

REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL



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REPORT

OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
MAARA CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2018**



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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND MAARA
CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

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

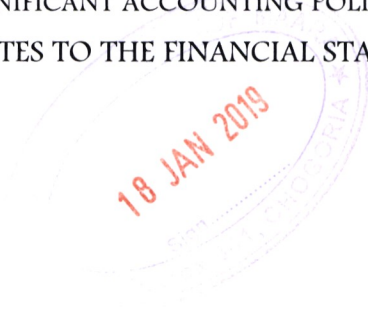
Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector
Accounting Standards (IPSAS)

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**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MAARA 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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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:

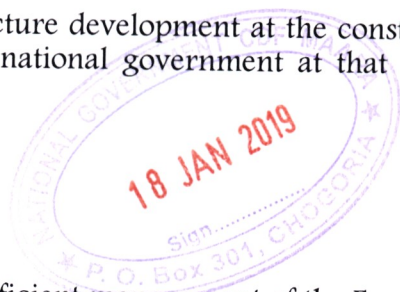
- a) Recognize the constituency as a platform for identification, performance and implementation of national government functions;
- b) Facilitate the performance and implementation of national government functions in all parts of the Republic pursuant to Article 6(3) of the Constitution;
- c) Provide 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)
MAARA CONSTITUENCY**

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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 MAARA 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.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Anthony Muchangi Kariuki
3.	Sub-County Accountant	Titus Miriti Nabea
4.	Chairman NGCDFC	Jasper Kiambi
5.	Member NGCDFC	Mercy Gaceri

(d) Fiduciary Oversight Arrangements

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

P.O. Box 301-60401
Youth Empowerment Centre
Kieganguru kiraro road
chogoria, KENYA

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

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For the year ended June 30, 2018

(f) NGCDF Maara Constituency Contacts

E-mail: cdfmaara@ngcdf.go.ke

(g) NGCDF Maara Constituency Bankers

1. Family bank
Chuka branch
A/C NO. 054000005611

(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

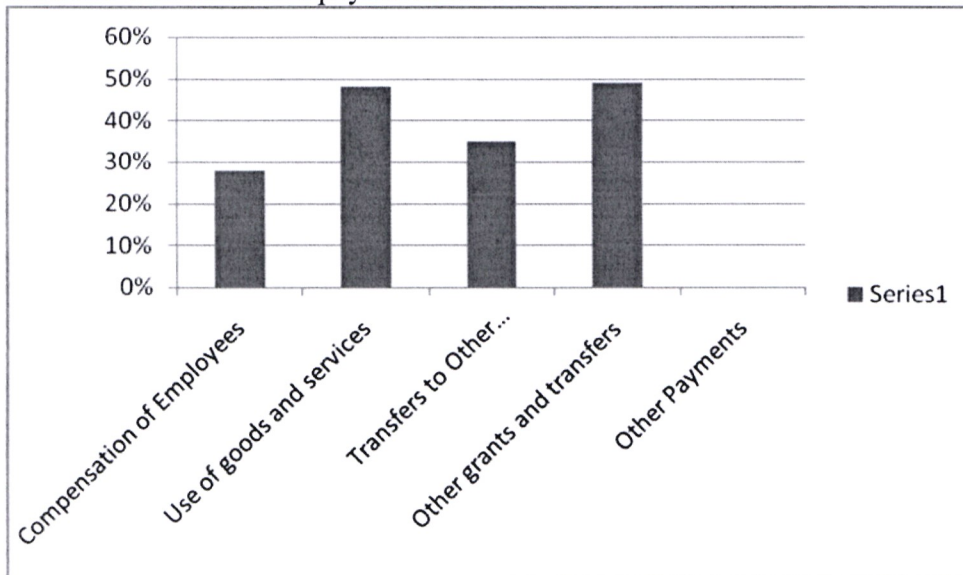
The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya



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

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

During the financial year Maara NG-CDF utilised Kshs 41,303,388 out of kshs 99,043,621 available for utilisation representing 42% absorption rate. This comprised compensation of employees at 28%,use of goods and services 48%, transfer to other government units 35%, other grants and transfers 49% and other payments at 0%.



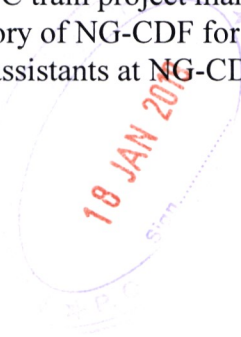
The constituency has greatly benefitted from NG-CDF notably in the sectors of Education, sports, environment conservation and security.

During implementation of the projects, the constituency has encountered numerous challenges including: lack of proper planning by project management committees, lengthy and cumbersome procurement procedures.

To address these challenges we recommend that: more funds be set aside for monitoring and evaluation to enable NG-CDFC train project management committees on project planning, the NG-CDF Board ensures the category of NG-CDF for procurement purposes is moved upwards and employment of procurement assistants at NG-CDFC level

JASPER KIAMBI

CHAIRMAN NGCDF COMMITTEE



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

MAARA 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-MAARA 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-MAARA 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 in charge of the NGCDF-MAARA 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-MAARA 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.

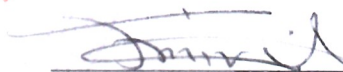
Approval of the financial statements

The NGCDF-MAARA Constituency financial statements were approved and signed by the Accounting Officer on 2ND AUGUST 2018.



Fund Account Manager
Name: Anthony M. Kariuki

18 JAN 2019



Sub-County Accountant
Name: Titus Nabea
ICPAK Member Number:

REPUBLIC OF KENYA

Telephone: +254-20-342330
Fax: +254-20-311482
Mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND - MAARA CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2018

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund (NG-CDF) - Maara Constituency set out on pages 6 to 28 which comprise the statement of assets and liabilities as at 30 June 2018, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations, which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Maara 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 National Government Constituencies Development Fund Act, 2015.

Basis for Qualified Opinion

1.0 Non-Acknowledgement of Bursaries

Note 7 to the financial statements reflects Kshs.25,756,414 in respect to other grants and other payments which includes bursaries totalling to Kshs.19,744,000 comprising of Kshs.11,950,500, Kshs.7,725,000 and Kshs.68,500 disbursed to secondary schools, tertiary institutions and special schools respectively during the year ended 30 June, 2018. However, only bursaries totalling to Kshs.10,550,000 (53%) were acknowledged by the respective beneficiary institutions leaving a balance of Kshs.9,194,000 (47%) not acknowledged by the beneficiary institutions. In addition, the list of all bursary applicants was not availed for audit review.

In the circumstances, it has not been possible to ascertain that the Kshs.9,194,000 in respect to bursaries disbursements for the year ended 30 June ,2018 was received and expended as appropriated.

Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund (NG-CDF) - Maara Constituency for the year ended 30 June 2018

2.0 Project Management Committees (PMC) Accounts

Note 15.4 to the financial statements reflects Kshs.1,959,969 in respect to Project Management Committees (PMC) bank account balances and which were not utilized as at 30 June, 2018 contrary to Section 12 (8) of National Government Constituencies Development Fund (NG-CDF) Act 2015 which states that all unutilized funds in the project management committee accounts shall be returned to the constituency account. Further, bank statements and confirmation certificates for these PMC accounts were not availed for audit review.

In the circumstances, the accuracy and validity Kshs.1,959,969 in respect to Project Management Committees (PMC) bank account balances as at 30 June, 2018 could not be confirmed. Further, the CDF management was in breach of the law.

3.0 Cash and Cash Equivalents

Note 10A to the financial statements reflects Kshs.2,955,750 in respect to bank balances as at 30 June 2018. However, the respective bank reconciliation statement reflects Kshs.1,004,881 in respect to stale unpresented cheques which were not reversed in the cash book as at the time of this audit in January, 2019.

In the circumstances, the cash and cash equivalents balance of Kshs.2,955,750 reflected in the financial statements as at 30 June, 2018 is understated by Kshs.1,004,881

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

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. Except for the matters described in the Basis for Qualified Opinion section, I have determined that there are no other key audit matters to communicate in my report.

Other Matter

1.0 Budget Control and Performance

1.1 Receipt Analysis

The Fund's summary statement of appropriation (recurrent and development) for the year ended 30 June, 2018 reflects an approved receipt budget of Kshs.99,043,621 while the

actual receipts is Kshs.44,259,138 resulting to budget shortfall of Kshs.54,784,483 as shown below;

Item	Budget (Kshs)	Actual (Kshs)	Over (Kshs)	Under (Kshs)	% under
Transfer from CDF Board	99,043,621	44,259,138		54,784,483	55%
Total	99,043,621	44,259,138		54,784,483	

Overall, the Fund failed to actualize its budget by Kshs.54,784,483 or 55% an indication that most of the programmes and activities that had been planned were not implemented. There is need therefore for Constituency Development Fund management to review its budget making process with a view to formulating a realistic budget that would be actualized for service delivery to the citizens of Maara Constituency.

1.2 Expenditure Analysis

The Fund's budgeted payments during the year ended 30 June 2018 is Kshs.99,043,621 while the actual payments is Kshs.41,303,388 resulting to an under expenditure of Kshs.57,740,233 as shown below.

Items	Budget (Kshs)	Actual (Kshs)	Under (Kshs)	% under
Compensation of employees	2,614,152	724,500	1,889,652	72%
Use of goods and services	10,481,874	5,022,474	5,459,400	52%
Transfers to other Government units	28,206,861	9,800,000	18,406,861	65%
Other grants and transfers	53,063,707	25,756,414	27,307,293	51%
Other payments	4,677,027	0	4,677,027	100%
Total	99,043,621	41,303,388	57,740,233	

The under-spending of the budget by Kshs.57,740,233 reflects equivalent services denied to the residents of Maara Constituency. There is need therefore for the management to relook at its budgeting mechanism with a view to focusing on areas which will improve service delivery to the residents of Maara Constituency.

2.0 Project Implementation Status

During the financial year under review, the Fund had an approved budget of Kshs.99,043,621 comprising of Kshs.13,096,026.00 (13%) and Kshs.85,947,595.00 (87%) in respect to recurrent and development expenditures respectively. A total of 61 projects were proposed and approved with a budget of Kshs.73,468,445, out of which 41 projects with a budget of Kshs.29,977,027 had not started, while 2 projects with a budget of Kshs.17,179,007 were partially complete and 18 projects with a budget of Kshs.26,312,411 were fully complete.

In view of the foregoing, the constituents did not get the expected services equivalent to the Kshs.17,179,007 ongoing and Kshs.29,977,027 not started projects all totalling to Kshs.47,156,034 for the year ended 30 June 2018. This is an indication of inappropriate project implementation mechanism. Therefore, there is need for the Constituency

Development Fund management to review its project planning mechanism with a view to prioritizing those projects which will be implemented during the financial year resulting to higher impact into improving service delivery to the citizen of Maara Constituency.

3.0 Transfer to Other Government Entities

Note 6 to the financial statements reflects Kshs.9,800,000 in respect to transfer to other government entities which includes Kshs.2,000,000 in respect to transfers to primary schools. However, a project verification during the month of January 2019 revealed that projects amounting to Kshs.1,200,000 allocated to two primary schools were not complete and the contractors were not on site and there was doubt as to whether the projects will be completed within the amount allocated. In addition, there was poor workmanship as portions of the floor had cracks even before the project is complete.

In the circumstances, the value for money for the Kshs.1,200,000 expenditure for the year ended 30 June, 2018 cannot be ascertained.

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 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

Presentation of the Financial Statements

The Public Sector Accounting Standards Board (PSASB) stipulates that the financial statements for any National Government entity should include a separate summary statements of appropriation for recurrent and development and a budget execution by programmes and sub - programmes. However, the Fund's financial statements for the year ended 30 June 2018 did not include these statements. In addition, the PSASB stipulates that the head of finance should indicate his/her Institute of Certified Public Accountant (ICPAK) membership number in the financial statements. However, this membership number was not included in the financial statements for the year ended 30 June, 2018.

In the circumstances, the presentation of the financial statements for the year under review was not in accordance with the recommended (PSASB) format.

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 matters described in the Basis for Qualified Opinion section of my report, 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.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standards require that I plan and perform the audit so as to obtain assurance about whether effective 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 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 governance.

In preparing the financial statements, management is responsible for assessing the Fund's ability to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the management either intends to liquidate the Fund or 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 Fund's 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 Fund's 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:

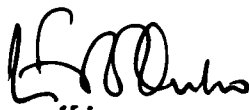
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a

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 as a going concern or 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 Maara National Government Constituencies Development Fund – Maara Constituency to cease to continue as a going concern or 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 Maara National Government Constituencies Fund – Maara 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

04 April 2019

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

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2017 - 2018 Kshs	2016 - 2017 Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	43,405,172	81,896,552
proceeds from sale of Assets	2		
Other Receipts	3	-	-
TOTAL RECEIPTS		43,405,172	81,896,552
PAYMENTS			
Compensation of Employees	4	724,500	1,933,254
Use of goods and services	5	5,022,474	7,945,657
Transfers to Other Government Units	6	9,800,000	32,600,000
Other grants and transfers	7	25,756,414	45,487,750
Acquisition of Assets	8	-	360,000
TOTAL PAYMENTS		41,303,388	88,326,661
SURPLUS/DEFICIT		2,101,784	(6,430,109)


Note: a) Receipts- the receipts for 2017-2018 are smaller than those of 2016-2017 as the committee had not received all its allocation from NG-CDF Board..

b) Payments

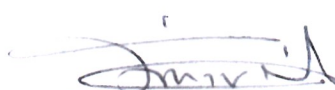
i) compensation of employees-the payments for 2017-2018 are smaller than those of 2016-2017 2017 as the committee recruited new employees in February 2018 hence no salary was paid from July 2017.

ii) the other payments are smaller in 2017-2018 as the committee had not received all its allocation by closure of the financial year.

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MAARA Constituency financial statements were approved on 2ND AUGUST 2018 and signed by:


Fund Account Manager
Name: Anthony M. Kariuki

18 JAN 2019


Sub-County Accountant
Name: Titus Nabea
ICPAK Member Number:

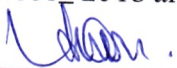
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MAARA CONSTITUENCY**

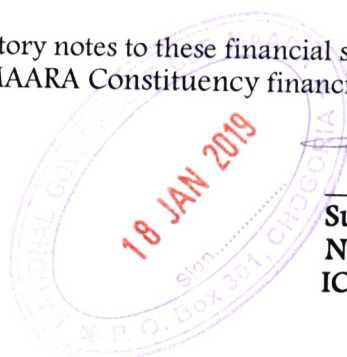
**Reports and Financial Statements
For the year ended June 30, 2018**

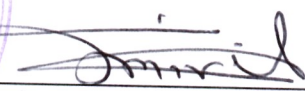
V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2017 - 2018	2016 - 2017
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	2,955,750	853,966
Cash Balances (cash at hand)	10B	-	-
Total cash and cash Equivalents		2,955,750	853,966
Current receivables-Outstanding imprests	11	-	-
TOTAL FINANCIAL ASSETS		2,955,750	853,966
FINANCIAL LIABILITIES			
Accounts Payable- Retention	12	-	-
NET FINANCIAL ASSETS REPRESENTED BY		2,955,750	853,966
Fund balance b/fwd 1st July...	13	853,966	7,284,075
Surplus/Deficit for the year (from stm of receipt & expenditure		2,101,784	(6,430,109)
Prior year adjustments	14	-	-
NET FINANCIAL POSITION		2,955,750	853,966

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MAARA Constituency financial statements were approved on 2ND AUGUST 2018 and signed by:


Fund Account Manager
Name: Anthony M. Kariuki



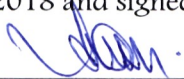

Sub-County Accountant
Name: Titus Nabea
ICPAK Member Number:

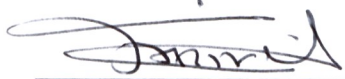
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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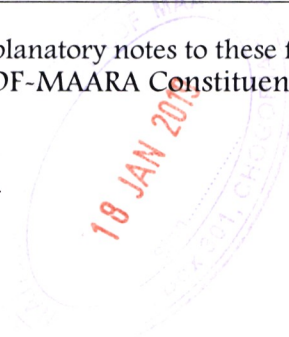
VI. STATEMENT OF CASHFLOW

		2017-2018	2016-2017
		Kshs	Kshs
Receipts for operating Activities			
Transfers from Other Government Entities	1	43,405,172	81,896,552
Other Revenues	3	-	-
		43,405,172	81,896,552
Payments for operating expenses			
Compensation of Employees	4	724,500	1,933,254
Use of goods and services	5	5,022,474	7,945,657
Transfers to Other Government Units	6	9,800,000	32,600,000
Other grants and transfers	7	25,756,414	45,487,750
		(41,303,388)	(87,966,661)
Adjusted for:			
Adjustments during the year	14		-
Net cashflow from operating activities		2,101,784	(6,070,109)
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	8	-	360,000
Net cash flows from Investing Activities		-	(360,000)
NET INCREASE/ IN CASH AND CASH EQUIVALENT		2,101,784	(6,430,109)
Cash and cash equivalent at BEGINNING of the year		853,966	7,284,075
Cash and cash equivalent at END of the year		2,955,750	853,966

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MAARA Constituency financial statements were approved on 2ND AUGUST 2018 and signed by:


Fund Account Manager
Name: Anthony M. Kariuki


Sub-County Accountant
Name: Titus Nabea
ICPAK Member Number:



**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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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 Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NGCDF Board	86,810,345	12,233,276	99,043,621	44,259,138	54,784,483	45%
Proceeds from Sale of Assets						
Other Receipts						
PAYMENTS						
Compensation of Employees	2,234,000	380,152	2,614,152	724,500	1,889,652	28%
Use of goods and services	9,078,931	1402943	10,481,874	5,022,474	5,459,400	48%
Transfers to Other Government Units	28,200,000	6,861	28,206,861	9,800,000	18,406,861	35%
Other grants and transfers	42,620,387	10,443,320	53,063,707	25,756,414	27,307,293	49%
Other Payments	4677027		4,677,027	0	4,677,027	0%
TOTALS	86,810,345	12,233,276	99,043,621	41,303,388	57,740,233	42%

Note a) adjustment- the adjustment figure is more than the amount carried forward from last year with kshs 11,379,310 being amount added under supplementary budget.

b) budget under utilization

i) Compensation of employees- the committee recruited new employees in February 2018 hence no salary was paid from July 2017

ii) Use of goods and services- this is as a result of the constituency having not received all its allocation from the Board.

iii) Transfer to other government units- this is as a result of the constituency having not received all its allocation from the Board

iv) other grants and other transfers- this is as a result of the constituency having not received all its allocation from the Board

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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v) *other payments- this is as a result of the constituency having not received all its allocation from the Board*

The NGCDF-MAARA Constituency financial statements were approved on 2ND AUGUST 2018 and signed by:



**Fund Account Manager
Name: Anthony M. Kariuki**



**Sub-County Accountant
Name: Titus Nabea
ICPAK Member Number:**



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

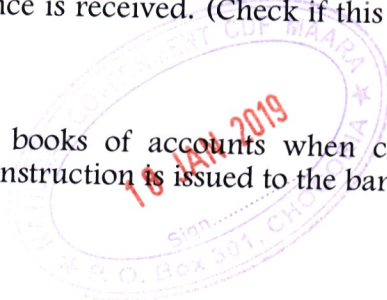
The Entity recognises all receipts from the various sources when the event occurs and the related cash has actually been received by the Entity.

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.



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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

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 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.

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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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

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)

MAARA CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

IX NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2017-2018	2016-2017
		Kshs	Kshs
NGCDF Board			
AIE NO...A855910	1	5,500,000	
AIE NO.....A892838	2	37,905,172	
AIE NO... A 855055	1		36,853,449
AIE NO..... A 829902	2		4,094,828
AIE NO.....A 855675	3		40,948,275
TOTAL		43,405,172	81,896,552

2. PROCEEDS FROM SALE OF ASSETS

	2017-2018	2016-2017
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	00	00
Receipts from sale of office and general equipment		
Receipts from the Sale Plant Machinery and Equipment		
Total	00	00



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MAARA CONSTITUENCY
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3 OTHER REVENUES			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
1420601	Sale of tender documents	0	0
	Total	0	0
4 COMPENSATION OF EMPLOYEES			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
2110201	Basic wages of contractual employees	714500	1428006
2120101	Employer contribution to NSSF	10000	24000
2710120	gratuity	0	481248
	Total	724,500	1,933,254
5 USE OF GOODS AND SERVICES			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
2210100	Utilities, supplies and services	34350	37500
2210104	Office rent	0	0
2210200	Communication, supplies and services	236,000	232,755
2210300	Domestic travel and subsistence	128000	70600
2210500	Printing, advertising and information supplies & services	0	
2210700	Training	717000	489000
2210800	Hospitality supplies and services	115,590	100,340
2210802	Other committee expenses	1,608,800	4,390,600
2210809	Committee allowance	295,000	541,000

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

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2211000	Specialised materials and services	0	48600
2211100	Office and general supplies and services	406,240	579,985
2211200	Fuel ,oil & lubricants	195320	451900
2211300	Other operating expenses	112940	
2220100	Routine maintenance – vehicles and other transport equipment	284,700	501,353
2220200	Routine maintenance – other assets	704,850	318,340
2210900	Insurance costs	183,684	183,684
	Total	5,022,474	7,945,657
6 TRANSFER TO OTHER GOVERNMENT ENTITIES			
	Description	2017 - 2018	2016 - 2017
		Kshs	Kshs
2630204	Transfers to primary schools	2,000,000	32,600,000
2630205	Transfers to secondary schools	7,800,000	
2630206	Transfers to Tertiary institutions	-	
2630207	Transfers to Health institutions	-	
	TOTAL	9,800,000	32,600,000
7 OTHER GRANTS AND OTHER PAYMENTS			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
2640101	Bursary -Secondary	11950500	7,847,750
2640102	Bursary -Tertiary	7725000	6,804,000
2640104	Bursary-Special schools	68500	149,000
2640105	Mocks & CAT	0	6,807,000
2640504	water	0	-
2640505	food security	0	-

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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2640506	Electricity	0	9,380,000
2640507	Security	0	5,900,000
2640508	Roads	0	-
2640509	Sports	1736207	1,620,000
2640510	Environment	1736207	1,620,000
2640200	Emergency Projects	2540000	5,360,000
	Total	25,756,414	45,487,750
8 ACQUISITION OF ASSETS			
	Non Financial Assets	2017 - 2018	2016 - 2017
		Kshs	Kshs
3110701	Purchase of office equipments	0	360,000
	Total	0	360,000
10 A Bank Balances (cash book bank balance)			
	Name of Bank, Account No. & currency	2017 - 2018	2016 - 2017
		Kshs	Kshs
	<i>Family bank, chuka branch A/C NO 054000005611</i>	2,955,750	853,966
	Total	2,955,750	853,966
10 B CASH BALANCES (cash in hand)			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
	cash for office use	0	0
	Total	0	0
11 BALANCES BROUGHT FORWARD			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
	Bank accounts	853,966	7,284,075
	Total	853,966	7,284,075

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MAARA CONSTITUENCY
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For the year ended June 30, 2018

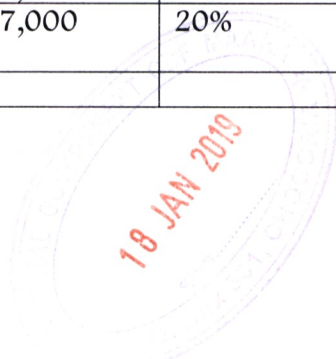
14 PRIOR YEAR ADJUSTMENTS		2017 - 2018	2016 - 2017
		Kshs	Kshs
	Payables	0	0
	Total	0	0

15 OTHER IMPORTANT DISCLOSURES		2017 - 2018	2016 - 2017
		Kshs	Kshs
15.2 staff payables-Gratuity(see annex 2)		115,000	00
15.3 unutilised funds(see annex 3)		57,740,233	853,966
15.4: PMC account balances (See Annex 5)			
		2017 - 2018	2016 - 2017
		Kshs	Kshs
	PMC account Balances (see attached list)	1,959,969	9,034,188
	Total	1,959,969	9,034,188

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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ANNEX 2- STAFF PAYABLES

NAME	BASIC PAY	RATE OF GRATUITY	MONTHLY AMOUNT	NO. OF MONTHS	TOTAL
ANN MWENDE	22,000	20%	4,400	5	22,000
NELLYJOY MURUGI	22,000	20%	4,400	5	22,000
JACOB MUNENE	22,000	20%	4,400	5	22,000
JAPHET MUTURI	22,000	20%	4,400	5	22,000
WYCLIFF MAWIRA	27,000	20%	5,400	5	27,000
TOTAL					115,000



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

ANNEX 3 – UNUTILIZED FUNDS

Name	Brief Transaction Description	Outstanding Balance	Outstanding Balance	Comments
		2017/18	2016/17	
Compensation of employees		1,889,652	380,152	
Use of goods & services		5,459,400	378,805	
Amounts due to other Government entities			6,861	
KAIRUNI MENTALLY SCHOOL		500,000.00		
KIMUCHIA PRIMARY SCHOOL		700,000.00		
KIENI PRIMARY SCHOOL		700,000.00		
NTURIRI PRIMARY SCHOOL		700,000.00		
KIRARO PRYIMARY SCHOOL		500,000.00		
KIEGANGURU PRYIMARY SCHOOL		700,000.00		
KIAIRUGU PRIMARY SCHOOL		500,000.00		
IRURI PRIMARY SCHOOL		500,000.00		
NDUNGURI PRIMARY SCHOOL		500,000.00		
NKANGANI PRIMARY SCHOOL		500,000.00		
CHOGORIA COMPLEX BOARDING PRIMARY SCHOOL		500,000.00		
MAARA MIXED BOARDING PRIMARY SCHOOL		400,000.00		
KAGONGO PRIMARY SCHOOL		400,000.00		
MIKUU PRIMARY SCHOOL		400,000.00		
NKURURU PRIMARY SCHOOL		500,000.00		
IRUMA PRIMARY SCHOOL		500,000.00		
MAGUNDU PRIMARY SCHOOL		2,000,000.00		
KAUUNI PRIMARY SCHOOL		2,000,000.00		
KALEWA DAY SECONDARY SCHOOL		1,200,000.00		
IGAKIRAMBA DAY SECONDARY SCHOOL		500,000.00		
KIAMAOGO DAY SECONDARY SCHOOL		300,000.00		
IRUMA GIRLS SECONDARY SCHOOL		1,000,000.00		

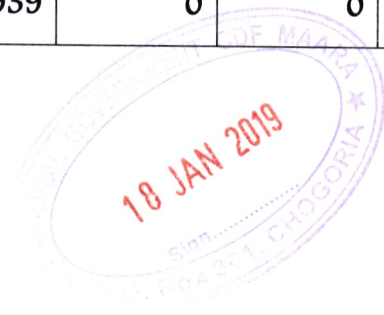
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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MAGUMA DAY SECONDARY SCHOOL		500,000.00		
KIURANI SECONDARY SCHOOL		500,000.00		
NDINTUNE DAY SECONDARY SCHOOL		500,000.00		
KABUI SECONDARY SCHOOL		500,000.00		
MUTINDWA DAY SECONDARY SCHOOL		500,000.00		
ITARA SECONDARY SCHOOL		400,000.00		
health		6,861		
Sub-Total		18,406,861	768,818	
Amounts due to other grants and other transfers			88,148	
bursary		2046734		
emergency		2597931		
NGCDF Office		6476421		
kirumi-kanoro RD		9786207		
KARIMBA CHIEFS OFFICE		200,000.00		
MIKUU ASSISTANT CHIEF OFFICE		200,000.00		
GAKUI ASSISTANT CHEF OFFICE		200,000.00		
KIANJAGI ASSISTANT CHIEF OFFICE		200,000.00		
KARIAKOMO ASSISTANT CHIEF OFFICE		200,000.00		
IKUMBO ASSISTANT CHIEF OFFICE		500,000.00		
MAARA POLICE DIVISION		400,000.00		
KAARE POLICE STATION		4,500,000.00		
Sub-Total		27307293	88,148	
Sub-Total				
Other payments				
C.I.H		4,677,027.00		
Sub-Total		4677027		
Grand Total		57,740,233	853,966	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
MAARA CONSTITUENCY
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For the year ended June 30, 2018

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
Transport equipment	4,279,939	0	0	4,279,939
Office equipment, furniture and fittings	360,000	0	0	360,000
Total	4,639,939	0	0	4,639,939



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ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
GIAMPAMPO PRIMARY	EQUITY	0210272215609	70	1180
RUGUTA PRIMARY	EQUITY	0210263450948	127.15	50
KIINI PRIMARY	EQUITY	0210272264854	6515	6515
GIANKANJA PRIMARY	EQUITY	0210262508986	493.50	493.50
IKAME PRIMARY	EQUITY	0210272189611	525	525
MUGONA PRIMARY	EQUITY	0210272040744	475	475
KARIMBA PRIMARY	EQUITY	0210263446851	940	940
GITUNTU PRIMARY	EQUITY	0210268924124	80	80
MUMBUNI PRIMARY	EQUITY	0210268915420	1282	1282
KAJIAMPAKI PRIMARY	EQUITY	0210269459361	770	770
IKINDU PRIMARY	EQUITY	0210262205378	271.80	271.80
KAJIUNDUTHI PRIMARY	EQUITY	0210299737217	910.75	1515.75
ITARA PRIMARY	EQUITY	0210270717946	340	340
MURAGA DAY & BOARDING PRIMARY	EQUITY	0210299739551	8835	9220
MURAGA PRIMARY	EQUITY	0210269108603	95	63990
GITUJA PRIMARY	EQUITY	0210269667969	335	30325
MBOGORI PRIMARY	EQUITY	0210261992946	402,377	402377.50
WIRU PRIMARY	EQUITY	0210272471663	64450	4835
KAGIRA PRIMARY	EQUITY	0210263628696	123	72343
UKURUNI PRIMARY	EQUITY	0210262600439	75	75
IKUMBO PRIMARY	EQUITY	0210263589301	77.50	72.50
NTUMU BOARDING	EQUITY	0210272465394	5	225
NDUNGURI PRIMARY	EQUITY	0210299823037	2272	2272
NGAITA PRIMARY	EQUITY	0210262386107	356	300030

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PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
KAJIATHETU PRIMARY	EQUITY	0210297701682	481.85	91376.85
KAUNI SOCIAL HALL	EQUITY	0210264380290	72	6302
MURUNGA PRIMARY	EQUITY	0210299763317	3687.85	3687.85
MBIRONI PRIMARY	EQUITY	0210292545243	325,112	400192
NDINTUNE PRIMARY	EQUITY	0210260573900	2811	301590
MAARA MIXED PRIMARY	EQUITY	0210270125470	148	4858
KARUMBI PRIMARY	EQUITY	0210264414549	1108.25	300493.25
NDAMANI PRIMARY	EQUITY	0210262604616	37595	321720
JEDIEL KIRAITHE PRIMARY	EQUITY	0210267219544	6105	52925
MAGUMA PRIMARY	EQUITY	0210262059073	2237.50	300687.50
MAKENGI PRIMARY	EQUITY	0210297287747	284.40	284.40
MAUTINI PRIMARY	EQUITY	0210299865639	552.5	65017.50
IRURI PRIMARY	EQUITY	0210295741290	25	34700
RUGONGONI PRIMARY	EQUITY	0210269056516	230	60395
KIAIRUGU PRIMARY	EQUITY	0210161807275	39	88979
MUGUMANGO CHIEFS OFFICE	EQUITY	0210269267308	-502.20	100160
KIRIGUNI ASS CHIEF OFFICE	EQUITY	0210269108209	290	22955
KARIMBA CHIEFS OFFICE	EQUITY	0210272235566	160	51270
GAKUI ASS CHIEF OFFICE	EQUITY	0210272892870	265	61230
MIKUU ASS CHIEF OFFICE	EQUITY	0210272226410	139	62814
KAARE POLICE POST	EQUITY	0210271596365	180	345
KIRARO DAY SECONDARY	EQUITY	0210298859878	36,467.15	-
NGURUKI MIXED DAY	EQUITY	0210276800821	191,760	-
KIENI MIXED DAY	EQUITY	0210292992786	2879.50	-
KIRIANI PRIMARY	EQUITY	0210262138719	25,580.10	-
IRUMA MIXED DAY	EQUITY	0210268707787	2650	-

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PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
GIANCHUNKU PRIMARY	KCB	1208810324	2,065	300000
KIANJAGI PRIMARY	KCB	1207964921	330	129525
CHOGORIA COMPLEX	KCB	1208081349	1,679.30	399435
KITHITU PRIMARY	KCB	1198769130	1,475	71705
KIURANI PRIMARY	KCB	1209470985	350	298870
NKURURU PRIMARY	KCB	1136558713	0	20
NDUMBINI PRIMARY	KCB	1183603169	799	300769
MIKUU PRIMARY	KCB	1198576642	1,634	300884
GITARE PRIMARY	KCB	1207678449	330	30000
MAKURI PRIMARY	KCB	1197849149	1,195	126265
THIGAA PRIMARY	KCB	1164804782	715	39965
KIEGANGURU PRIMARY	KCB	1147335958	2,299	2629
NTURIRI PRIMARY	KCB	1139239813	60	390
MUNGA PRIMARY	KCB	1197846778	6,649	5729
KAARE PRIMARY	KCB	1165099756	0	300022
KANINI PRIMARY	KCB	1182852076	4,154	143044
MEKORANI PRIMARY	KCB	1165332388	3,798.25	47305
IGAKIRAMBA PRIMARY	KCB	1149034394	460	21010
KAMACHUKU PRIMARY	KCB	1197649212	489.50	300075
GAKETHA PRIMARY	CO-OP	01139058441402	4,825	4825
MINUGU PRIMARY	CO-OP	01139571636400	1,263	301263
KIABIO PRIMARY	CO-OP	01139450875900	1023.50	1023.50
KATHANGAWE PRIMARY	CO-OP	01134572824200	0	00
NTAKANI PRIMARY	CO-OP	01139450148800	31480	31480
KANORO PRIMARY	CO-OP	01134058149300	2012.50	2012.50
MAATHA PRIMARY	CO-OP	01139058101401	1758	1758

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PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
NKUNDI PRIMARY	CO-OP	01139571810700	1000	1000
KARIGINI PRIMARY	CO-OP	01139571815400	1050	1050
KARIANI PRIMARY	CO-OP	01134057838101	235	91885
ST ANSELIM MURURI	CO-OP	01134057104100	485	485
RUREA PRIMARY	CO-OP	01139571078600	1002.50	1002.5
NTATUA PRIMARY	CO-OP	01139058148100	19,575	299325
MARIMA PRIMARY	CO-OP	01139571811700	1145	1145
MUTHAMBI PRIMARY	CO-OP	01134571811600	1385	61385
MUTINDWA PRIMARY	CO-OP	01139057977300	1025.50	301581.50
KIMUCHIA PRIMARY	CO-OP	01139572894500	384.50	102450.50
KAIRUNI PRIMARY	CO-OP	01139572155700	975	975
KAIRUNI MENTALLY	CO-OP	01139572862100	5552.50	317582.5
KIRARO PRIMARY	CO-OP	01139450218200	24,659.50	373929.50
KATHARAKA PRIMARY	CO-OP	01139450955600	2540	68190
KARIAKOMO PRIMARY	CO-OP	01139450953300	112,115	302170
KIRUMI PRIMARY	CO-OP	01139572808900	1622.50	1622.50
KIAMAOGO PRIMARY	CO-OP	01139572141001	1005	42505
NGERU PRIMARY	CO-OP	01139572826300	1090.50	160890.50
NGERU ELITE	CO-OP	01134058156101	60	1060
NKANGANI PRIMARY	CO-OP	01134058458900	345.50	345.50
MUKUI PRIMARY	CO-OP	01139872822600	555.50	00
KIANJUKI PRIMARY	CO-OP	01139450143100	1417	401545.00
KABAIKUBU PRIMARY	CO-OP	01134057057800	980	27780
KIENI PRIMARY	CO-OP	01139572812900	1357.50	80357.50
NGURUKI PRIMARY	CO-OP	01139572824000	967	967
IRUMA PRIMARY	CO-OP	01134057672600	769	769
NDUMBINI DAY	CO-OP	01139057060000	459,038	-
NDINTUNE DAY	CO-OP	01134057889200	114,629	-
TOTAL			1,959,969	9,034,188

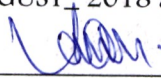
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
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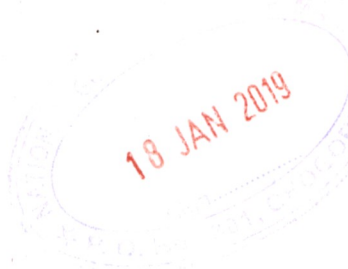
PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS


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

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1.0	Non reversal of stale cheques	The cheques have been reversed	Titus Nabea-Sub county accountant	resolved	
2.0	Non acknowledgement of bursary funds	Though the institutions have not acknowledged the funds the bank statements are a proof that the cheques were sent as they have been cleared by the bank.	Anthony M. Kariuki-Fund account manager	resolved	

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-MAARA Constituency financial statements were approved on 2ND AUGUST, 2018 and signed by:


Fund Account Manager
Name: Anthony M. Kariuki




Sub-County Accountant
Name: Titus Nabea
ICPAK Member Number: