


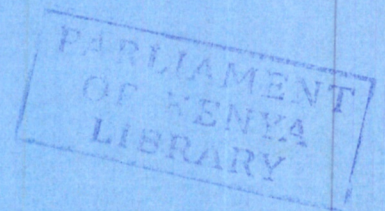
REPUBLIC OF KENYA



OFFICE OF THE AUDITOR-GENERAL

REPORT

 THE NATIONAL ASSEMBLY PAPERS LAID	
DATE: 27 MAR 2019	DAY: WEDNESDAY
TABLED BY: Hon. Aden Duale Leader of Majority Party	THE AUDITOR-GENERAL
CLERK AT THE TABLE: Moses Lemuna.	



OF

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND -
TURBO CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2018**



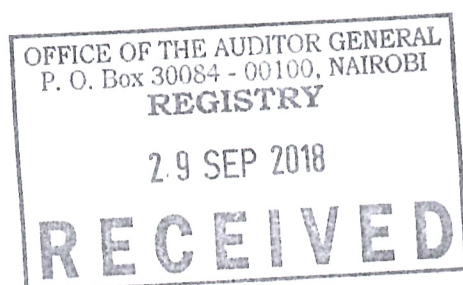


NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND TURBO
CONSTITUENCY

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)



NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

TURBO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

Table of Content	Page
I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT	1
II. FORWARD BY THE NGCDF COMMITTEE CHAIRMAN	4
III. STATEMENT OF NGCDF COMMITTEE MANAGEMENT RESPONSIBILITIES	8
IV. STATEMENT OF RECEIPTS AND PAYMENTS	9
V. STATEMENT OF ASSETS AND LIABILITIES	10
VI. STATEMENT OF CASHFLOW	11
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED.....	12
VIII. SIGNIFICANT ACCOUNTING POLICIES	11
IX. NOTES TO THE FINANCIAL STATEMENTS.....	15

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

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

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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)
TURBO 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 TURBO 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	Rotich Edwin
3.	Sub-County Accountant	CPA Michael Munene
4.	Chairman NGCDFC	Nicholas Korir
5.	Member NGCDFC	Mrs. Rosebella Rutto

(d) Fiduciary Oversight Arrangements

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

KVDA PLAZA
4th Floor
P.O Box 10894-30100
ELDORET

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

Reports and Financial Statements

For the year ended June 30, 2018

(f) NGCDF TURBO Constituency Contacts

Telephone: (254) 0720823234

E-mail: turbo@cdf.go.ke

Website: www.go.ke

(g) NGCDF TURBO Constituency Bankers

Cooperative Bank- Eldoret west Branch

P.O Box 2220-30100

ELDORET

(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

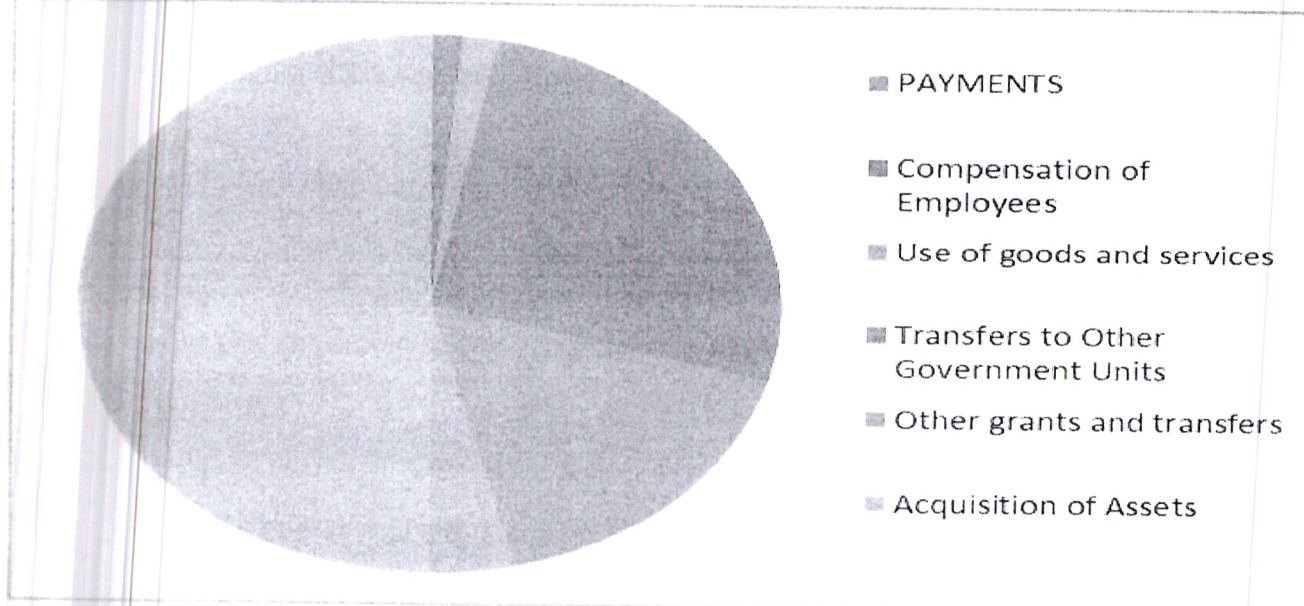
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
TURBO CONSTITUENCY**

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

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

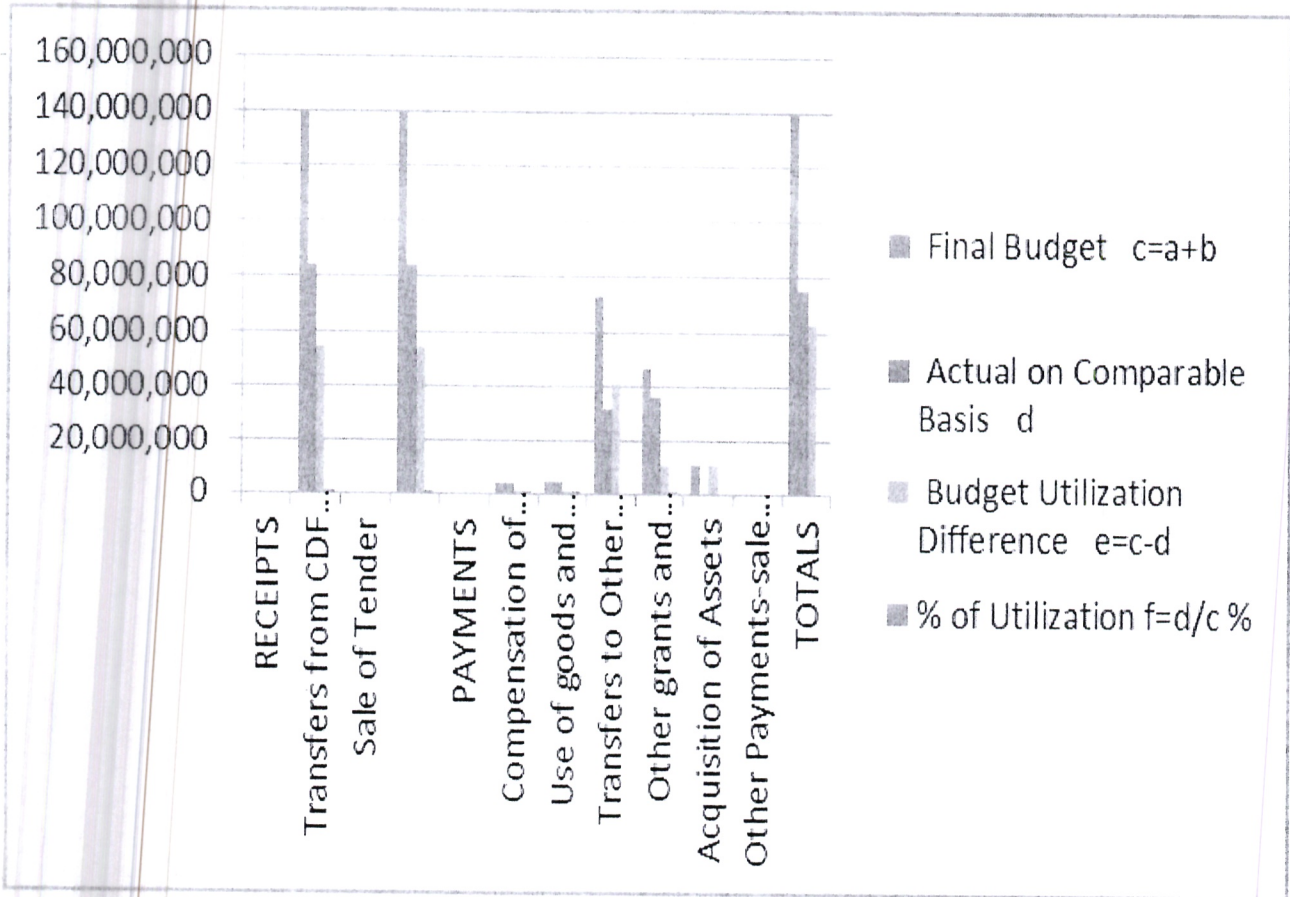
Receipt/Expense Item	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization
	c=a+b	d	e=c-d	f=d/c %
RECEIPTS				
Transfers from CDF Board	139,137,930	84,353,447	54,784,483	61
Sale of Tender	0	0	0	
	139,137,930	84,353,447	54,784,483	61
PAYMENTS				
Compensation of Employees	3,732,069	3,563,721	168,348	95
Use of goods and services	4,554,421	4,297,363	257,058	94
Transfers to Other Government Units	73,267,180	31,900,000	41,367,180	44
Other grants and transfers	46,584,260	35,793,304	10,790,956	77
Acquisition of Assets	11,000,000	0	11,000,000	0
Other Payments-sale of Tender	0	0	0	0
TOTALS	139,137,930	75,554,388	63,583,542	54

FINAL BUDGET VERSUS EXPENDITURE



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

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



KEY ACHIEVEMENTS IN THE FINANCIAL YEAR 2017/2018



SUGOI LOCATION CHIEFS OFFICE

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

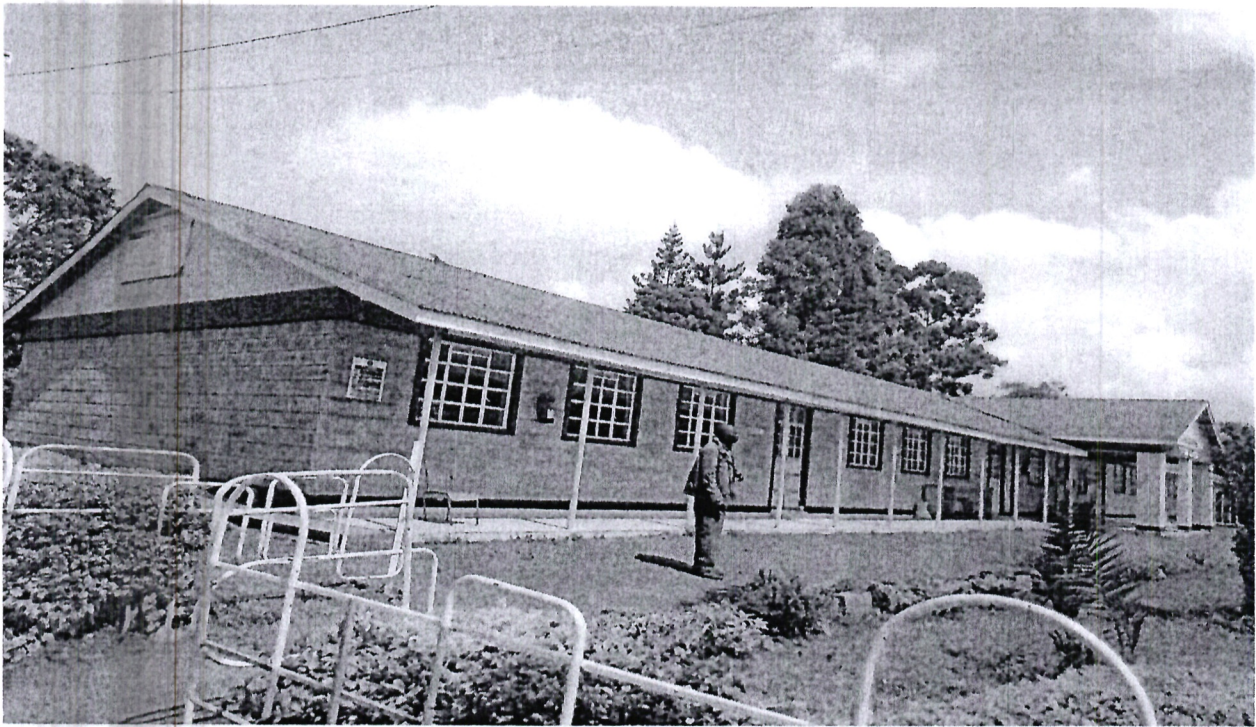
Reports and Financial Statements For the year ended June 30, 2018



AIC TAPSAGOI HIGH SCHOOL ADMINISTRATION BLOCK

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

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



TURBO GIRLS HIGH SCHOOL SCHOOL ADMINISTRATION BLOCK

b). NG-CDF TURBO has been able to achieve the following:

1. It has completed 12 dormitories in primary school projects, 16 secondary school projects, which are in use and has resulted in improved infrastructure in our institutions.
2. Funded 1,670 needy students in both secondary and tertiary institutions which has resulted in students' retention in school and improved their academic performance.
3. Construction of two (2) AP camps has enabled the constituents to access security services closer to their homes in our constituency.

c). Emerging issues related to NG-CDF in TURBO Constituency are;

1. All learning institutions i.e secondary and primary schools depend on NG-CDF 100% on development as directed by ministry of education
2. Need to compete with counties to justify the long existence of NG-CDF

d). NG-CDF Implementation challenges in TURBO Constituency are;

1. Overdependence of the fund by the public on all development related issues
2. Need for the board to design uniform working programmes for all NG-CDF activities
3. NG-CDFC committees feeling that they are not well remunerated.

Through my leadership, NG-CDFC Turbo constituency will endeavour to fulfil its mandate in disbursement and monitoring of projects funds as per the quid lines of the NG-CDF ACT 2015

Sign _____

MR. NICHOLAS KORIR
CHAIRMAN NGCDF COMMITTEE

REPUBLIC OF KENYA

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



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

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

REPORT ON THE FINANCIAL STATEMENTS

Adverse Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund-Turbo Constituency set out on pages 9 to 32, 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: 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, because of the significance of the matters discussed in the Basis for Adverse Opinion section of my report, the financial statements do not present fairly, the financial position of National Government Constituencies Development Fund-Turbo 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 do not comply with the National Government Constituencies Development Fund Act, 2015.

Basis for Adverse Opinion

1.0 In Accuracies in the Financial Statements

1.1 Variances between Amounts in Financial Statements and Supporting Schedules

The statement of receipts and payments for the year ended 30 June 2018 reflects various balances which are at variance with supporting schedules balances as summarized below:

No.	Item	Financial Statement (Kshs)	Supporting Schedules (Kshs)	Unexplained Difference (Kshs)
1	Basic Wages of Contractual Employees	1,663,218	1,422,812	240,406
2	Employer Contribution to NSSF	2,400	0	2,400

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

No.	Item	Financial Statement (Kshs)	Supporting Schedules (Kshs)	Unexplained Difference (Kshs)
3	Committee Allowances	2,748,000	2,098,000	650,000
4	Training	500,000	685,000	-185,000
5	Emergency	4,442,887	4,066,171	376,716
6	Security	2,097,517	2,297,517	-200,000
7	Transfer to primary Schools	24,900,000	25,200,000	-300,000
8	Sports	2,500,000	886,004	1,613,996
9	Fuel, oil and lubricants	461,800	92,000	369,800
	Total	39,315,822	36,747,504	2,568,318

Consequently, the accuracy and completeness of the financial statements figures for the year ended 30 June 2018 could not be confirmed.

1.2 Summary Statement of Appropriation

1.2.1 Approved Budget

The summary statement of appropriation reflects original receipts and expenditure budget figure of Kshs.86,810,345 while the approved budget for year ended 30 June 2018 indicates a figure of Kshs.98,189,655 resulting in a variance of Kshs.11,379,310 which has not been explained or reconciled.

As a result, the accuracy of the summary statement of appropriation original budget figure of Kshs.86,810,345 for the year ended 30 June 2018 could not be confirmed.

1.2.2 Adjustments

The summary statement of appropriation reflects an adjustment figure of Kshs.52,327,585 instead of Kshs.41,880,974 being 2016/2017 financial year budget under funding of Kshs.40,948,275 received in the current year and Kshs.932,699 cash balances brought forward thereby resulting in a variance of Kshs.10,446,611.

Under the circumstance, the accuracy of the adjustment figure of Kshs.52,327,585 for the year ended 30 June 2018 could not be confirmed.

1.3 Variances Between the Opening Balances and 2017 Audited Financial Statements Balances

The financial statements for the year under review include various opening balances which are at variance with the closing balances reflected in the 2016/2017 audited financial statements as detailed below;

Item	Balances as per Comparative Figure for 2017/2018 Financial Statements Kshs	Balances as per 2016/2017 Audited Financial Statements Kshs	Variance Kshs
Fund balance brought forward	932,699	29,336,867	-28,404,168
Net cash from operating activities	28,404,168	-28,404,168	56,808,336
Net increase in cash and cash equivalent	28,404,168	-28,404,168	56,808,336

In consequence, the accuracy and completeness of the comparative balances for the year ended 30 June 2018 could not be confirmed.

2.0 Cash and Cash Equivalents

2.1 Bank Balances

The statement of assets and liabilities as at 30 June 2018 reflects cash and cash equivalents balance figure of Kshs.9,731,757 consisting of bank balance which is at variance with the bank reconciliation statement figure of Kshs.9,701,758 resulting in an unexplained or unreconciled variance of Kshs.29,999. Further, the bank reconciliation statement for the month of June 2018 reflects payments in the cash book not yet recorded in bank statement in respect of unrepresented cheques amounting to Kshs.17,578,956.60 out of which cheques totaling to Kshs.324,980 were stale and no reason or explanation was provided for not reversing the stale cheques in the cash book. In addition, no information was made available for audit review showing the dates when the unrepresented cheques totaling Kshs.17,253,976 were subsequently cleared in the bank. Also the bank reconciliation statement for the month of June 2018 reflects receipts in cash book not yet recorded in bank statement figure of Kshs.53,521 some dating back to August 2016 and payments in bank statement not recorded in cash book figure of Kshs.147,598. No reason has been provided why the long outstanding reconciling items have not been cleared from the bank reconciliation statements.

2.2 Unsupported Project Management Committee Bank Balances

Annex 4 of the financial statements reflect Project Management Committee (PMC) bank balances totalling Kshs.142,017.29 as at 30 June 2018. However, cash books, closing bank balance certificates, bank statements and bank reconciliation statements were not provided for audit review.

Consequently, the existence, accuracy, validity and completeness of the Project Management Committee bank balance for the year ended 30 June 2018 could not be confirmed.

In view of the foregoing, the accuracy, validity and completeness of the cash and cash equivalents balance of Kshs.9,731,757 as at 30 June 2018 could not be ascertained.

I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my adverse opinion.

Key Audit Matters

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

Other Matter

1.0 Budgetary Control and Performance

1.1 Budget Performance

The National Government Constituencies Development Fund - Turbo Constituency had an approved budget of Kshs.139,137,930 for the financial year 2017/2018. During the year, the Fund incurred expenditure of Kshs.75,554,388 or 54.3% of the approved budget resulting in an under expenditure of Kshs.63,583,542 or 45.7% of the final budget as follows:

Item	Budget Amount (Kshs)	Expenditure (Kshs)	Under Absorption (Kshs)	Under Absorption (%)
Compensation of Employees	3,732,069	3,563,721	168,348	4.5%
Use of Goods and Services	4,554,421	4,297,363	257,058	5.6%
Transfers to Other Government Units	73,267,180	31,900,000	41,367,180	56.5%
Other Grants and Transfers	46,584,260	35,793,304	10,790,956	23.2%
Acquisition of Assets	11,000,000	0	11,000,000	100%
Other Expenditure		0	0	0%
Total	139,137,930	75,554,388	63,583,542	45.7%

From the above summary, it is clear that the Fund failed to utilize Kshs.63,583,542 or 45.7% of its budget allocation. Failure to utilize all the funds as budgeted for is an indication that programs or activities were not implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Turbo Constituency. It may also be an indication that the budgetary process was not properly estimated.

2.0 Project Implementation Status

During the financial year 2017/2018, National Government Constituency Development Fund –Turbo Constituency had an approved budget of Kshs.140,012,628 to be spent on ninety nine (99) projects out of which an amount of Kshs.31,796,600 was disbursed to seventy (70) projects while twenty nine (29) projects with a budget of Kshs.21,086,207 were not funded, nine (9) projects with a budget of Kshs.4,450,000 were incomplete and ten (10) projects with a budget of Kshs.3,380,000 were complete as at 30 June 2018 as detailed in **Appendix I**. Failure to complete the funded projects is an indication that programs or activities were not implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Turbo Constituency.

3.0 Project Verification

During the year under review, seventeen (17) projects costing Kshs.7,830,000 were verified during the audit in January 2019. Ten (10) projects with total disbursements amounting to Kshs.3,380,000 were found to be complete and in use, seven (7) projects with funding of Kshs.4,450,000 were incomplete but work was ongoing as detailed in **Appendix II**. Delay in completion of the projects has the effect of denying the constituents of Turbo Constituency the services they are entitled to.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

As required by Article 229(6) of the Constitution, because of the significance of the matters discussed in the Basis for [Conclusion on Lawfulness and Effectiveness in Use of Public Resources/Adverse Opinion] section of my report, based on the audit procedures performed, I confirm that public resources have not been applied lawfully and in an effective way.

Basis for Conclusion

1.0 Use of Goods and Services

1.1 Committee Expenses

Included in the use of goods and services figure of Kshs.4,297,363 reflected in note 5 to the financial statements is committee expenses figure of Kshs.2,748,000. Audit review of records revealed that the payments were not supported by minutes of the meetings as well as the attendance register for meetings held, approved work plan and procurement plan.

Consequently, the propriety of committee expenditure amount of Kshs.2,748,000 for the year ended 30 June 2018 could not be confirmed.

1.2 Training Expenses

Included in the use of goods and services figure of Kshs.4,297,363 reflected in note 5 to the financial statements is training expenses figure of Kshs.500,000. Audit review of records revealed that an imprest of Kshs.685,000 for the monitoring and evaluation during bursary programme was undertaken during the year against approved budget Kshs.500,000 for the year 2017/2018 resulting in an unapproved over expenditure of Kshs.185,000. Further, the imprest had not been fully accounted for as the itinerary of places visited and the number of days the programme took was not availed for audit review. Consequently, the propriety of the total expenditure of Kshs.685,000 for the year ended 30 June 2018 could not be confirmed.

2.0 Transfers to Other Government Units

2.1 Unsupported Expenditure

The statement of receipts and payments for the year ended 30 June 2018 reflects transfers to other government units amount of Kshs.31,900,000 relating to funds disbursed to various Project Management Committees. However, actual expenditure returns and acknowledgement letters from institutions that received the funds were not made available for audit verification contrary to Section 15(1) (d) of the National Constituency Development Fund Regulations, 2016 which states that the Project Management Committees shall prepare returns and file them with a Constituency Committee.

Under the circumstances, it was not possible to confirm whether the funds totaling Kshs.31,900,000 were actually received and utilized for the budgeted projects in the year under review.

2.2 Construction of one Dormitory to completion at Ngenyilel Secondary School

Included in transfers to other government units figure of Kshs.31,900,000 reflected in the statement of receipts and payments was transfer to secondary school's expenditure of Kshs.7,000,000 out of which expenditure amounting to Kshs.800,000 was disbursement to Ngenyilel Secondary School for the construction of one dormitory to completion. However tender documents such as tender advertisement, tender opening, evaluation and award committee minutes, project file, expenditure returns, inspection reports, Constituency Development Funds Committee monitoring and evaluation reports and contract agreement were not availed for audit review. Further, physical verification of the project in January 2019 revealed that the foundation was incomplete. Consequently, the propriety of the disbursements of Kshs.800,000 to Ngenyilel Secondary School for the year ended 30 June 2018 could not be confirmed.

2.3 Completion of Modern Library by Installation of Windows at Paul Boit High School

Included in transfers to other government units figure of Kshs.31,900,000 reflected in the statement of receipts and payments was transfer to secondary school's expenditure of Kshs.7,000,000 out of which expenditure amounting to Kshs.800,000 was disbursement

to Paul Boit Secondary School for the completion of modern Library by installation of windows. However, the payment voucher was not supported by tender documents such as tender advertisement, tender opening, evaluation and award committee minutes, project file, expenditure returns, inspection reports, Constituency Development Funds Committee (CDFC) monitoring and evaluation reports and contract agreement.

Consequently, the propriety of the disbursements of Kshs.800,000.00 to Paul Boit School for the year ended 30 June 2018 could not be confirmed.

3.0 Other Grants and Transfers

3.1 Emergency Payments

Included in other grants and transfers figure of Kshs.35,793,304 reflected in the statement of receipts and payments is emergency projects expenditure of Kshs.4,442,887 out of which expenditure amounting to Kshs.597,571 relates to maintenance of motor vehicles. However, these projects or activities do not meet emergency criteria as stipulated in section 8 (3) of the National Government Constituencies Development Fund Act, 2015 which defines emergency as urgent unforeseen need for expenditure for which in the opinion of the committee it cannot be delayed until the next financial year without harming the public interest of the constituents and therefore should have been budgeted for through the normal budgetary process. No reason was provided for not budgeting for these projects through the normal budgetary process

Consequently, the fund management was in breach of the law and the propriety of the expenditure of Kshs.597,571 for the year ended 30 June 2018 could not be confirmed.

3.2 Purchase of Seedlings

Included in other grants and other payments figure of Kshs.35,793,304 under note 7 to the financial statement is environment expenditure figure of Kshs.1,468,900. A physical verification of schools where the seedlings were planted revealed that about 90% or Kshs.1,322,010 cost of the seedlings had dried up. In Kapchumba Primary School, for instance, only 11 seedlings out of the 700 supplied and planted survived.

Consequently, NG-CDF Turbo constituency did not receive value for money on the expenditure of Kshs.1,468,900 incurred on the purchase of seedlings to various primary schools in Turbo constituency.

4.0 Irregular Re-Allocation of Project Funds

Included in the transfers to other government units figure of Kshs.31,900,000 are disbursements totalling Kshs.3,600,000 to three (3) primary schools and two (2) secondary schools which was applied towards the implementation of activities that were different from the ones approved by the NGCDF Board contrary to Section 6(2) of the National Government Constituency Development Act, 2015 which states that once funds are allocated for a particular project, they shall remain allocated for that project

and may only be re-allocated for any other purpose during the financial year with the approval of the Board.

Consequently, the management is in breach of the law and the propriety of the disbursements of Kshs.3,600,000 to schools could not be confirmed.

5.0 Cash Procurement of Items above Authorized Ceilings

Included in other grants and transfers figure of Kshs.35,793,304 reflected in the statement of receipts and payments was emergency projects expenditure of Kshs.4,442,887 out of which expenditure of Kshs.544,000.00 for the purchase of foodstuff and hardware materials for construction of community toilets were paid in cash and exceeded the low value cash purchase limit of Kshs.5,000 for entities in class 'C' in which National Government Constituency Development Fund-Turbo Constituency falls. Further, the signed distribution list by the beneficiaries for the foodstuff purchased were not availed for audit review.

Consequently, the fund management was in breach of the law and the propriety of the expenditure of Kshs.544,000 for the year ended 30 June 2018 could not be confirmed

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

As required by Section 7 (1) (a) of the Public Audit Act, 2015, because of the significance of the matters discussed in the Basis for [Conclusion on Effectiveness of Internal Controls, Risk Management and Governance/Adverse Opinion] section of my report, based on the audit procedures performed, I confirm that internal controls, risk management and governance were not effective.

The audit was conducted in accordance with ISSAI 1315 and ISSAI 1330. The standard requires that I plan and perform the audit 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 for The Financial Statements

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

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

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

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

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

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

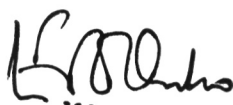
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting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

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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



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

Nairobi

05 March 2019

Appendix I

Project Implementation Status

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
1	Chepsaita Secondary School	Construction of Teachers Quarter's at Kshs.400,000 and plumbing of dining hall. At Kshs.100,000, part funding of a school bus	1,500,000.00	1,000,000.00
2	Uasin Gishu Primary School	Renovation of one ablution block plumbing works and connecting it to the sewer line, Construction of one new Dormitory for boys to completion	1,300,000.00	800,000.00
3	Emkoin Primary School	Construction of 10 doors New Latrines to completion, construction of two classrooms to completion	1,300,000.00	800,000.00
4	Sokyt Secondary	Construction of two new classrooms to completion, construction of one dormitory to completion at the cost of Kshs.800,000	1,600,000.00	800,000.00
5	Chebarus Secondary School	construction of one dormitory to completion at the cost of Kshs.800,000	800,000.00	800,000.00
6	St. Anthony Boinett Secondary School	construction of one dormitory to completion at the cost of Kshs.800,000	800,000.00	800,000.00
7	Paul Boit Boys High School – Kapkong	Completion of a modern library by installation of windows ,doors and plastering	800,000.00	800,000.00
8	Ngenyilei Secondary School	construction of one dormitory to completion at the cost of Kshs.800,000	800,000.00	800,000.00
9	Chebarus Pri Sch	Renovation of 4 classrooms by painting replacing of worn out doors and broken window panes, construction of one dormitory to completion at the cost of Kshs.750,000	1,150,000.00	750,000.00
10	Kolongei Pri Sch	Completion of two classrooms by installation of windows, doors plastering and screeding, construction of one dormitory to completion at the cost of Kshs.750,000	1,150,000.00	750,000.00
11	Chepkemel Primary School	Construction of 6 door latrines for the school, construction of one dormitory to completion at the cost of Kshs.750,000	1,050,000.00	750,000.00
12	Symbios Primary School	Construction of one dormitory to completion at the cost of Kshs.750,000	750,000.00	750,000.00

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

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
13	Tuiyobei Gaa Primary School	Construction of one dormitory to completion at the cost of Kshs.750,000, Renovation of 7 classrooms by Reflooring, painting, replacing of worn out Doors and broken window panes	1,250,000.00	750,000.00
14	Chepkoiyo North Primary School	Construction of one dormitory to completion at the cost of Kshs.750,000	750,000.00	750,000.00
15	Kapkeben Secondary School	Completion of a modern multipurpose hall by installation of windows ,doors and plastering	700,000.00	700,000.00
16	Atnas Kandie Primary School	Renovation of one ablution block plumbing works and connecting it to the sewer line , construction of one classroom to completion and renovation of two	1,600,000.00	600,000.00
17	Cheptabach North Primary Sch	Construction of One new classroom to completion, Construction to completion of one class construction of one at Kshs.400,000	1,000,000.00	600,000.00
18	Kapkeben Primary School	Completion of Dormitory for Boys by installation of windows, doors plastering and screeding, construction of a staff quarters to completion, Purchasing of 40 beds at @ Kshs.7,500	1,200,000.00	500,000.00
19	Kapkoros Primary School	Construction of 8 doors New Latrines to completion, construction of one computer laboratory to completion	900,000.00	500,000.00
20	Kapchumba Primary School	Completion of two classrooms by installation of windows, doors plastering and screeding, completion of 2 dormitories at Kshs.200,000 by way of painting and plastering and installation of 40 beds at the cost of Kshs.7,500 @at Kshs.300,000	700,000.00	500,000.00
21	Murgusi Primary School	Completion of dining hall at. Kshs.200,000 and administration block at kshs.200,000 by plastering and installation of windows and doors, construction of one dormitory to lintel level at the cost of Kshs.500,000	900,000.00	500,000.00
22	Kamoret Primary School	Construction of one classroom to completion at the cost of Kshs.500,000	500,000.00	500,000.00
23	Kaptebee Secondary	Installation of doors, windows and plastering of dormitory, construction of one classroom to completion at the cost of Kshs.500,000	1,000,000.00	500,000.00
24	Huruma Primary School	Renovation of one ablution block plumbing	1,400,000.00	400,000.00

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
		works and connecting it to the sewer line, completion of I.T. laboratory by installation of doors windows plastering and painting		
25	Teldet Primary School	Construction of One new classroom to completion, completion of two classrooms by installation of doors windows and drs plus plastering and painting	900,000.00	400,000.00
26	Emkwen Primary School	Construction of One new classroom to completion, construction of one teacher's house to completion at the cost of Kshs.400,000	800,000.00	400,000.00
27	Lower Kipkaren Primary School	Construction of one classroom to completion, construction of one teacher's house to completion at the cost of Kshs.400,000	800,000.00	400,000.00
28	Kiplombe Primary School	construction of one teacher's to completion at the cost of Kshs.400,000	400,000.00	400,000.00
29	Ainabmoi Primary School	Completion of two classrooms by way of roofing, plastering and painting and installation of windows and doors	400,000.00	400,000.00
30	Union Primary School	Fencing of the school compound using chain link and fencing posts	400,000.00	400,000.00
31	St. Marys Primary School	Removal of asbestos for 4 classrooms and replacing them with galvanized iron sheets	400,000.00	400,000.00
32	St. Patricks Primary School	Removal of asbestos for 4 classrooms and replacing it with galvanized iron sheets	400,000.00	400,000.00
33	Tarus Primary School	Construction of one classroom to completion	400,000.00	400,000.00
34	Tapsagoi Primary School	Construction of one classroom to completion	400,000.00	400,000.00
35	Aic Besiebor Primary School	Construction of one classroom to completion	400,000.00	400,000.00
36	Tiret Primary School	Construction of one classroom to completion	400,000.00	400,000.00
37	Chepkumia Primary School	Construction of one classroom to completion	400,000.00	400,000.00
38	Tuiyobei Primary School	Construction of one classroom to completion	400,000.00	400,000.00
39	Manzini Primary School	Construction of one classroom to completion	400,000.00	400,000.00
40	Sokyot Primary School	Construction of one classroom to completion	400,000.00	400,000.00

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
41	Mogoon Primary School	Purchase of one acre land	400,000.00	400,000.00
42	St. Joseph's Emgoi Primary School	construction of one classroom to completion at the cost of Kshs.400,000	400,000.00	400,000.00
43	Tuigoi Primary School	construction of one classroom to completion at the cost of Kshs.400,000	400,000.00	400,000.00
44	St. Peters' Soin Secondary School	Construction of one classroom to completion, construction of one classroom to completion at the cost of Kshs.400,000	800,000.00	400,000.00
45	Christ The King Sambut High School	completion of a storeyed chemistry laboratory by fitting of gas appliances	400,000.00	400,000.00
46	Sigowet Pri Sch	Construction of one new Teachers Quarters to completion, installation of 40 beds in the boarding facilities @ 7 Kshs.7,500	700,000.00	300,000.00
47	Kaplelach North Primary	Construction of 10 doors New Latrines to completion, installation of 40 beds in the boarding facilities @ 7 Kshs. 7,500	800,000.00	300,000.00
48	Kapleketet Primary School	Construction of 6 doors New Latrines to completion, completion of three classrooms by way of plastering, flooring and painting	600,000.00	300,000.00
49	Seiyot Primary School	1.completion of Dormitory at Kshs.200,000 & installation of Beds (40), Renovation of three classrooms by painting of roof and walls and flooring	800,000.00	300,000.00
50	Cheramei Primary School	Completion of 2 dormitories at Kshs.500,000 by plastering, flooring and installation of windows and doors, Installation of 40 beds in the boarding facilities @ 7 Kshs.7,500	800,000.00	300,000.00
51	Sambut Primary School	Completion of dormitory by painting and flooring, 200,000 and purchase 40 beds, Renovation of three classrooms by painting of roof and walls and flooring 300,000	800,000.00	300,000.00
52	Kaptich Primay School	Completion of administration block at lintel level by plastering, Renovation of three classrooms by painting of roof and walls and flooring	700,000.00	300,000.00
53	Kuresiet Primary School	Completion of 2 classrooms at Kshs.400,000 which are at lintel level, Completion of 2 dormitories at Kshs.700,000 by plastering, flooring and installation of windows and doors, Installation of 40 beds in the boarding	1,400,000.00	300,000.00

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

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
		facilities @ 7 Kshs.7,500 plastering, flooring and installation of windows and doors		
54	Sugoi Primary School	Completion of a dormitory at Kshs.300,000 plastering and installation of doors, Renovation of three classrooms by painting of roof and walls and flooring	600,000.00	300,000.00
55	Kosachei Primary School	Construction of one teachers' quarters to completion, Renovation of three classrooms by painting of roof and walls and flooring , construction of a new Dinning/ Multipurpose Hall to completion in the school	3,200,000.00	300,000.00
56	Upendo Primary School	Completion of one classroom by installation of windows and doors and plastering and screeding, renovation of three classrooms by painting of roof and walls and flooring	500,000.00	300,000.00
57	Boinett Primary School	Installation of 40 beds in the boarding facilities @ 7 Kshs.7,500	300,000.00	300,000.00
58	Lower Sosiani Primary School	Installation of 40 beds in the boarding facilities @ 7 Kshs.7,500	300,000.00	300,000.00
59	Sugoi Gaa Primary School	Purchasing of one acre piece of land at Kshs.300,000	300,000.00	300,000.00
60	Kamagut Primary School	Renovation of three classrooms by painting of roof and walls and flooring	300,000.00	300,000.00
61	Mogoiywo Primary School	Renovation of three classrooms by painting of roof and walls and flooring	300,000.00	300,000.00
62	Chemalal Primary School	Renovation of three classrooms by painting of roof and walls and flooring	300,000.00	300,000.00
63	Kombaeren Primary School	Installation of 40 beds in the boarding facilities @ 7 Kshs.7,500	300,000.00	300,000.00
64	Kapkong Primary School	Construction of one kitchen facility in the school to completion	300,000.00	300,000.00
65	Milimani Tuiyobei Primary School	renovation of three classrooms by painting of roof and walls and flooring	300,000.00	300,000.00
66	Mwangaza Primary School	renovation of three classrooms by painting of roof and walls and flooring	300,000.00	300,000.00
67	Chepsaita Primary School	renovation of three classrooms by painting of roof and walls and flooring	300,000.00	300,000.00

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
68	Leseru Primary School	Completion of a dormitory at Kshs.300,000 plastering and installation of doors and construction of latrines at Kshs.200,000	500,000.00	200,000.00
69	Bukwo Primary School	Completion of one classroom by installation of windows and doors and plastering and screeding	200,000.00	100,000.00
70	Kapkures Priary School	Purchasing a water tank and fitting accessories plus construction of its base	100,000.00	96,600.00
			50,000,000.00	31,796,600.00
		Projects Not Funded		
1	Kapkoi Primary School	Construction of an administration block to completion	500,000.00	-
2	Tebeson Primary School	Construction of one classroom to completion at the cost of Kshs.400,000	400,000.00	-
3	Kapsaos Primary School	Completion of TWO dormitories by installation of windows doors, plastering and flooring, Construction of 10 doors New Latrines to completion	1,000,000.00	
4	Kapyemit Primary School	Renovation of 2 classrooms by painting replacing of worn out doors and broken window panes	200,000.00	
5	Kapyemit Primary School	Completion of 2 classrooms at Kshs.400,000 which are at lintel level by roofing and plastering	400,000.00	
6	Tebeswet Primary School	Completion of an administration block by installation of windows doors, plastering and screeding of floor	400,000.00	
7	Kaaboi Primary School	Construction of 10 doors New Latrines to Completion	500,000.00	
8	St. Pauls' Kenduiywo Primary	Construction of One new classroom to Completion	400,000.00	
9	Murgor Hills Primary	Construction of 6 doors New Latrines to Completion	300,000.00	
10	Aic Tarus Primary	Construction of 4 doors New Latrines to Completion	200,000.00	
11	Moro Primary School	Completion of 3 classrooms by installation of windows, doors plastering and screeding.	600,000.00	
12	Kaptendon Primary School	Construction of modern latrines 8 doors	400,000.00	

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
13	Labuiywet Primary School	Wiring of 8 classrooms by conducting and installation of switches and sockets	200,000.00	
14	Chepkatet Primary School	Construction of two new classrooms to Completion	800,000.00	
15	Osorongai Primary School	Construction of modern latrines 8 doors	400,000.00	
16	Emgoin Primary School	Completion of administration block by plastering screeding installation of windows and doors	400,000.00	
17	Soin Primary School	Completion of two classrooms by plastering and installation of windows and doors	200,000.00	
18	Ngenyilel Primary School	Completion of a dormitory by plastering and installation of windows and doors	400,000.00	
19	St. Marys Mogoan Primary School	Construction of 6 door latrines for the school	300,000.00	
20	Milimani Primary School	Completion of three classrooms by plastering and installation of windows and doors	300,000.00	
21	Kipyonget Hills Primary Schools	Completion of one dormitory by screeding plastering and installation of windows and doors	400,000.00	
22	Eldoret Kandie Secondary School	Completion of 4 classrooms by way of plastering flooring installation of windows and doors	1,000,000.00	
23	Kaplelach Secondary School	Construction of One Dormitory to completion to host 80 students	1,000,000.00	
24	Kamoret Secondary School	Construction of 2 new classrooms to completion	800,000.00	
25	Seiyot Secondary School	Construction of one classroom new to completion	400,000.00	
26	Kosachei Secondary Sch.	Roofing of 120 students' capacity Dormitory which is at lintel level, Construction of one Multi-purpose hall in the school to completion	4,786,207.00	
27	Turbo Girls Secondary	Construction of one new dormitory to Completion	1,000,000.00	
28	Murgusi Secondary School	Roofing, plastering, door and window fitting of girls dormitory, construction of one dormitory to lintel level at the cost of Kshs.500,000	400,000.00	

S/No.	Project Name	Project Activity	Budget Amount (Kshs)	Amount Disbursed (Kshs)
29	St. Mary's Osorongai Secondary School	Construction of a storeyed Multi-purpose Hall by completing the slab and construction of the Upper Rooms to roofing	3,000,000.00	
	Total		21,086,207.00	-

Appendix II

Projects Verified

Completed Projects				
1	Kapkeben Primary School	Construction of a staff quarters to completion	500,000.00	Project completed and is in use
2	Chebarus Primary School	Construction of one dormitory to completion at the cost of Kshs.750,000	750,000.00	Funds reallocated to construction of Administration block which was completed and is in use.
3	Bukwo Primary School	Completion of one classroom at the cost of Kshs.100,000 (plastering and painting) and construction of one to completion at the cost of Kshs.400,000	500,000.00	One classroom completed with exception of partitioning but not in use.
4	Chebaiywa primary school	Emergency	200,000.00	Completed and in use
5	RCEA Kiplombe secondary school	Emergency	300,000.00	Completed and in use
6	AIC Besibor primary school	Emergency	250,000.00	Completed and in use
7	Kapsaos Primary School	Emergency	200,000.00	Completed and in use
8	AIC Leseru Primary School	Emergency	200,000.00	Completed and in use
9	Kimolwet Chebarus Primary School	Emergency	230,000.00	Completed and in use
10	AIC Seiyot secondary school	Construction of one classroom	250,000.00	Completed and in use
		Sub-total	3,380,000.00	
Uncompleted Projects				
11	Kolongei Primary School	Construction of one dormitory to completion at the cost of Kshs.750,000	750,000.00	Project is over 90% complete
12	Kapchumba Primary School	Completion of 2 dormitories at Kshs.200,000 by way of painting and plastering and installation of 40 beds at the cost of Kshs.7,500 @at Kshs.300,000	500,000.00	Project completed with exception of painting. No beds were installed
13	Tuiyobei Gaa Primary School	Construction of one dormitory to completion at the cost of Kshs.750,000	750,000.00	Two classrooms built which is about 80% complete instead of one dormitory
14	Tiret Primary School	construction of one classroom to completion	400,000.00	The project is over 90% complete

15	Kapkong Primary School	Construction of one kitchen facility in the school to completion	300,000.00	Funds utilized to build toilets instead of one kitchen facility. The toilet is complete and is in use.
16	Chepkemel Primary School	Construction of one dormitory to completion at the cost of Kshs.750,000	750,000.00	The project has been built up to roof level with no windows and doors completed. No work is ongoing at the time of verification
17	Sugoi Chiefs Office	Construction of AP staff quarters to completion	1,000,000.00	Foundation, walling and roofing done but no fittings and finishes. Toilets completed.
		Sub-total	4,450,000.00	
		Grand Total	7,830,000.00	

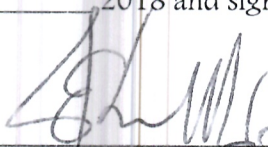
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
TURBO CONSTITUENCY**

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

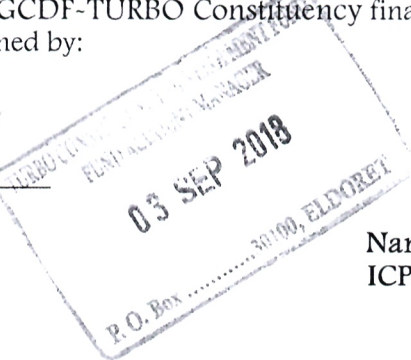
IV. STATEMENT OF RECEIPTS AND PAYMENTS FOR THE YEAR ENDED 30 JUNE 2018

	Note	2017-2018	2016-2017
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	84,353,447	100,384,145
Proceeds from Sale of Assets	2		
Other Receipts	3	0	
TOTAL RECEIPTS		84,353,447	100,384,145
PAYMENTS			
Compensation of employees	4	3,563,721	2,834,303
Use of goods and services	5	4,297,363	8,605,229
Transfers to Other Government Units	7	31,900,000	59,847,725
Other grants and transfers	8	35,793,304	57,501,056
Acquisition of Assets	10	-	-
Other Payments	11	-	-
TOTAL PAYMENTS		75,554,388	128,788,313
SURPLUS/DEFICIT		8,799,059	(28,404,168)

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



Fund Account Manager
Name: ROTICH EDWIN




Sub-County Accountant
Name: CPA Michael Munene Muchoki
ICPAK Member Number:

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

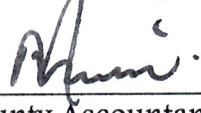
Reports and Financial Statements For the year ended June 30, 2018

V. STATEMENT OF ASSETS AND LIABILITIES AS AT 30 JUNE 2018

	Note	2017-2018	2016-2017
		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	9,731,757	932,699
Cash Balances (cash at hand)	10B	0	0
Outstanding Imprests	11	0	0
TOTAL FINANCIAL ASSETS		9,731,757	932,699
REPRESENTED BY			
Retention	12	0	0
Fund balance b/fwd 1st July...	13	932,699	932,699
Surplus/Deficit for the year		8,799,059	0
Prior year adjustments	14		0
NET LIABILITIES		9,731,757	932,699

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


Fund Account Manager
Name: ROTICH EDWIN


Sub-County Accountant
Name: CPA Michael Munene Muchoki
ICPAK Member Number:

03 SEP 2018

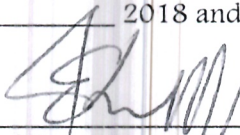
**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)
TURBO CONSTITUENCY**

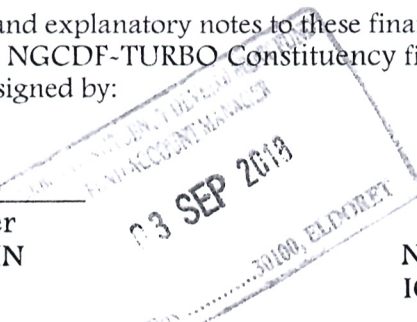
Reports and Financial Statements For the year ended June 30, 2018

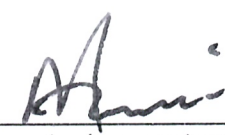
VI. STATEMENT OF CASHFLOW FOR THE YEAR ENDED 30 JUNE 2018

Receipts for operating income		2017- 2018	2016 - 2017
Transfers from CDF Board	1	84,353,447	100,384,145
Other Receipts	3	0	
TOTAL RECIEPTS		84,353,447	100,384,145
Payments for operating expenses			
Compensation of Employees	4	3,563,721	2,834,303
Use of goods and services	5	4,297,363	8,605,229
Transfers to Other Government Units	6	31,900,000	59,847,725
Other grants and transfers	7	35,793,304	57,501,056
Other Payments	9		
TOTAL PAYMENTS		75,554,388	128,788,313
Adjusted for:			
Adjustments during the year	14		
Net cash flow from operating activities		8,799,059	28,404,168
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2		
Acquisition of Assets	9	0	
Net cash flows from Investing Activities			0
		0	
NET INCREASE IN CASH AND CASH EQUIVALENT		8,799,059	28,404,168
Cash and cash equivalent at BEGINNING of the year	13	932,699	29,336,867
Cash and cash equivalent at END of the year	12	9,731,757	932,699

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


Fund Account Manager
Name: ROTICH EDWIN




Sub-County Accountant
Name: CPA Michael Munene Muchoki
ICPAK Member Number:

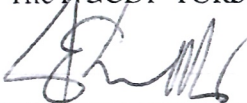
**Reports and Financial Statements
For the year ended June 30, 2018**

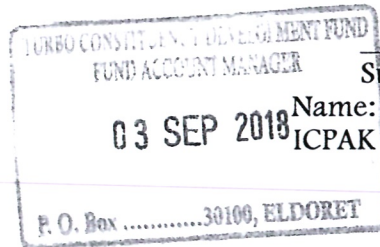
VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

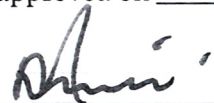
VII SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED							
Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilization Difference	% of Utilization	Over/underutilization comment
	a	b	c=a+b	d	e=c-d	f=d/c %	
RECEIPTS							
Transfers from CDF Board	86,810,345	52,327,585	139,137,930	84,353,447	54,784,483	61	
Sale of Tender	0	0	0	0	0		
	86,810,345	52,327,585	139,137,930	84,353,447	54,784,483	61	
PAYMENTS							
Compensation of Employees	3,407,931	324,138	3,732,069	3,563,721	168,348	95	
Use of goods and services	4,354,421	200,000	4,554,421	4,297,363	257,058	94	
Transfers to Other Government Units	29,100,000	44,167,180	73,267,180	31,900,000	41,367,180	44	
Other grants and transfers	43,947,993	2,636,267	46,584,260	35,793,304	10,790,956	77	
Acquisition of Assets	6,000,000	5000000	11,000,000	0	11,000,000	0	
Other Payments-sale of Tender	0	0	0	0	0	0	
TOTALS	86,810,345	52,327,585	139,137,930	75,554,388	63,583,542	54	

(a) /For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category
Funds were not disbursed from the board on time hence the under-utilization or disbursements to projects

The NGCDF-TURBO Constituency financial statements were approved on _____ 2018 and signed by:


Fund Account Manager
Name: ROTICH EDWIN




Sub-County Accountant
Name: CPA Michael Munene Muchoki
ICPAK Member Number

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-TURBO 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 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.

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) –
TURBO CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2018**

IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES			
Description	Description	2017-2018	2016-2017
		Kshs	Kshs
			59,435,868
	23/02/2018	5,500,000.00	4094828
	15/03/2018	40,948,275.00	36853449
	31/01/2018	37,905,172.00	
TOTAL		84,353,447.00	100,384,145

2. PROCEEDS FROM SALE OF ASSETS

2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS			
Description		2017-2018	2016-2017
		Kshs	Kshs
Receipts from the Sale of Buildings			
Receipts from the Sale of Vehicles and Transport Equipment			
Receipts from the Sale Plant Machinery and Equipment			
OTHERS NOT CLASSIFIED ELSEWHERE			40,250
	Total		40,250

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

3 OTHER RECEIPTS			
Description		2017-2018	2016-2017
		kshs	Kshs
Rents			0
Sale of tender documents			0
Other Receipts Not Classified Elsewhere (specify)			
Total			0
4 COMPENSATION OF EMPLOYEES			
Description		2017-2018	2016 - 2017
		Kshs	Kshs
Basic wages of contractual employees		1,663,218	2,807,903
Basic wages of casual labour			
Employer contribution to NSSF		2,400	26,400
Personal allowances paid as part of salary			
House allowance			0
Transport allowance			0
Leave allowance			0
Other personnel payments			
gratuity		1,898,103	
Total		3,563,721	2,834,303

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
TURBO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

5 USE OF GOODS AND SERVICES			
Description		2017-2018	2016-2017
		Kshs	Kshs
Utilities, supplies and services		0	
Office rent			
Communication, supplies and services		0	
Domestic travel and subsistence		0	
Telephone Allowance			
Printing, advertising and information supplies & services		0	
Rentals of produced assets		587,563	
Training expenses		500,000	60,000
Hospitality supplies and services		0	
Insurance costs			0
Specialised materials and services			0
Other committee expenses			
Committee allowance		2,748,000	5,187,923
Office and general supplies and services		0	4,245,565
Fuel ,oil & lubricants		461,800	
Other operating expenses			
Routine maintenance – vehicles and other transport equipment		0	
Routine maintenance – other assets			
			0
Total		4,297,363	9,493,488

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

6 TRANSFER TO OTHER GOVERNMENT ENTITIES			
Description	2017-2018		2016-2017
	Kshs		Kshs
Transfers to primary schools	24,900,000		33,547,725
Transfers to secondary schools	7,000,000		16,300,000
Transfers to NATIONAL			10,000,000
Transfers to Health institutions			
TOTAL	31,900,000		59,847,725
7 OTHER GRANTS AND OTHER PAYMENTS			
Description	2017-2018		2016-2017
	Kshs		Kshs
Bursary -Secondary	5,700,000		10,997,800
Bursary -Tertiary	19,584,000		34,046,225
Bursary-Special schools			
Mocks & CAT			1,500,000.00
water			800000
Agriculture (food security)			
Electricity projects			-
Security	2,097,517		650,000
Roads			-
Sports	2,500,000		1,585,013
Environment	1,468,900		1084371
Emergency Projects (specify)	4,442,887		6,837,647
Total	35,793,304		57,501,056

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8 ACQUISITION OF ASSETS			
Non Financial Assets		2017-2018	2016-2017
		Kshs	Kshs
Purchase of Buildings			
Construction of Buildings		0	
Refurbishment of Buildings			0
Water And Sewarage supply			
Purchase of Vehicles			
Purchase of Bicycles & Motorcycles			0
Overhaul of Vehicles			0
Purchase of Office furniture and fittings			0
Purchase of computers ,printers and other IT equipments			
Purchase of photocopier			
Purchase of other office equipments			
Purchase of soft ware			0
Acquisition of Land			0
Total		0	0

9. OTHER PAYMENTS

9 Other Payments			
specify			0
specify			0
specify			0
TOTAL			0

10A: Bank Balances (cash book bank balance)			
Name of Bank, Account No. & currency	Account Number	2017-2018	2016-2017
		Kshs (30/6/2018)	Kshs (30/6/2017)
Cooperative Bank, Yala Branch A/C no.		9,731,757	932,699
			0
			0
Total		9,731,757	932,699

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10B: CASH IN HAND	2017-2018	2016-2017
Location 1	0	0
Location 2	0	0
Location 3	0	0
Other Locations (<i>specify</i>)	0	0
Total	0	0
<i>[Provide cash count certificates for each]</i>		

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer or Institution</i>	-	-	-	-
<i>Total</i>				-

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

12 RETENTION

	2017 - 2018 Kshs	2016-2017 Kshs
Supplier 1	-	-
Supplier 2	-	-
Supplier 3	-	-
Total	-	-

[Provide short appropriate explanations as necessary]

13. BALANCES BROUGHT FORWARD

13 BALANCES BROUGHT FORWARD			
		2017 - 2018 Kshs (1/7/2017)	2016-2017 Kshs (1/7/2016)
Bank accounts		932,699	932,699
Cash in hand			
Imprest			
Total		932,699	932,699

[Provide short appropriate explanations as necessary]

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

NOTES TO THE FINANCIAL STATEMENTS (Continued)

14. PRIOR YEAR ADJUSTMENTS

	2017- 2018 Kshs	2016-2017 Kshs
Bank accounts	-	-
Cash in hand	-	-
Imprest	-	-
Total	-	-

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2017- 2018 Kshs	2016-2017 Kshs
Construction of buildings	-	-
Construction of civil works	-	-
Supply of goods	-	-
Supply of services	-	-
	-	-

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	-	-
Unionisable employees	-	-
Others (<i>specify</i>)	-	-
	-	-

15.3: UNUTILIZED FUNDS (See Annex 3)

	Kshs	Kshs
Compensation of employees	168,348	-
Use of goods and services	257058	-
Amounts due to other Government entities	41,367,180	-
Amounts due to other grants and other transfers	10,790,956	-
Acquisition of assets	11,000,000	-
Others (<i>specify</i>)	-	-
	63,583,542	-

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
TURBO CONSTITUENCY**

Reports and Financial Statements

For the year ended June 30, 2018

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 4)

	2017-2018 (kshs)	2016-2017(kshs)
PMC Account balanes(see attached list)	142,017.29	2,048,051.51
	-	-
TOTAL	142,017.29	2,048,051.51

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND TURBO CONSTITUENCY
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 2016	Outstanding Balance 2014	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						
Sub-Total						
Supply of goods						
7.						
8.						
9.						
Sub-Total						
Supply of services						
10.						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND TURBO CONSTITUENCY
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 2016	Outstanding Balance 2014	Comments
		a	b	c	d=a-c		
Senior Management							
1.							
2.							
3.							
	Sub-Total						
Middle Management							
4.							
5.							
6.							
	Sub-Total						
Unionisable Employees							
7.							
8.							
9.							
	Sub-Total						
Others (<i>specify</i>)							
10.							
11.							
12.							
	Sub-Total						
	Grand Total						

NATIONAL GOVERNMENT TURBO CONSTITUENCY
Reports and Financial Statements
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
Land	0	0	0	0
Buildings and structures	0	0	0	0
Transport equipment	5,500,000	0	0	5,500,000
Office equipment, furniture and fittings	803,374	0	0	803,374
ICT Equipment, Software and Other ICT Assets	0	0	0	0
Other Machinery and Equipment	0	0	0	0
Heritage and cultural assets	0	0	0	0
Intangible assets	0	0	0	0
Total	6,303,374	0	0	6,303,374

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND TURBO
CONSTITUENCY**

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

ANNEX 4 –PMC BANK BALANCES AS AT 30TH JUNE 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
KAPYEMIT PRIMARY SCHOOL	COOPERATIVE BANK	01141598621200	3,557	0.00
SOIN PRIMARY SCHOOL	COOPERATIVE BANK	01141685945900	512	0.00
TENDWA OSORONGAI PRIMARY	COOPERATIVE BANK	01141598643400	3072.50	2072.00
TUIGOI PRIMARY SCHOOL	COOPERATIVE BANK	01141685242000	2863.50	1862.50
AIC BESIEBOR PRIMARY SCHOOL	COOPERATIVE BANK	01141685242000	4,777.50	1827.50
CHEPSAITA PRIMARY SCHOOL	COOPERATIVE BANK	01141598390000	1962.50	1962.50
KANETIK POLYTECHNIC	COOPERATIVE BANK	01141598390000	1642.70	1162.50
MURGUSI PRIMARY SCHOOL	COOPERATIVE BANK	01141598632800	1055.00	51622.50
KOMBAEREN PRIMARY SCHOOL	COOPERATIVE BANK	01141598996800	2042.50	1042.50
LOWER SOSIANNI PRIMARY SCHOOL	COOPERATIVE BANK	01141598987400	312.50	1832.50
CHEPKOIYO NORTH PRIMARY SCHOOL	COOPERATIVE BANK	01141598197600	1027.50	102.50
KAPTENDON PRIMARY SCHOOL	COOPERATIVE BANK	01141598572400	3318.99	2318.99
MWANGAZA PRIMARY SCHOOL	COOPERATIVE BANK	01141598540300	1072	1072
UPENDO PRIMARY SCHOOL	COOPERATIVE BANK	01141598978100	1062.50	362.50
MILIMANI PRIMARY SCHOOL	COOPERATIVE BANK	01141685269200	36532.50	5462.50
CHEPKEMEL PRIMARY SCHOOL	COOPERATIVE BANK	01141685241300	1823.50	623.50
MURGOR HILL PRIMARY SCHOOL	COOPERATIVE BANK	01141685903900	242	0.00
SUGOI PRIMARY SCHOOL	COOPERATIVE BANK	01141685279100	6232.50	282.50
TUIYOBEL GAA PRIMARY SCHOOL	COOPERATIVE BANK	01141598179300	692.50	582

NATIONAL GOVERNMENT TURBO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
KOSACHEI PRIMARY SCHOOL	COOPERATIVE BANK	01141598337800	3332.50	2432.50
CHEPKUMIA PRIMARY SCHOOL	COOPERATIVE BANK	01141458463700	612.50	2512.50
TAPSAGOI PRIMARY SCHOOL	COOPERATIVE BANK	01141598213100	400.50	2120.50
TUIYOBEL GAA PRIMARY SCHOOL	COOPERATIVE BANK	01141598179300	692	582
MANZINI PRIMARY SCHOOL	COOPERATIVE BANK	01141598187000	102	1082.50
AIC TIRET PRIMARY SCHOOL	COOPERATIVE BANK	01141685239900	2,992	1,992.50
ST. JOSEPH EMGOIN PRIMARY	COOPERATIVE BANK	01141685115900	10,112.50	1,762.50
KAPLEKETET PRIMARY SCHOOL	COOPERATIVE BANK	01139686536100	0.00	0.00
CHEBARUS PRIMARY SCHOOL	COOPERATIVE BANK	01141598588700	1,032.50	242.50
CHERAMEI PRIMARY SCHOOL	COOPERATIVE BANK	01141686005700	2,342.50	0.00
KAPKEBEN PRIMARY SCHOOL	COOPERATIVE BANK	01141598541300	2.50	1382.50
EMKON PRIMARY SCHOOL	COOPERATIVE BANK	01141598614400	5,492.50	3,542.50
KAPTICH PRIMARY SCHOOL	COOPERATIVE BANK	01141598289200	5,492.50	3,542.50
SIGOWET PRIMARY SCHOOL	COOPERATIVE BANK	01141685271200	2,252.50	522.50
KURESJET PRIMARY SCHOOL	COOPERATIVE BANK	01141685295200	3,092.50	1,065.52
ATNAS KANDIE PRIMARY SCHOOL	COOPERATIVE BANK	01141598571300	1,006.00	352,988.00
CHEPKONGI PRIMARY SCHOOL	COOPERATIVE BANK	01141686104300	662.50	662.50
MOGOON PRIMARY SCHOOL	COOPERATIVE BANK	01141686104300	155.00	0.00
KOLONGEI PRIMARY SCHOOL	COOPERATIVE BANK	01141598013900	394.	244.00
ST. COLUMBANS PRIMARY SCH.	COOPERATIVE BANK	01141685240900	5,832.00	802,882.50
CHEMALAL PRIMARY	COOPERATIVE	01141598217400	1,415.60	8,865.50

NATIONAL GOVERNMENT TURBO CONSTITUENCY**Reports and Financial Statements****For the year ended June 30, 2018**

PMC	Bank	Account number	Bank Balance 2017/18	Bank Balance 2016/17
SCHOOL	BANK			
KAPCHUMBA PRIMARY SCHOOL	COOPERATIVE BANK	01141685277800	1,826.50	2,812.50
KAPKONG PRIMARY SCHOOL	COOPERATIVE BANK	01141598533800	13,492.50	29352.50
KAABOI PRIMARY SCHOOL	COOPERATIVE BANK	01141598585800	1462.50	750,332.50
SAMBUT PRIMARY SCHOOL	COOPERATIVE BANK	01141685106300	1,562.50	1,462.50
NGENYILEL PRIMARY SCHOOL	COOPERATIVE BANK	01141598973500	842.50	962.50
LABUIYWET PRIMARY SCHOOL	COOPERATIVE BANK	01141598990500	1,612.50	512.50
TOTAL			142,017.29	2,048,051.51

NATIONAL GOVERNMENT TURBO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

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)
1.1	The amount of kshs 10,000,000 was disbursed to Cheptabach Technical Training Institute as part funding with the ministry of science and technology towards construction of a new technical institute in turbo constituency	The management has noted the anomaly and will inform the implementing institution Rift Valley Technical Training Institute(RVTTI)	Edwin Rotich FAM	Resolved on management letter	resolved
1.2	Included also in the transfers to other government units figure of Kshs 59,847,725 are disbursements totalling Kshs 2,800,000 to 2 primary schools and 3 secondary institutions which was applied towards the implementation of activities that were different from the ones approved by NG-CDF Board.	The constituency development fund committee members approved re-allocation of the funds. However in future the management will inform the Board of the Committees decisions on reallocations'.	Edwin Rotich FAM	Resolved on management letter	resolved
2.1	Emergency funds totalling to Kshs 6,837,647 was disbursed to projects out of which Kshs 4,867,647 was disbursed to 10 primary school and 1 secondary school which did not meet emergency criteria.	The management through minuted resolution approved the disbursement of all these funds since the schools were facing shortage of classrooms, dormitories, beds and text books.	Edwin Rotich FAM	Resolved on management letter	resolved
2.2	Bursary disbursement was done by CDFC bursary sub-committee which failed to co-opt 2 members from ministry of Education	The management has noted the anomaly and will co-opt 2 members from the ministry of Education.	Edwin Rotich FAM	Resolved on management letter	resolved
3.0	Stale cheques totalling to Kshs 2,038,279 had not been	The management as noted the mistake and will reverse all	Michael Munene	Resolved on	resolved

NATIONAL GOVERNMENT TURBO CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2018

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)
	written back to cashbook and replaced.	stale cheques to cash book and replace it to other beneficiaries.	Sub-County Accountant Edwin Rotich FAM	management letter	
4.0	Un supported committee expenses	The management has taken note and the said documents are available.	Edwin Rotich FAM	Resolved on management letter	Resolved
5.0	Project management committee (PMC) Bank Balances	The bank statements are available, however the management will inform the projects to maintain cash book and do bank reconciliations.	Edwin Rotich FAM	Resolved on management letter	Resolved
6.0	Accounts receivables	The variance of Kshs 1,698,274 was meant for bursaries.	Edwin Rotich FAM	Resolved on management letter	Resolved
Other matters 1.1	The constituency budget performance was at 75% which results in an under expenditure of 25%	The management will endeavor to utilize all the allocated funds disbursed from the Board so that programs are delivered to the constituents.	Edwin Rotich FAM	Resolved on management letter	Resolved
1.2	Project implementation status	Project implementation is available.	Edwin Rotich FAM	Resolved on management letter	Resolved
1.3	Project verification	The schools were to source for more funds to purchase the bus where CDF allocated them Kshs 1,000,000.	Edwin Rotich FAM	Resolved on management letter	resolved

NG-CDF TURBO CONSTITUENCY

TRIAL BALANCE AS AT 30TH JUNE 2018

		DR	CR
Cash and Cash equivalents			
	Bank Balances	9,731,757	
	Cash Balances	-	
	Outstanding Imprest	-	
Payments			
	Compensation of Employees	3,563,721	
	Use of goods and services	4,297,363	
	Transfers to Other Government Units	31,900,000	
	Other grants and transfers	35,793,303	
	Acquisition of Assets		
	Other Payments	-	
Receipts			
	Transfers from the Board		84,353,447
	Proceeds from sale of assets		-
	Others receipts		-
Fund Balance b/f			932,699
TOTAL		85,286,144	85,286,146

