	
Purchase of Office furniture and fittings		-	-	

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
EMBAKASI EAST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

Purchase of computers ,printers and other IT equipments				
Purchase of photocopier		-	-	
Purchase of other office equipments		-	-	
strategic plan			<b>1,999,100</b>	
Acquisition of Land		-	-	
		-	-	
<b>Total</b>		<b>-</b>	<b>1,999,100</b>	

**9 OTHER PAYMENTS**

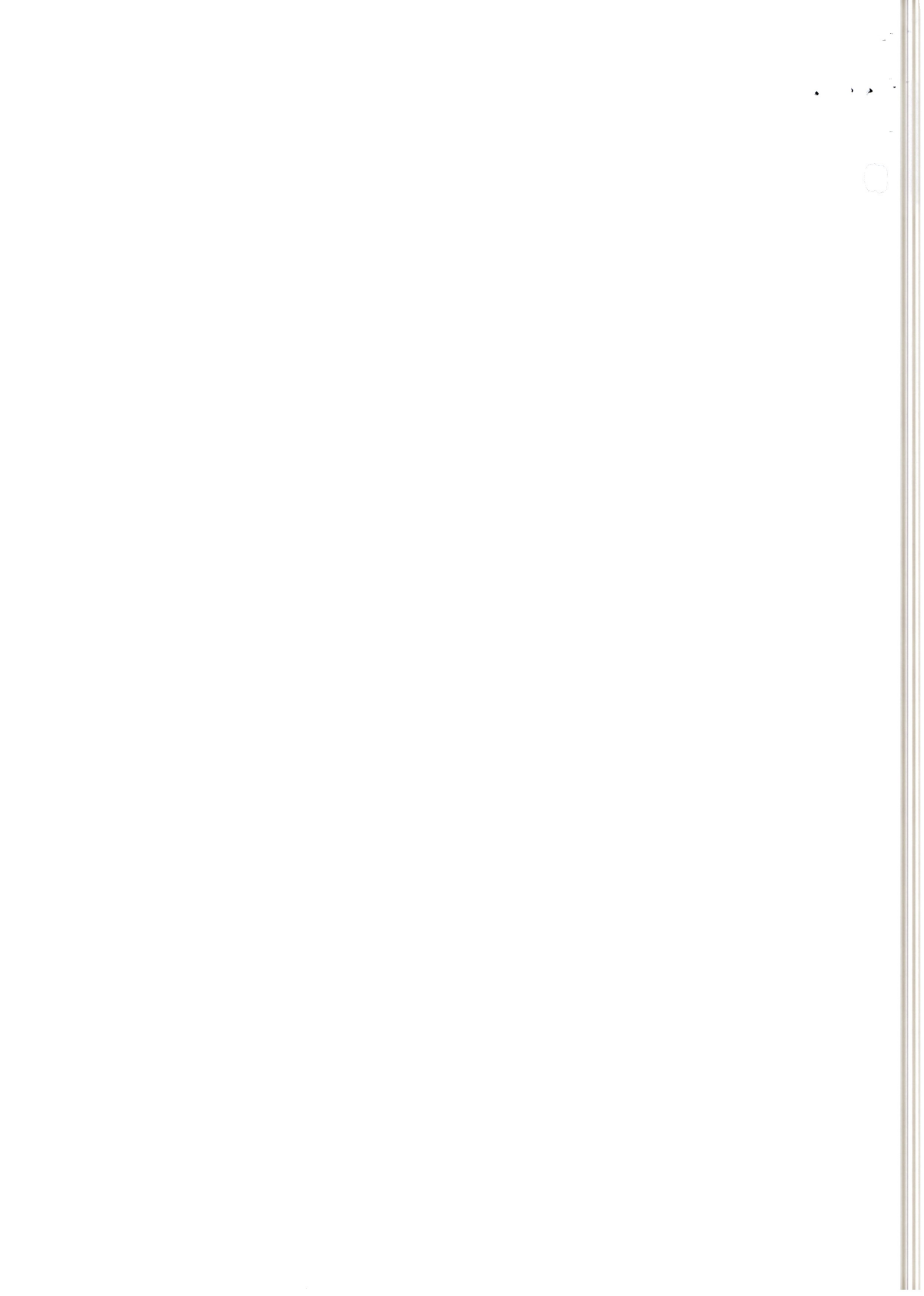
		2017-2018	2016-2017	
		Kshs	Kshs	
strategic plan		-	-	
specify		-	-	
<b>TOTAL</b>		<b>-</b>	<b>-</b>	

**10A: Bank Balances (cash book bank balance)**

Name of Bank	Account Number	2017-2018	2016-2017	
		Kshs (30/6/2018)	Kshs (30/6/2017)	
Equity bankA/c 0820264117294		11,635,888	9,757,012	
<b>Total</b>		<b>11,635,888</b>	<b>9,757,012</b>	

**10B: CASH IN HAND**

		2017-2018	2016-2017	
		Kshs (30/6/2018)	Kshs (30/6/2017)	
Location 1		-	-	
Location 2		-	-	



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –  
EMBAKASI EAST CONSTITUENCY**

**Reports and Financial Statements**

**For the year ended June 30, 2018**

Location 3		-	-	
Other receipts (specify)		-	-	
			-	
<b>Total</b>		-	-	
<i>[Provide cash count certificates for each]</i>				
<b>11: OUTSTANDING IMPRESTS</b>				
<b>Name of Officer</b>	<b>Date imprest taken</b>	<b>Amount Taken</b>	<b>Amount Taken</b>	<b>Balance (30/6/2018)</b>
		<b>Kshs</b>	<b>Kshs</b>	<b>Kshs</b>
Name of Officer	dd/mm/yy	-		-
Name of Officer	dd/mm/yy	-		-
Name of Officer	dd/mm/yy	-		-
<b>Total</b>				-
<b>12 Retention</b>				
		<b>2017 - 2018</b>	<b>2016 - 2017</b>	
<b>Supplier/Contractor</b>	<b>PV No.</b>			
		-	-	
<b>TOTAL</b>		-	-	
<b>13 BALANCES BROUGHT FORWARD</b>				
		<b>2017 - 2018</b>	<b>2016 - 2017</b>	
		<b>Kshs (1/1/2017)</b>	<b>Kshs (1/1/2016)</b>	
<b>Equity bankA/c 0820264117294</b>		<b>9,757,012</b>	<b>14,102,938</b>	
Cash in hand				
Imprest				
<b>Total</b>		<b>9,757,012</b>	<b>14,102,938</b>	
<i>[Provide short appropriate explanations as necessary]</i>				
<b>14 PRIOR YEAR ADJUSTMENTS</b>				
		<b>2017 - 2018</b>	<b>2016 - 2017</b>	
		<b>Kshs</b>	<b>Kshs</b>	
Bank accounts				



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

Cash in hand		-	
Imprest		-	
		-	
<b>Total</b>		-	
<b>15 OTHER IMPORTANT DISCLOSURES</b>			
<b>15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)</b>			
		<b>2017 - 2018</b>	<b>2016 - 2017</b>
		<b>Kshs</b>	<b>Kshs</b>
Construction of buildings		-	
Construction of civil works		-	
Supply of goods		1,385,390	5,302,304.90
Supply of services		-	
<b>TOTAL</b>		<b>1,385,390</b>	<b>5,302,304.90</b>
<b>15.2: PENDING STAFF PAYABLES (See Annex 2)</b>			
		<b>2017 - 2018</b>	<b>2016 - 2017</b>
		<b>Kshs</b>	<b>Kshs</b>
Senior management		-	
Middle management		-	
Unionisable employees		3,242,563	1,456,623.00
Others ( <i>specify</i> )		-	
		3,242,563	1,456,623.00
<b>15.3: OTHER PENDING PAYABLES (See Annex 3)</b>			
		<b>2017 - 2018</b>	<b>2016 - 2017</b>
		<b>Kshs</b>	<b>Kshs</b>
Amounts due to other Government entities (see attached list)		21,304,549	23,630,223.38
Amounts due to other grants and other transfers (see attached list)		35,827,168	14,448,171.58
Others ( <i>specify</i> )		-	



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) - LINDAWASI DISTRICT CONSTITUENCIES**  
**Reports and Financial Statements**  
**For the year ended June 30, 2018**

**ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE**

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017	Comments
	a	b	c	d=a-c		
<b>Construction of buildings</b>						
1.						
2.						
3.						
<b>Sub-Total</b>						
<b>Construction of civil works</b>						
4.						
5.						
6.						
<b>Sub-Total</b>						
<b>Supply of goods</b>						
7.						
8.						
9.						
<b>Sub-Total</b>						
<b>Supply of services</b>						
10.						
11.						
12.						
<b>Sub-Total</b>						
<b>Grand Total</b>						



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) - LIMBANGA DISTRICT COUNCIL**  
**Reports and Financial Statements**  
**For the year ended June 30, 2018**

**ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES**

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2018	Outstanding Balance 2017	Comments
		a	b	c	d=a-c		
<b>Senior Management</b>							
1.							
2.							
3.							
	Sub-Total						
<b>Middle Management</b>							
4.							
5.							
6.							
	Sub-Total						
<b>Unionisable Employees</b>							
7.							
8.							
9.							
	Sub-Total						
<b>Others (specify)</b>							
10. SALARIES							
11. NSSF							
12. NHIF							
	Sub-Total						
	Grand Total						



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

**ANNEX 3 – UNUTILIZED FUNDS**

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES					
Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Outstanding Balance	
		a	b	d=a-c	
Amounts due to other Government entities					
PRIMARY SCHOOL					
SECONDARY SCHOOL					
EMBAKASI GARRISON SEC SCHOOL	PURCHASE OF A SCHOOL BUS	7,000,000.00		7,000,000.00	
UTAWALA SEC SCHOOL	PURCHASE OF A SCHOOL BUS	7,000,000.00		7,000,000.00	
MIHANGO SEC SCHOOL	PURCHASE OF A SCHOOL BUS	7,000,000.00		7,000,000.00	
Sub-Total				21,000,000.00	
Amounts due to other grants and other transfers					
ROADS PROJECTS					
vumilia center access road	Construction of vumilia road	8,286,112.00		8,286,112.00	
tassia market road	Construction of tassia road	1,713,888.00		1,713,888.00	
Security Projects					
Embakasi ward Security high Mast.	Installation of a 30 meters Security high mast with 8 security lights of 400 watts in Embakasi ward, Embakasi village.	4,203,567.81		4,203,567.81	
Lower savannah ward Security high Mast.	Installation of a 30 meters Security high mast with 8 security lights of 400 watts in lower savannah ward boundary between shauri yako and central zones.	4,203,567.81		4,203,567.81	
Upper savannah ward Security high Mast.	Installation of a 30 meters Security high mast with 8 security lights of 400 watts in upper savannah ward ,vumilia village	4,203,567.82		4,203,567.82	
Mihango ward Security high Mast.	Installation of a 30 meters Security high mast with 8 security lights of 400 watts in mihango ward, chokaa village	4,203,567.81		4,203,567.81	



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ENVIRONMENT PROJECTS				
Environmental projects	Installation of 2 No, 20 meters high solar masts in Embakasi garrison secondary school	1,736,206.90	-	1,736,206.90
SPORTS	Purchase of sports kits	1,736,207.00	-	1,736,207.00
EMERGENCY	To cater for any unforeseen occurrences/ calamities in the constituency during the financial year	810,353.83		1,168,005.62
Sub-Total				31,454,690.77
OTHERS				
<b>CONSTITUENCY INNOVATION HUB (CIH)</b>				
Digital innovation Hub.	Installation of Digital Innovation Hub in Utawala secondary school	1,169,256.75		1,169,256.75
Digital innovation Hub.	Installation of Digital Innovation Hub in Embakasi Garrison secondary school	1,169,256.75		1,169,256.75
Digital innovation Hub.	Installation of Digital Innovation Hub in Mihango chiefs office	1,169,256.75		1,169,256.75
Digital innovation Hub.	Installation of Digital Innovation Hub in Soweto chiefs office	1,169,256.75		1,169,256.75
Sub-Total				4,677,027.00
Administration	Employee salaries	3,242,563		4,627,953.00
Monitoring and evaluation	Committee expenses	1,385,390		
<b>ACQUISITION OF ASSETS</b>				
NG-CDF Office furniture's	Purchase of 1 executive office table and 2 executive chairs and 10 Boardroom chairs and an office cabinet.	700,000	700,000.00	1,660,700.00
Sub-Total		960,700	960,700.00	63,420,370.77
Grand Total				63,420,370.77



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**ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER**

Asset class	Historical Cost b/f (Kshs) 2016/17	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2017/18
Land	~	~	~	~
Buildings and structures	~	~	~	~
Transport equipment	~	~	~	~
Office equipment, furniture and fittings	~	~	~	~
ICT Equipment, Software and Other ICT Assets	<b>273,000.00</b>	~	~	<b>273,000.00</b>
Other Machinery and Equipment	~	~	~	~
Heritage and cultural assets	<b>2,340,479.30</b>	~	~	<b>2,340,479.30</b>
Intangible assets	~	~	~	~
<b>Total</b>	<b>2,613,479.30</b>	~	~	<b>2,613,479.30</b>



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**ANNEX 4 –PMC BANK BALANCES AS AT 30<sup>TH</sup> JUNE 2018**

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
		Equity		
DONHOLM PRIMARY SCHOOL-REROFINING			7,321,633.00	
DONHOLM PRIMARY SCHOOL-RENOVATION		Equity	8,643,039.00	
EDELVELE PRIMARY UPPER - 20 DOORS		Equity	4,148,739.00	
EDELVELE PRIMARY LOWER - 20 DOORS		Equity	4,148,739.00	
EMBAKASI SANITATION PMC				198,595.00
DONHOLM PHASE II PMC				568,860.00
UTAWALA PMC				143.00
EMBAKASI GARRISON SEC PMC		Equity	60.00	322,198.00
MIHANGO PRIMARY DINING HALL PMC		Equity	1,289.80	1,180.00
EDELVALE PMC CBO		Equity	566,821.25	2,681,607.00
Embakasi maternity block PMC				
<b>Total</b>			<b>24,830,321.05</b>	<b>3,772,583.00</b>



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**PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS**

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

Serial No.	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
3/C MN 20 20 1-2	Budgets and Budgetary Controls	The statement of appropriation recurrent and development had a budget of kshs 143,850,206. Budget utilization was at 65% of kshs 93,012,052 resulting to under- utilization of 35%. As at 30 <sup>th</sup> June 2017 projects worth kshs 50,838,154 had not been implemented as per the budget.	FAM	RESOLVED	RESOLVED
	Non implementation of projects kshs 21,000,000	The management to explain the reasons for not implementing the projects as planned.	FAM	RESOLVED	RESOLVED
	Unpresented and Stale Bursary Cheques	The management to explain the high amounts of unpresented bursary and stale cheques.  The management to reverse the stale cheques and re-issue or re-allocate the funds to other deserving projects.	FAM	RESOLVED	RESOLVED

