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REPORT THE NATIONAL ASSEMBLY PARLIAMENT	
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CLERK-AT THE-TABLE: Maina Wanjiku	

THE AUDITOR-GENERAL

ON

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

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

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019



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

REPORTS AND FINANCIAL STATEMENTS

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

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

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 The Act was later reviewed through the enactment of the CDF (Amendment) Act 2007, and repealed through CDF Act, 2013.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

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For the year ended June 30, 2019

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 ELDAS Constituency day-to-day management is under the following key organs:

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

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2019 and who had direct fiduciary responsibility were:

No	Designation	Name
1.	A.I.E holder	Irshad Mohamed
2.	Sub-County Accountant	Bishar Adan
3.	Chairman NGCDFC	Mohamud Abdi Ibrahim
4.	Member NGCDFC	Asha Bishar Jelle

(d) Fiduciary Oversight Arrangements

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

P.O. Box 491
ELDAS NG-CDF Building
Eldas -Anole Road
WAJIR, KENYA

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

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

(f) NGCDF ELDAS Constituency Contacts

Telephone: (254) 722 930 356
E-mail: cdfeldas@ngcdf.go.ke
Website: www.ngcdfeldas.go.ke

(g) NGCDF ELDAS Constituency Bankers

1. Kenya Commercial Bank
Account Number: 1147613265
Wajir Branch
P.O BOX 201-70200
Wajir, Kenya

(h) Independent Auditors

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

(i) Principal Legal Adviser

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

II.FORWARD BY THE CHAIRMAN NGCDF COMMITTEE

The budget performance against the actual amount was above average with 65.5% absorption rate for the financial year 2018/2019. However, for the amount receipt the absorption rate was 99% meaning the funds received during the year under review was properly utilized. This can be seen on page 9 (summary statement of appropriation) of the financial statement. Amount receipts was Ksh 108,784,483.15 out of Ksh 163,825,359.15 which was budget for the financial year 2018/2019 and prior year funds that were not disbursed to the constituency as at the beginning of the year under review.

During the financial year under review the constituency was able to issue bursary to deserving and needy student within the constituency with 100% distribution of the amount received as at 30/6/2019. Twenty six projects were implemented and were complete and in use; sixteen for primary schools, five secondary schools project and five for security project.

Constituents are well informed on the NG CDF function and coming forward with their proposal to improve the general wellbeing of residents. Peace and security are the major concern due to scarce resources within the pastoral communities along the constituency boundary as a result of climatic changes.

All projects are of urgency in nature to constituency, hence it becomes difficult to implement them since funds are received quarterly and like in financial year 2018/2019 more than 50% of the budget was received in the financial year 2019/2020 thus interfering with annual constituency program.

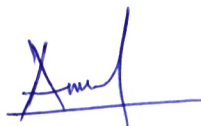
To rip the maximum benefits to the residents, NG CDF funds should be disbursed within the financial year to ensure smooth transformation of the area covered.

As way forward, Eldas NG-CDFC should purchase a motor vehicle to ease monitoring of projects. More resources should be allocated to peace building activities both by County Government and Eldas NG-CDF.

Programs and projects should be designed to mitigate the effect of climate change both in the short time and long term.

More public education should be carried out to encourage pastoralists to take their children to school to improve literacy levels.

Sign



CHAIRMAN NGCDF COMMITTEE

ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

III. STATEMENT OF ENTITY MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government Entity shall prepare financial statements in respect of that entity. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

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

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

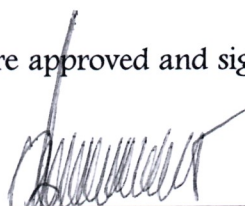
The Accounting Officer in charge of the NGCDF-ELDAS Constituency confirms that the entity has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the entity's funds received during the year under audit were used for the eligible 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-ELDAS Constituency financial statements were approved and signed by the Accounting Officer on 12/09/ 2019.



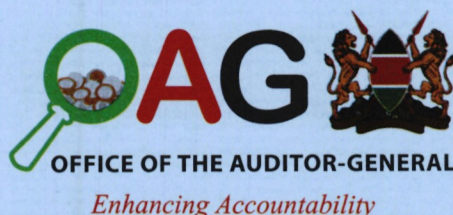
Fund Account Manager
Name: IRSHAD MOHAMED



Sub-County Accountant
Name: BISHAR ADAN HASSAN
ICPAK Member Number: 19500

REPUBLIC OF KENYA

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NAIROBI

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

REPORT ON THE FINANCIAL STATEMENTS

Qualified Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund - Eldas Constituency set out on pages 1 to 38, which comprise the statement of assets and liabilities as at 30 June, 2019 and the statement of receipts and payments, statement of cash flows and the summary statement of appropriation - recurrent and development combined for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund - Eldas Constituency as at 30 June, 2019 and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act, 2015 and the Public Finance Management Act, 2012.

Basis for Qualified Opinion

1. Cash and Cash Equivalents

The statement of assets and liabilities reflects a cash and cash equivalents balance of Kshs.4,235,836 as at 30 June, 2019. However, the bank reconciliation statement for the month of June 2019, reflected unrepresented cheques amounting to Kshs.776,051 of which Kshs.186,837 related to stale cheques dating back to the year 2014. It was not clear why the long outstanding unrepresented cheques had not been reversed in the cashbook.

Further, receipts amounting to Kshs.62,014 were reflected in the bank statement but not in the cash book as detailed below:

Date	Details	Amount (Kshs.)
10/02/16	Inward swift	20,000
19/02/16	Inward swift	20,000
21/02/16	Inward swift	20,000
28/07/16	Cash Deposit	2,000
26/09/16	Cheque reversed	14
	Total	62,014

The nature of the inward swifts and the cash deposit was not explained. It was not clear why the items had not been included in the cashbook. In addition, an amount of Kshs.47,480 in respect of bank charges was included in the bank statement but not in the cashbook. The details of the bank charges and the period to which they related were not provided.

In the circumstances, it was not possible to confirm the accuracy of the cash and cash equivalents balance of Kshs.4,235,836 as at 30 June, 2019.

2. Unsupported Expenditure on Training

The statement of receipts and payments reflects use of goods and services of Kshs.3,214,700. As disclosed at Note 5 to the financial statements, Kshs.800,500 was spent on training of which Kshs.780,500 was incurred on monitoring and evaluation exercise, training and facilitation of workshops during the period under review. However, committee allowances amounting to Kshs.200,000 paid for the monitoring and evaluation exercise held between 27 and 31 March, 2019 were not supported with monitoring and evaluation report for the project supervised, approval for the payment and imprest warrants. Further, the contract between the Fund Management and the service provider paid Kshs.240,000 for conference facilities was not provided. In addition, imprest warrants for payments amounting to Kshs.340,500 on training were not provided.

In the circumstances, the accuracy and probity of the expenditure on monitoring and evaluation amounting to Kshs.780,500 could not be ascertained.

3. Accuracy of the Financial Statements

The summary statement of appropriation - recurrent and development combined reflects a budget utilization difference of Kshs.59,279,712 which differs with the unutilized funds balance of Kshs.59,276,711 reflected under Note 15.3 to the financial statements and Annex 3 by Kshs.3,001.

Further, the statement reflects a total budgeted expenditure of Kshs.171,570,988. However, the recomputed total budgeted expenditure is Kshs.171,567,988 resulting into a difference of Kshs.3,000 which has not been explained.

Consequently, the accuracy of the financial statements could not be confirmed.

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund - Eldas Constituency Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no key audit matters to report in the year under review.

Other Matter

Budgetary Control and Performance

According to the summary statement of appropriation - recurrent and development combined, the Fund had actual receipts of Kshs.116,527,112 against a budgeted amount of Kshs.171,567,989 resulting into underfunding of Kshs.55,040,877 representing 32% of the budget. Further, the Fund's expenditure amounted to Kshs.112,291,276 against a budget of Kshs.171,570,988 resulting into under-expenditure of Kshs.59,279,712 or 35% of the approved budget.

The Management attributed the under-utilization to the delay in disbursement of funds by the National Government Constituencies Development Fund Board. This may have caused projects that were vital to the community's welfare not to be implemented on time.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC RESOURCES

Conclusion

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

Basis for Conclusion

1. Delay in Implementation of Projects

The Fund had a budget of Kshs.93,629,176 for thirty-seven (37) development projects in the financial year 2018/2019. However, only Kshs.54,344,176 of the budgeted amount was spent. Fifteen (15) projects had not been completed at the end of the year.

Non-implementation of development projects negatively affected service delivery to the constituents of Eldas.

2. Procurement of Works for Projects Implemented in Secondary Schools

The statement of receipts and payments reflects transfers to other Government units of Kshs.57,274,176 which as disclosed at Note 6 to the financial statements, includes an amount of Kshs.20,373,176 transferred to various Project Management Committees (PMCs) of secondary schools. However, tender documents such as confidential business questionnaires, form of tender, tender questionnaires, handing over reports and certificates of practical completion for projects totaling to Kshs.10,123,176 implemented in secondary schools were not provided. Further, the bills of quantities of the winning bidders were not properly dated and were not signed and stamped by the bidders and by the tender opening committee as required under Section 78(9) of the Public Procurement and Asset Disposal Act, 2015.

In addition, the tender evaluation committee meeting minutes were not signed by the committee members while some of the contracts were awarded to contractors who did not satisfy the mandatory requirements for the award of the contracts, such as National Construction Authority (NCA) registration certificates, as required by the evaluation criteria. Also, tender opening registers were not maintained by the PMCs as required under Section 78(6) of the Public Procurement and Asset Disposal Act, 2015.

In the circumstances, the propriety of the expenditure amounting to Kshs.10,123,176 on transfers to secondary schools, could not be ascertained.

3. Procurement of Works for Primary Schools' Projects

As disclosed at Note 6 to the financial statements, the transfers to other Government units balance of Kshs.57,274,176 includes Kshs.26,901,000 transferred to various PMCs of primary schools. However, payments amounting to Kshs.8,400,000 were not supported with confidential business questionnaires for the winning bidders and NCA certificates to confirm that the winning bidders were duly registered for the categories of works they had been contracted to execute.

In the circumstances, the propriety of the transfers of Kshs.8,400,000 to primary schools, could not be ascertained.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit so as 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 procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

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

Responsibilities of Management and those Charged with Governance

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

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

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

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

Those charged with governance are responsible for overseeing the Fund's financial reporting process, reviewing the effectiveness of how the Fund monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to 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 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 review 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 judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from

fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to continue to sustain its services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the Fund to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

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

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


Nancy Gathungu
AUDITOR-GENERAL

Nairobi

01 October, 2021

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

ELDAS CONSTITUENCY

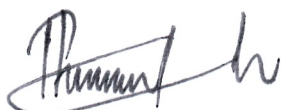
Reports and Financial Statements

For the year ended June 30, 2019

IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2018 - 2019 Kshs	2017 - 2018 Kshs
RECEIPTS			
Transfers from NGCDF board	1	108,784,483	43,405,172
Proceeds from Sale of Assets	2	0.00	0.00
Other Receipts	3	<u>0.00</u>	<u>0.00</u>
TOTAL RECEIPTS		108,784,483	43,405,172
PAYMENTS			
Compensation of employees	4	5,190,000	0.00
Use of goods and services	5	3,214,700	3,048,830
Transfers to Other Government Units	6	57,274,176	21,170,000
Other grants and transfers	7	41,912,400	19,117,000
Acquisition of Assets	8	1,200,000	0.00
Other Payments	9	<u>3,500,000</u>	<u>0.00</u>
TOTAL PAYMENTS		112,291,276	43,335,830
SURPLUS/(DEFICIT)		<u>(3,506,793)</u>	<u>69,342</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-ELDAS Constituency financial statements were approved on 12/09/2019 and signed by:



Fund Account Manager
Name: IRSHAD MOHAMED



Sub-County Accountant
Name: BISHAR ADAN HASSAN
ICPAK Member Number: 19500

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF)

ELDAS CONSTITUENCY

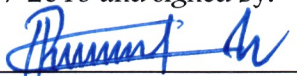
Reports and Financial Statements

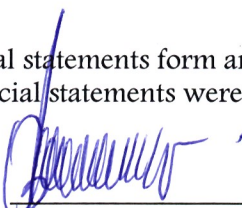
For the year ended June 30, 2019

V. STATEMENT OF ASSETS AND LIABILITIES

	Note	2018-2019 Kshs	2017-2018 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	4,235,836	7,742,629
Cash Balances (cash at hand)	10B	-	-
Total Cash and Cash Equivalents		4,235,836	7,742,629
Current Receivables			
Outstanding Imprests	11	0.00	0.00
TOTAL FINANCIAL ASSETS		4,235,836	7,742,629
FINANCIAL LIABILITIES			
Accounts Payable			
Retention	12A	-	-
Gratuity	12B	-	-
TOTAL FINANCIAL LIABILITES			
NET FINANCIAL ASSETS		4,235,836	7,742,629
REPRESENTED BY			
Fund balance b/fwd	13	7,742,629	7,673,288
Surplus/Defict for the year		(3,506,793)	69,342
Prior year adjustments	14		
NET FINANCIAL POSITION		4,235,836	7,742,630

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-ELDAS Constituency financial statements were approved on 12/09/ 2019 and signed by:


Fund Account Manager
Name: IRSHAD MOHAMED


Sub-County Accountant
Name: BISHAR ADAN HASSAN
ICPAK Member Number: 19500

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

Reports and Financial Statements

For the year ended June 30, 2019

VI. STATEMENT OF CASHFLOW

CASH FLOWS FROM OPERATING ACTIVITIES		2018 - 2019	2017 - 2018
Receipts			
Transfers from NGCDF Board	1	108,784,483	43,405,172
Other Receipts	3	0.00	0.00
Total receipts		108,784,483	43,405,172
Payments			
Compensation of Employees	4	5,190,000	0.00
Use of goods and services	5	3,214,700	3,048,830
Transfers to Other Government Units	6	57,274,176	21,170,000
Other grants and transfers	7	41,912,400	19,117,000
Other Payments	9	4,700,000	0.00
Total payments		112,291,276	43,335,830
Total Receipts Less Total Payments		(3,506,793)	69,342
Adjusted for:			
Outstanding imprest	11	(0.00)	0.00
Retention Payable	12A	0.00	0.00
Gratuity Payable	12B	0.00	0.00
Prior year adjustments	14	0.00	0.00
Net Adjustments		0.00	
Net cash flow from operating activities		(3,506,793)	69,342
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	0.00	0.00
Acquisition of Assets	9	0.00	0.00
Net cash flows from Investing Activities		0.00	0.00
NET INCREASE IN CASH AND CASH EQUIVALENT		(3,506,793)	69,342
Cash and cash equivalent at BEGINNING of the year	13	7,742,629	7,673,288
Cash and cash equivalent at END of the year		<u>4,235,836</u>	<u>7,742,630</u>

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The NGCDF-ELDAS Constituency financial statements were approved on 12/09/2019 and signed by:



Fund Account Manager
Name: IRSHAD MOHAMED



Sub-County Accountant
Name: BISHAR ADAN HASSAN
ICPAK Member Number: 19500

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ELDAS CONSTITUENCY

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


VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED


Receipt/Expense Item	Original Budget a	Adjustments b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from NGCDF Board	109,040,876	62,527,113	171,567,989	116,527,112	55,040,876	67.9%
Proceeds from Sale of Assets			-		-	
Other Receipts			-		-	
TOTAL			171,567,989	116,527,112	55,040,875	67.9%
PAYMENTS						
Compensation of Employees	3,420,000	4,502,219	7,922,219	5,190,000	2,732,219	65.5%
Use of goods and services	5,315,664	502,451	5,818,115	3,214,700	2,603,415	55.3%
Transfers to Other Government Units	33,606,000	34,897,575	68,503,575	57,274,176	11,229,399	83.6%
Other grants and transfers	66,699,211	17,924,868	84,627,079	41,912,400	42,714,679	49.5%
Acquisition of Assets		1,200,000	1,200,000	1,200,000	-	100.0%
Other Payments		3,500,000	3,500,000	3,500,000	-	
TOTALS	109,040,876	62,527,113	171,570,988	112,291,276	59,279,712	65.4%

Adjustment is made up of the opening balance as at 1/07/2018 and prior year funds disbursed to the constituency after the beginning of the financial year 2018/2019.

Expenditure is below 90% since not all amount allocated to the constituency was received from NG-CDFB.

The NGCDF-ELDAS Constituency financial statements were approved on 12/09/ 2019 and signed by:


Fund Account Manager
Name: IRSHAD MOHAMED


Sub-County Accountant
Name: BISHAR ADAN HASSAN
ICPAK Member Number: 19500

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

VIII. BUDGET EXECUTION BY PROGRAMMES AND SUB-PROGRAMMES

Programme/Sub-programme	Original Budget	Adjustments	Final Budget	Actual on	Budget
	2018/2019	Kshs	2018/2019	comparable basis	utilization
		Kshs	Kshs	30/06/2019	difference
				Kshs	Kshs
1.0 Administration and Recurrent					
1.1 Compensation of employees	3,420,000.00	3,613,699.04	7,033,699.04	5,190,000.00	1,843,699.04
1.2 Committee allowances	1,080,000.00	628,646.00	1,708,646.00	1,280,000.00	428,646.00
1.3 Use of goods and services	1,264,437.93	1,047,816.72	2,312,254.65	1,394,700.00	917,554.65
2.0 Monitoring and evaluation					
2.1 Capacity building	1,900,000.00	285,146.00	2,185,146.00	240,000.00	1,945,146.00
2.2 Committee allowances	571,226.14	50,000.00	621,226.14	200,000.00	421,226.14
2.3 Use of goods and services	500,000.00	100,000.00	600,000.00	100,000.00	500,000.00
3.0 Emergency					
3.1 Primary Schools	5,738,993.45	5,166,940.62	10,905,934.07	6,113,000.00	4,792,934.07
3.2 Secondary schools					
3.3 Tertiary institutions					
3.4 Security projects					
4.0 Bursary and Social Security					

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ELDAS CONSTITUENCY

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
4.1 Primary Schools					
4.2 Secondary Schools	8,000,000.00	3,500,000.00	11,500,000.00	9,499,500.00	2,000,500.00
4.3 Tertiary Institutions	19,260,218.00	1,040,086.00	20,300,304.00	19,229,900.00	1,070,404.00
4.4 Universities	-	-	-	-	-
4.5 Social Security	-	-	-	-	-
5.0 Sports	-	-	-	-	-
5.1	-	-	-	-	-
5.2	-	-	-	-	-
5.3	-	-	-	-	-
6.0 Environment	-	-	-	-	-
6.1 Eldas Police Station	-	100,000.00	100,000.00	100,000.00	-
6.2 Eldas Police station	-	200,000.00	200,000.00	200,000.00	-
6.3					
7.0 Primary Schools Projects (List all the Projects)					
Masalale Primary School	-	2,000,000.00	2,000,000.00	1,990,000.00	10,000.00
Dadhantalai Primary School	-	700,000.00	700,000.00	690,000.00	10,000.00
Balatal amin Primary School	-	1,000,000.00	1,000,000.00	1,000,000.00	-
Balatal amin Primary School	-	2,000,000.00	2,000,000.00	2,000,000.00	-
Wargadud Primary School	-	1,850,000.00	1,850,000.00	1,840,000.00	10,000.00
Banadir Primary School	-	2,400,000.00	2,400,000.00	2,390,000.00	10,000.00

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
Waradey Primary School	-	1,400,000.00	1,400,000.00	1,390,000.00	10,000.00
Kilkiley Primary School	-	4,700,000.00	4,700,000.00	4,690,000.00	10,000.00
Tito Primary School	-	2,400,000.00	2,400,000.00	2,390,000.00	10,000.00
Dela Primary School	-	700,000.00	700,000.00	690,000.00	10,000.00
Mirgo Harun Primary School	-	700,000.00	700,000.00	690,000.00	10,000.00
Balatul amin Primary School	-	60,000.00	60,000.00	50,000.00	10,000.00
Mirgo Harun Primary School	-	45,000.00	45,000.00	35,000.00	10,000.00
Harote Primary School	-	130,000.00	130,000.00	120,000.00	10,000.00
Lanqura Primary School	-	130,000.00	130,000.00	120,000.00	10,000.00
Jigjiga Primary School	-	95,000.00	95,000.00	85,000.00	10,000.00
Baqala Primary School	-	130,000.00	130,000.00	120,000.00	10,000.00
Areswajil Primary School	-	80,000.00	80,000.00	70,000.00	10,000.00
Majabow Primary School	-	95,000.00	95,000.00	85,000.00	10,000.00
Bananey Primary School	-	95,000.00	95,000.00	85,000.00	10,000.00
Dadantalai primary school	-	10,000.00	10,000.00	-	10,000.00

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ELDAS CONSTITUENCY

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
Elnur Primary School	-	200,000.00	200,000.00	200,000.00	-
Liban Primary School	-	60,000.00	60,000.00	50,000.00	10,000.00
Liban Primary School	-	95,000.00	95,000.00	85,000.00	10,000.00
Jigjiga primary school	-	50,000.00	50,000.00	50,000.00	-
Jukala primary school	-	40,000.00	40,000.00	-	40,000.00
Dadantalai primary school	-	85,000.00	85,000.00	-	85,000.00
Eldas primary school	-	100,000.00	100,000.00	-	100,000.00
Jukala primary school	-	85,000.00	85,000.00	-	85,000.00
Masalale Primary School	-	85,000.00	85,000.00	-	85,000.00
Yaqo primary school	-	65,000.00	65,000.00	-	65,000.00
Kilkiley Primary School	-	95,000.00	95,000.00	-	95,000.00
Abdiwako primary school	-	100,000.00	100,000.00	-	100,000.00
Basir primary school	-	60,000.00	60,000.00	-	60,000.00
Anole primary school	-	90,000.00	90,000.00	-	90,000.00
Banadir Primary School	-	105,000.00	105,000.00	-	105,000.00

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
Baladwein primary school	-	110,000.00	110,000.00	-	110,000.00
Lakoley primary school	-	100,000.00	100,000.00	-	100,000.00
Taqwa primary school	-	92,426.00	92,426.00	-	92,426.00
Elnur Primary School	-	85,000.00	85,000.00	-	85,000.00
Mirgo Harun Primary School	-	95,000.00	95,000.00	-	95,000.00
Waradey Primary School	-	95,000.00	95,000.00	-	95,000.00
Eldas primary school	-	125,000.00	125,000.00	-	125,000.00
Lakoley primary school	-	135,000.00	135,000.00	-	135,000.00
Jukala primary school	-	115,000.00	115,000.00	-	115,000.00
Eldas primary school	1,400,000.00	-	1,400,000.00	1,400,000.00	-
Eldas Primary School	1,000,000.00	-	1,000,000.00	-	1,000,000.00
Eldas Primary School	1,400,000.00	-	1,400,000.00	1,330,000.00	70,000.00
Eldas Primary school	1,500,000.00	-	1,500,000.00	-	1,500,000.00
Eldas Primary school	806,000.00	-	806,000.00	806,000.00	-
Baladweyn Primary School	800,000.00	-	800,000.00	800,000.00	-

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
Mirgo harun Primary School	2,300,000.00	-	2,300,000.00	-	2,300,000.00
Abaq Mathobe Primary School	1,000,000.00	-	1,000,000.00	950,000.00	50,000.00
Balatulamin Primary School	700,000.00	-	700,000.00	700,000.00	-
Balatulamin Primary School	700,000.00	-	700,000.00	-	700,000.00
Yaqoo Primary School	1,400,000.00	-	1,400,000.00	-	1,400,000.00
8.0 Secondary Schools Projects (List all the Projects)					
Eldas Secondary School	-	3,100,000.00	3,100,000.00	2,945,000.00	155,000.00
Eldas Secondary School	-	2,400,000.00	2,400,000.00	2,280,000.00	120,000.00
Eldas Secondary School	-	2,500,000.00	2,500,000.00	2,375,000.00	125,000.00
Eldas Secondary School	-	2,177,027.00	2,177,027.00	2,068,176.00	108,851.00
Elnur Secondary School	-	800,000.00	800,000.00	800,000.00	-
Elnur Secondary School	-	400,000.00	400,000.00	400,000.00	-
Elnur Secondary School	-	2,000,000.00	2,000,000.00	1,900,000.00	100,000.00
Tulatula secondary school	-	50,000.00	50,000.00	50,000.00	-
Tulatula secondary school	-	275,000.00	275,000.00	275,000.00	-

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
Eldas Girls Secondary School	-	70,000.00	70,000.00	70,000.00	-
Elnur Secondary school	-	70,000.00	70,000.00	70,000.00	-
Elnur Secondary school	-	90,000.00	90,000.00	90,000.00	-
Elnur secondary school	-	75,000.00	75,000.00	75,000.00	-
Eldas Secondary School	2,500,000.00	-	2,500,000.00	2,375,000.00	125,000.00
Eldas Secondary School	2,000,000.00	-	2,000,000.00	-	2,000,000.00
Elnur Secondary school	1,200,000.00	-	1,200,000.00	1,200,000.00	-
Eldas Girls Secondary school	2,000,000.00	-	2,000,000.00	1,900,000.00	100,000.00
Eldas Girls Secondary School	1,500,000.00	-	1,500,000.00	1,500,000.00	-
Eldas Girls Secondary school	1,400,000.00	-	1,400,000.00	-	1,400,000.00
9.0 Tertiary institutions Projects (List all the Projects)					
Eldas Technical and Vocational Training Institute	10,000,000.00	-	10,000,000.00	10,000,000.00	-
10.0 Security Projects					
Basir Ap Camp	-	1,400,000.00	1,400,000.00	1,390,000.00	10,000.00
Tulatula Do Office	-	1,500,000.00	1,500,000.00	1,490,000.00	10,000.00
Eldas Chief office	-	1,500,000.00	1,500,000.00	1,415,000.00	

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) – ELDAS CONSTITUENCY

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
					85,000.00
Eldas Police station	-	75,000.00	75,000.00	75,000.00	-
Eldas police station	-	200,000.00	200,000.00	200,000.00	-
Tulatula Development Pmc	-	75,000.00	75,000.00	75,000.00	-
Dela Chief office	-	60,000.00	60,000.00	60,000.00	-
Kilkiley Chief office	-	60,000.00	60,000.00	60,000.00	-
Eldas ploice station	-	105,000.00	105,000.00	105,000.00	-
Elnur Ap	-	105,324.00	105,324.00	-	105,324.00
Eldas Ap	-	20,000.00	20,000.00	-	20,000.00
Eldas Police station	3,000,000.00	-	3,000,000.00	-	3,000,000.00
Eldas Police Station	4,500,000.00	-	4,500,000.00	-	4,500,000.00
Eldas Administration Police station	4,400,000.00	-	4,400,000.00	-	4,400,000.00
Eldas Administration Police station	4,000,000.00	-	4,000,000.00	-	4,000,000.00
Eldas Prison	2,000,000.00	-	2,000,000.00	-	2,000,000.00
Masalale Police Station	3,500,000.00	-	3,500,000.00	-	3,500,000.00

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

Programme/Sub-programme	Original Budget 2018/2019	Adjustments	Final Budget 2018/2019	Actual on comparable basis 30/06/2019	Budget utilization difference
Eldas Deputy County Commissioner's office	1,500,000.00	-	1,500,000.00	-	1,500,000.00
Basir Police Station	2,000,000.00	-	2,000,000.00	-	2,000,000.00
Waradey Administration Police station	2,300,000.00	-	2,300,000.00	-	2,300,000.00
Assistant County Commissioner Anole	2,000,000.00	-	2,000,000.00	950,000.00	1,050,000.00
Assistant County Commissioner Tulatula	3,500,000.00	-	3,500,000.00		3,500,000.00
Assistant County Commissioner Tulatula	1,000,000.00	-	1,000,000.00	950,000.00	50,000.00
11.0 Acquisition of assets					
11.1 Motor Vehicles (including motorbikes)					
11.2 Construction of CDF office					
11.3 Purchase of furniture and equipment					
11.4 Purchase of computers					
11.5 Purchase of land					
12.0 Others					
12.1 Strategic Plan	-	3,500,000.00	3,500,000.00	3,500,000.00	-
12.2 NG-CDF OFFICE	-	1,200,000.00	1,200,000.00	1,200,000.00	-
12.2					
TOTAL	109,040,875.52	62,527,111.38	171,567,986.90	112,291,276.00	59,276,710.90

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

IX. SIGNIFICANT ACCOUNTING POLICIES

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

1. Statement of Compliance and Basis of Preparation

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

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

2. Reporting Entity

The financial statements are for the NGCDF-ELDAS 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 2019, 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

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 Fund

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

SIGNIFICANT ACCOUNTING POLICIES

11. Budget

The budget is developed on a comparable accounting basis (cash basis except for imprest and deposits, which are accounted for on an accrual basis), the same accounts classification basis, and for the same period as the financial statements. The original budget was approved by Parliament on June 2018 for the period 1st July 2018 to 30th June 2019 as required by Law. 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 2019.

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) –
ELDAS CONSTITUENCY
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X. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

Description		2018-2019	2017-2018
		Kshs	Kshs
NGCDF Board			
AIE NO. A855731	1		5,500,000
AIE NO. A892760	2		37,905,172
AIE NO. B005100	1	54,784,483	
AIE NO.B 030049	2	10,000,000	
AIE NO.B 030374	3	14,000,000	
AIE NO. B006316	4	6,000,000	
AIE NO. A699034	5	11,000,000	
AIE NO. B042881	6	13,000,000	
TOTAL		108,784,483	43,405,172

2. PROCEEDS FROM SALE OF ASSETS

	2018-2019	2017-2018
	Kshs	Kshs
Receipts from sale of Buildings		
Receipts from the Sale of Vehicles and Transport Equipment	0.00	0.00
Receipts from sale of office and general equipment	0.00	0.00
Receipts from the Sale Plant Machinery and Equipment	0.00	0.00
Total	0.00	0.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. OTHER RECEIPTS

	2018-2019	2017-2018
	Kshs	Kshs
Interest Received	0.00	0.00
Rents	0.00	0.00
Receipts from Sale of tender documents	0.00	0.00
Other Receipts Not Classified Elsewhere	0.00	0.00
Total	0.00	0.00

4. COMPENSATION OF EMPLOYEES

	2018-2019	2017-2018
	Kshs	Kshs
Basic wages of contractual employees	5,190,000.00	0.00
Basic wages of casual labour	0.00	0.00
Personal allowances paid as part of salary		
House allowance	0.00	0.00
Transport allowance	0.00	0.00
Leave allowance	0.00	0.00
Gratuity – paid	0.00	0.00
- Accrued	0.00	
Other personnel payments	0.00	0.00
Total	5,190,000.00	0.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
ELDAS CONSTITUENCY
Reports and Financial Statements
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. USE OF GOODS AND SERVICES

	2018-2019	2017-2018
	Kshs	Kshs
Committee Expenses	894,500.00	1,339,400.00
Utilities, supplies and services	0.00	0.00
Communication, supplies and services	0.00	0.00
Domestic travel and subsistence	157,700.00	173,700.00
Printing, advertising and information supplies & services	0.00	0.00
Rentals of produced assets	0.00	0.00
Training expenses	800,500.00	700,000.00
Hospitality supplies and services	72,000.00	36,400.00
Insurance costs	0.00	0.00
Specialized materials and services	270,000.00	300,000.00
Office and general supplies and services	850,000.00	283,930.00
Other operating expenses	170,000.00	215,400.00
Routine maintenance – vehicles and other transport equipment	0.00	0.00
Routine maintenance – other assets	0.00	0.00
Total	3,214,700	3,048,830.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

6. TRANSFER TO OTHER GOVERNMENT ENTITIES

Description	2018-2019	2017-2018
	Kshs	Kshs
Transfers to National Government entities		
Transfers to primary schools (see attached list)	26,901,000.00	18,530,000.00
Transfers to secondary schools (see attached list)	20,373,176.00	2,640,000.00
Transfers to tertiary institutions (see attached list)	10,000,000.00	0.00
Transfers to health institutions (see attached list)	0.00	0.00
TOTAL	57,274,176.00	21,170,000.00

7. OTHER GRANTS AND OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Bursary – secondary schools (see attached list)	7,902,000.00	3,527,000.00
Bursary – tertiary institutions (see attached list)	20,827,400.00	13,700,000.00
Bursary – special schools (see attached list)	0.00	0.00
Mock & CAT (see attached list)	0.00	0.00
Security projects (see attached list)	6,770,000.00	1,890,000.00
Sports projects (see attached list)	0.00	0.00
Environment projects (see attached list)	300,000.00	0.00
Emergency projects (see attached list)	6,113,000.00	0.00
Total	41,912,400.00	19,117,000.00

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
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NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

Non Financial Assets	2018-2019	2017-2018
	Kshs	Kshs
Purchase of Buildings	0.00	0.00
Construction of Buildings	0.00	0.00
Refurbishment of Buildings	1,200,000	0.00
Purchase of Vehicles and Other Transport Equipment	0.00	0.00
Overhaul of Vehicles and Other Transport Equipment	0.00	0.00
Purchase of Household Furniture and Institutional Equipment	0.00	0.00
Purchase of Office Furniture and General Equipment	0.00	0.00
Purchase of ICT Equipment, Software and Other ICT Assets	0.00	0.00
Purchase of Specialised Plant, Equipment and Machinery	0.00	0.00
Rehabilitation and Renovation of Plant, Machinery and Equip.	0.00	0.00
Acquisition of Land	0.00	0.00
Acquisition of Intangible Assets	0.00	0.00
Total	1,200,000	0.00

9. OTHER PAYMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Strategic plan	3,500,000	0.00
ICT Hub	0.00	0.00
TOTAL	3,500,000	0.00

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

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For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10A: Bank Accounts (cash book bank balance)

Name of Bank, Account No. & currency	2018-2019	2017-2018
	Kshs	Kshs
<i>Kenya Commercial Bank, 1147613265</i>	4,235,836	7,742,629
<i>Name of Bank, Account No.</i>	0.00	0.00
<i>Name of Bank, Account No.</i>	0.00	0.00
Total	4,235,836	7,742,629
10B: CASH IN HAND		
Location 1	0.00	0.00
Location 2	0.00	0.00
Location 3	0.00	0.00
Other Locations (<i>specify</i>)	0.00	0.00
Total	0.00	0.00
<i>[Provide cash count certificates for each]</i>		

NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –

ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

11: OUTSTANDING IMPRESTS

<i>Name of Officer or Institution</i>	<i>Date Imprest Taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Name of Officer or Institution</i>	dd/mm/yy	0.00	0.00	0.00
<i>Name of Officer or Institution</i>	dd/mm/yy	0.00	0.00	0.00
<i>Name of Officer or Institution</i>	dd/mm/yy	0.00	0.00	0.00
<i>Name of Officer or Institution</i>	dd/mm/yy	0.00	0.00	0.00
<i>Name of Officer or Institution</i>	dd/mm/yy	0.00	0.00	0.00
<i>Name of Officer or Institution</i>	dd/mm/yy	0.00	0.00	0.00
Total				0.00

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

12A. RETENTION

	2018 - 2019	2017-2018
	Kshs	Kshs
Supplier 1	0.00	0.00
Supplier 2	0.00	0.00
Supplier 3	0.00	0.00
Total	0.00	0.00

[Provide short appropriate explanations as necessary]

12B. STAFF GRATUITY OUTSTANDING

	2018 - 2019	2017-2018
	Kshs	Kshs
Name 1	0.00	0.00
Name 2	0.00	0.00
Name 3	0.00	0.00
Add as appropriate		
Total	0.00	0.00

[Provide short appropriate explanations as necessary]

**NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND (NGCDF) –
ELDAS CONSTITUENCY
Reports and Financial Statements
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13. BALANCES BROUGHT FORWARD

	2018-2019	2017-2018
	Kshs	Kshs
Bank accounts	4,235,836	7,742,629
Cash in hand	0.00	0.00
Imprest	0.00	0.00
Total	4,235,836	7,742,629

[Provide short appropriate explanations as necessary]

14. PRIOR YEAR ADJUSTMENTS

	2018-2019	2017-2018
	Kshs	Kshs
Bank accounts	0.00	0.00
Cash in hand	0.00	0.00
Imprest	0.00	0.00
Total	0.00	0.00

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

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING ACCOUNTS PAYABLE (See Annex 1)

	2018-2019	2017-2018
	Kshs	Kshs
Construction of buildings	0.00	0.00
Construction of civil works	0.00	0.00
Supply of goods	0.00	0.00
Supply of services	0.00	0.00
	0.00	0.00

15.2: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
NGCDFC Staff		4,502,219
Others (<i>specify</i>)		0.00
		4,502,219

15.3: UNUTILIZED FUND (See Annex 3)

	Kshs	Kshs
	2018-2019	2017-2018
Compensation of employees	1,843,699.04	3,613,699.04
Use of goods and services	4,212,572.79	5,611,608.72
Amounts due to other Government entities (see attached list)	13,326,277.00	36,994,453
Amounts due to other grants and other transfers (see attached list)	39,894,162.07	15,107,350.62
Acquisition of assets	-	1,200,00.00
Others (<i>specify</i>)	-	
TOTAL	59,276,710.90	62,527,111.38

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

Reports and Financial Statements

For the year ended June 30, 2019

NOTES TO THE FINANCIAL STATEMENTS (Continued)

15.4: PMC account balances (See Annex 5)

	2018-2019	2017-2018
	Kshs	Kshs
PMC account Balances (see attached list)	19,729.40	1,320,000.00
TOTAL	19,729.40	1,320,000.00

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs'000)

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2019	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 ENTITY - (Indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2019 (Kshs'000)

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance 2019	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 (specify)						
10. Compensation of Contractual employees						
11.						
12.						
Sub-Total						
Grand Total						

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)**Reports and Financial Statements****For the year ended June 30, 2019 (Kshs'000)****ANNEX 3 – UNUTILIZED FUND**

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Compensation of employees		1,843,699.04	3,613,699.04	
Use of goods & services		4,212,572.79	5,611,608.72	
Amounts due to other Government entities				
Masalale Primary School	Repair of 3 classrooms and dormitory	10,000.00	2,000,000.00	
Dadhantalai Primary School	Construction of 1 classroom	10,000.00	700,000.00	
Balatul amin Primary School	Construction of fence	-	1,000,000.00	
Balatul amin Primary School	Piping of water	-	2,000,000.00	
Wargadud Primary School	Construction of 2 classrooms and toilets	10,000.00	1,850,000.00	
Banadir Primary School	Construction of 2 classrooms and toilets and underground tank	10,000.00	2,400,000.00	
Waradey Primary School	Construction of 2 classrooms	10,000.00	1,400,000.00	
Kilkiley Primary School	Construction of fence and 1 classroom	10,000.00	4,700,000.00	
Tito Primary School	Construction of 2 classrooms and underground tank	10,000.00	2,400,000.00	
Dela Primary School	Construction of underground tank	10,000.00	700,000.00	
Mirgo Harun Primary School	Construction of tank	10,000.00	700,000.00	
Balatul amin Primary School	Retention	10,000.00	60,000.00	
Mirgo Harun Primary School	retention	10,000.00	45,000.00	
Harote Primary School	Retention	10,000.00	130,000.00	
Lanqura Primary School	Retention	10,000.00	130,000.00	
Jigjiga Primary School	Retention	10,000.00	95,000.00	
Baqala Primary School	Retention	10,000.00	130,000.00	
Areswajil Primary School	Retention	10,000.00	80,000.00	
Majabow Primary School	Retention		95,000.00	

NATIONAL GOVERNMENT ENTITY – ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
		10,000.00		
Bananey Primary School	Retention	10,000.00	95,000.00	
Dadantalai primary school	Retention	10,000.00	10,000.00	
Elnur Primary School	Retention	-	200,000.00	
Liban Primary School	retention	10,000.00	60,000.00	
Liban Primary School	Retention	10,000.00	95,000.00	
Jigjiga primary school	retention	-	50,000.00	
Jukala primary school	Retention	40,000.00	40,000.00	
Dadantalai primary school	retention	85,000.00	85,000.00	
Eldas primary school	Retention	100,000.00	100,000.00	
Jukala primary school	Retention	85,000.00	85,000.00	
Masalale Primary School	Retention	85,000.00	85,000.00	
Yaqo primary school	Retention	65,000.00	65,000.00	
Kilkiley Primary School	Retention	95,000.00	95,000.00	
Abdiwako primary school	Retention	100,000.00	100,000.00	
Basir primary school	retention	60,000.00	60,000.00	
Anole primary school	Retention	90,000.00	90,000.00	
Banadir Primary School	Retention	105,000.00	105,000.00	
Baladwein primary school	Retention	110,000.00	110,000.00	
Lakoley primary school	Retention	100,000.00	100,000.00	
Taqwa primary school	Retention	92,426.00	92,426.00	
Elnur Primary School	Retention	85,000.00	85,000.00	
Mirgo Harun Primary School	Retention	95,000.00	95,000.00	
Waradey Primary School	Retention	95,000.00	95,000.00	
Eldas primary school	Retention	125,000.00	125,000.00	

NATIONAL GOVERNMENT ENTITY – ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Lakoley primary school	Retention	135,000.00	135,000.00	
Jukala primary school	Retention	115,000.00	115,000.00	
Eldas primary school	Piping of water	1,400,000.00		
Eldas Primary School	Renovation of administration block	1,000,000.00		
Eldas Primary School	Renovation of 4 classrooms	1,400,000.00		
Eldas Primary school	Construction of kitchen and store	1,500,000.00		
Eldas Primary school	Supply of desks	806,000.00		
Baladweyn Primary School	Construction of 2 classrooms	800,000.00		
Mirgo harun Primary School	Construction of staff houses	2,300,000.00		
Abaq Mathobe Primary School	Construction of underground tank	1,000,000.00		
Balatulamin Primary School	Renovation of 2 classrooms	700,000.00		
Balatulamin Primary School	Construction of Fence	700,000.00		
Yaqoo Primary School	Construction of 2 classrooms	1,400,000.00		
Eldas Secondary School	Construction of dormitory and toilets	155,000.00	3,100,000.00	
Eldas Secondary School	Construction of library	120,000.00	2,400,000.00	
Eldas Secondary School	Construction of dormitory	125,000.00	2,500,000.00	
Eldas Secondary School	Construction of administration block	108,851.00	2,177,027.00	
Elnur Secondary School	Supply of chairs and chambers	-	800,000.00	
Elnur Secondary School	Digging of shallow well	-	400,000.00	
Elnur Secondary School	Construction of laboratory	100,000.00	2,000,000.00	
Tulatula secondary school	Retention	-	50,000.00	
Tulatula secondary school	Retention	-	275,000.00	
Eldas Girls Secondary School	Retention	-	70,000.00	
Elnur Secondary school	Retention	-	70,000.00	

NATIONAL GOVERNMENT ENTITY – ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Elnur Secondary school	Retention	-	90,000.00	
Elnur secondary school	Retention	-	75,000.00	
Eldas Secondary School	Retention	125,000.00	-	
Eldas Secondary School	Construction of 2 classrooms and 2 toilets	2,000,000.00	-	
Eldas Girls Secondary School	Renovation of dormitory and classroom	-	1,400,000.00	
Eldas Girls Secondary school		1,400,000.00	-	
Sub-Total		13,326,277	36,994,453	
Amounts due to other grants and other transfers				
Emergency		4,792,934.07	5,166,940.62	
Bursary Secondary Schools		2,000,500.00	3,500,000.00	
Bursary Tertiary Institutions		1,070,404.00	1,040,086.00	
Eldas Police Station	Planting of trees		100,000.00	
Eldas Police station	Supply of Tank		200,000.00	
Basir Ap Camp	Construction of staff houses	10,000.00	1,400,000.00	
Tulatula Do Office	Construction of Do's office	10,000.00	1,500,000.00	
Eldas Chief office	Construction of chief's office	85,000.00	1,500,000.00	
Eldas Police station	Retention	-	75,000.00	
Eldas police station	Retention	-	200,000.00	
Tulatula Development Pmc	Retention	-	75,000.00	
Dela Chief office	Retention	-	60,000.00	
Kilkiley Chief office	Retention	-	60,000.00	
Eldas ploice station	Retention	-	105,000.00	
Elnur Ap	Retention	105,324.00	105,324.00	
Eldas Ap	Retention	20,000.00	20,000.00	
Eldas Police station	Construction of staff houses	3,000,000.00	-	
Eldas Police Station	Construction of Dci offices	4,500,000.00	-	
Eldas Administration Police station	Construction of staff houses	4,400,000.00	-	

NATIONAL GOVERNMENT ENTITY – ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

Name	Brief Transaction Description	Outstanding Balance 2018/19	Outstanding Balance 2017/18	Comments
Eldas Administration Police station	Construction of staff houses	4,000,000.00	-	
Eldas Prison	Construction of gate and security house	2,000,000.00	-	
Masalale Police Station	Construction of administration block	3,500,000.00	-	
Eldas Deputy County Commissioner's office	Renovation of DCC's office	1,500,000.00	-	
Basir Police Station	Construction of DO's residence	2,000,000.00	-	
Waradey Administration Police station	Construction of staff houses	2,300,000.00	-	
Assistant County Commissioner Anole	Renovation of Staff houses	1,050,000.00	-	
Assistant County Commissioner Tulatula	Construction of DO's residence	3,500,000.00	-	
Assistant County Commissioner Tulatula	Retention	50,000.00	-	
	Sub-Total	39,894,162.07	15,107,350.62	
	Sub-Total			
Acquisition of assets				
Others (specify)				
	Strategic plan		3,500,000.00	
	NG-CDF Office		1,200,000.00	
	Sub-Total		4,700,000.00	
	Grand Total	59,276,710.90	62,527,111.38	

NATIONAL GOVERNMENT ENTITY – ELDAS CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost b/f (Kshs) 2017/18	Additions during the year (Kshs)	Disposals during the year (Kshs)	Historical Cost (Kshs) 2018/19
Land	-			-
Buildings and structures	26,000,000			26,000,00
Transport equipment	-			-
Office equipment, furniture and fittings	1,999,950			
ICT Equipment, Software and Other ICT Assets	248,000	150,000		398,000
Other Machinery and Equipment	238,500			238,500
Heritage and cultural assets	-			
Intangible assets	-			
Total	28,486,450			28,636,450

NATIONAL GOVERNMENT ENTITY - (Indicate actual name of the entity)

Reports and Financial Statements

For the year ended June 30, 2019 (Kshs'000)

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2019

PMC	Bank	Account number	Bank Balance 2018/19	Bank Balance 2017/18
DADANTALAI PRIMARY SCHOOL	KCB	1120780950	1,194.00	0.00
WARADEY PRIMARY SCHOOL	KCB	1121843050	228.00	0.00
KILKILEY PRIMARY SCHOOL	KCB	1105194957	685.40	0.00
WARGADUD PRIMARY SCHOOL	KCB	1236313240	1,050.00	0.00
BANADIR PRIMARY SCHOOL	KCB	1236743377	285.00	0.00
MASALALE PRIMARY SCHOOL	KCB	1236616545	1,790.00	0.00
MIRGO HARUN PRIMARY SCHOOL	KCB	1167889096	2,075.00	0.00
TITO LPRIMARY SCHOOL	KCB	1225708338	280.00	0.00
BALATULAAMIN PRIMARY SCHOOL	KCB	1119820014	2,271.30	0.00
ELDAS PRIMARY SCHOOL	KCB	1253473447	420.00	0.00
BALADWEIN PRIMARY SCHOOL	KCB	1210110024	1,080.00	0.00
ELNUR SECONDARY SCHOOL	KCB	1205357610	2,190.00	0.00
ELDAS SECONDARY SCHOOL	KCB	1239300115	2,071.00	0.00
ELDAS GIRLS SEC SCHOOL	KCB	1173274952	1,390.00	1,320,000
BASIR AP HOUSE PMC	KCB	1236957091	1,720.00	0.00
TULATULA DEV PMC	KCB	1144092795	500.00	0.00
ANOLE PROJECT MANAGEMENT COMMITTEE	KCB	1261647114	00.00	0.00
TULATULA DEV PMC	KCB	1144092795	500.00	0.00
TOTAL			19,729.40	1,320,000

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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	<p>Included in the transfers to other government entities balance of Kshs.21,170,000 under note 6 to the financial statement is an amount of Kshs.18,530,000 relating to procurement of primary school projects. Out of this amount, an amount of Kshs.7,190,000 had not been properly supported. The project files for some of the projects did not have mandatory documents such as tax compliance certificate, KRA pin and dully filled tender forms for the contractors awarded the contracts. It was also noted that the tender opening committee did not sign one or more pages of the bill of quantities as required by section 78(9) of the public procurement & asset disposal act 2015.</p> <p>Under the circumstances, the probity of the expenditure could not be ascertained</p>	<p>Regarding the missing documents from the projects file in respect to transfers to primary schools, the missing documents which include tax compliance certificate, KRA pin and certificate of incorporation were in the companies profile and are hereby attached.</p> <p>As for the tender opening committee not signing one or more pages in the bill of quantities , it was an oversight on the part of the project management committees and that will be corrected in future by training all pmc's on procurement process.</p>	Fund account manager	Resolved	
2	The bank reconciliation statement indicated an	Regarding the receipts of 60,014 in the bank statement	Fund account manager	Responded waiting	

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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)
	<p>amount of Kshs.62,014 as Receipt in Bank Statement not in the Cash Book.</p> <p>The nature of inward swifts and cash deposit totaling to Kshs.62,000 had not been explained or rectified.</p>	<p>not in the cash book, refer to the bank statement as at February 2016 on diverse dates ranging from 10th February 2016 to 22nd February 2016 for unexplained credit in the statement which could not be recorded in the cash book. A follow up to the bank did not yield much fruit. However, we will again engage the bank to reverse the credit. It should however be noted that no public fund is lost but only unexplained credit in the bank statement. Regarding the Kshs 2,000 reflected in the bank reconciliation as receipt in bank statement not in cash book, kindly refer to the bank statement for the month of July 2016 to confirm cash deposit on the 27th of the month by one Dahaba. This office is not privy to this cash deposit and it could be an erroneous deposit. As for the Kshs 14 reflected as receipts in the bank statement not posted in cash book, a copy of the statement for the month of September 2016 to confirm reversal of cheque no 114 by an amount of Kshs 14 is hereby attached.</p>		<p>feedback from the Auditor general</p>	