

REPUBLIC OF KENYA



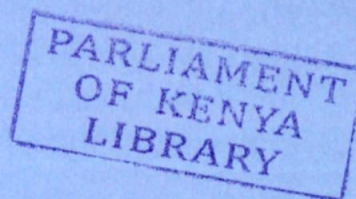
*Paper laid
By Hon A. Nwale,
Leader of Majority
1/9/16*



OFFICE OF THE AUDITOR-GENERAL



REPORT



OF

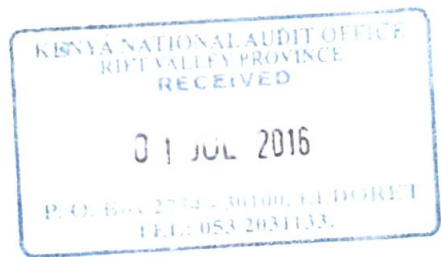
THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
CONSTITUENCIES DEVELOPMENT
FUND – TURKANA SOUTH CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2015**





**CONSTITUENCY DEVELOPMENT FUND- TURKANA SOUTH
CONSTITUENCY**

REPORTS AND FINANCIAL STATEMENTS

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2015**

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

CONSTITUENCY DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

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FUND ACCOUNT MANAGER
TURKANA SOUTH CDF
P. O. Box 267 - 50500
LODWAR

I. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The *Constituencies Development Fund (CDF)* was set up under the CDF Act, 2003 now repealed by the CDF Act, 2013. The *Constituencies Development Fund* is represented by the Cabinet Secretary for Devolution and Planning, who is responsible for the general policy and strategic direction of the *Constituencies Development Fund*.

(b) Key Management

The *TURKANA SOUTH Constituency's* day-to-day management is under the following key organs:

- i. Constituencies Development Fund Board (CDFB)
- ii. Constituency Development Fund Committee (CDFC)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2015 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	Locheria Nyikal Basil	Fund Account Manager
3.	Washington Hakhungu	District Accountant

(d) Fiduciary Oversight Arrangements

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

(e) TURKANA SOUTH CDF Headquarters

P.O. Box 267-30500,
CDF Building/House/Plaza
Lokichar, Turkana South District/Sub-County
TURKANA COUNTY, KENYA

CONSTITUENCY DEVELOPMENT FUND- TURKANA SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

(f) TURKANA SOUTH CDF Contacts

Telephone: (+254) 724 028 813

E-mail: cdfturkanasouth@cdf.go.ke

Website: www.cdf.go.ke

(g) TURKANA SOUTH CDF Bankers

1. Central Bank of Kenya
Haile Selassie Avenue
P.O. Box 60000
City Square 00200
Nairobi, Kenya
2. Kenya Commercial Bank
Lodwar Branch
Account No: 1146654162

(h) Independent Auditors

Auditor General
Kenya National Audit Office
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

CONSTITUENCY DEVELOPMENT FUND- TURKANA SOUTH CONSTITUENCY

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For the year ended June 30, 2015

II. FORWARD BY THE CHAIRMAN CONSTITUENCY DEVELOPMENT FUND COMMITTEE (CDFC)

During the 2014/2015 FY, Turkana South CDF was allocated KES 135,589,471. During the 2013/2014 FY, the constituency had 70% of its allocation still not yet disbursed from the CDF Board. That amounted to **KES 56,055,679.20**. These funds were later received during the 2014/2015 FY.

The total funds received during the 2014/2015 FY was KES 137,258,282.35. Of these funds, KES 35,055,679.20 was the remaining allocation for the 2013/2014 FY. Still, there is KES 21,000,000 still pending for the 2013/2014 FY that hasn't been received. These funds were for procurement of Community policing lorries.

Of the funds allocated for the 2014/2015 FY, KES **103,470,970.15** was received and spent during the FY. The balance of KES 32,118,500.85 was received after the end of the FY

The budget performance was as follows;

▪ Compensation of employees	-	KES	1,769,616
▪ Use of goods and services	-	KES	5,779,804
▪ Committee Expenses	-	KES	2,423,200
▪ Transfers to other government units	-	KES	33,145,276
▪ Other grants and transfers	-	KES	48,879,619
▪ Social Security Benefits	-	KES	21,360
▪ Acquisition of Assets	-	KES	14,427,480.88

Key achievements for the CDF,

- Timely absorption of the funds as the funds are released immediately we get them.
- Completion of the projects on time.
- Proper management of the projects by the PMCs
- Good quality projects
- Emergency projects that have a great impact on the population,

Challenges

- Late or delayed release of funds from the treasury and the CDF
- Delayed approval of the projects by the CDF BOARD for the case of projects that needed any other supporting documents from the constituency.

Way forward

- The CDF BOARD secretariat should speed up the approval of any other projects requiring documents from the constituency once the documents are availed.
- Timely release of funds from the CDF BOARD to the constituency.



REV. PETER EMERI LODIO,
CHAIRMAN CDFC

CONSTITUENCY DEVELOPMENT FUND- TURKANA SOUTH CONSTITUENCY

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III. STATEMENT OF CDF 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 CDF shall prepare financial statements in respect of that CDF. 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 *TURKANA SOUTH CDF* is responsible for the preparation and presentation of the *CDF's* financial statements, which give a true and fair view of the state of affairs of the *CDF* for and as at the end of the financial year (period) ended on June 30, 2015. 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 *CDF*; (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 *CDF*; (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 *TURKANA SOUTH CDF* accepts responsibility for the *CDF'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 *CDF's* financial statements give a true and fair view of the state of *CDF's* transactions during the financial year ended June 30, 2015, and of the *CDF's* financial position as at that date. The Accounting Officer charge of the *TURKANA SOUTH CDF* further confirms the completeness of the accounting records maintained for the *CDF*, which have been relied upon in the preparation of the *CDF's* financial statements as well as the adequacy of the systems of internal financial control.

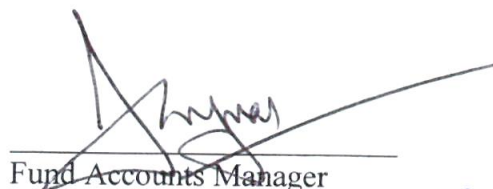
The Accounting Officer in charge of the *TURKANA SOUTH CDF* confirms that the *CDF* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the *CDF's* funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *CDF'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 *CDF's* financial statements were approved and signed by the Accounting Officer on 15th September, 2015.



CDFC Chairperson



Fund Accounts Manager

FUND ACCOUNT MANAGER
TURKANA SOUTH CDF
P. O. Box 267 - 30500
LODWAR

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 CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2015

REPORT ON THE FINANCIAL STATEMENTS

I have audited the accompanying financial statements of Turkana South Constituency Development Fund set out on pages 6 to 25, which comprise the statement of financial assets as at 30 June 2015, 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 8 of the Public Audit Act, 2003. 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.

Management's Responsibility 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.

The management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 7 of the Public Audit Act, 2003.

Auditor-General's Responsibility

My responsibility is to express an opinion on these financial statements based on the audit and report in accordance with the provisions of Section 9 of Public Audit Act, 2003 and submit the audit report in compliance with Article 229(7) of the Constitution. The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). Those standards require compliance with ethical requirements and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of

Constituencies Development Fund - Turkana South Constituency – Annual Report and Financial Statements for the year ended 30 June 2015

the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

1.0 Bank Balance

The statement of assets as at 30 June 2015 reflects cash and cash equivalent of Kshs 36,876,929.20 comprising of bank balance of Kshs 36,825,309.20 and outstanding imprest of Kshs 51,620. However, audit review of the bank statement for the month of June 2015 showed un-presented cheques amounting to Kshs 2,884,456.40 out of which cheques amounting to Kshs 675,150 were stale. No reason was however provided for not reversing the stale cheques in the cash book. Further, there was no information availed for audit review showing the dates when the balance of the un-presented cheques totalling Kshs 2,209,306.4 were subsequently cleared in the bank.

Consequently, the accuracy and validity of the bank balance of Kshs 36,825,309.20 as at 30 June 2015 could not be confirmed.

2.0 Outstanding Imprest

The statement of financial assets reflect outstanding temporary imprest amounting to Kshs.51,620 indicated in note 12B to the financial statements as issued to the Fund account manager on 15 June 2015. However, the imprest register was not availed for audit review to confirm when the imprest was due for surrender. Further, no information was availed for audit review to confirm if the imprest has since been accounted for.

Consequently, the propriety of the imprest balance of Kshs 51,620 as at 30 June 2015 could not be confirmed.

3.0 Acquisition of Assets

3.1 Construction of CDF Office

Note 8 to the financial statements shows acquisition of assets balance of Kshs 14,427,480.88 which include construction of buildings amount of Kshs 11,258,680.88 for the year ended 30 June 2015. The amount was paid to a construction company between 14 October 2014 and 23 January 2015 in respect of construction of CDF office. However, tender documents including advertisement, bills of quantity, tender opening

minutes, tender evaluation minutes and tender award minutes were not availed for audit verification.

Audit visit to the project on 27 April 2016 revealed that the project was about 85% complete with painting works (inside and outside walls and Ceilings) still not done, electrical works not completed, window glasses not fitted and tiling works not completed. Toilets with four (4) doors, floor screed and plastering had also not been done. It is not known when the same shall be completed since the contractor was not on site and the project had been abandoned while an amount of Kshs.11,258,680 had already been paid which is 89.8% of the contract sum of Kshs.12,535,233.

Consequently, the propriety of the expenditure of Kshs 11,258,680 incurred on the construction of the office could not be confirmed for the year ended 30 June 2015.

3.2 Repair of Motor Vehicle

Included in acquisition of assets balance of Kshs 14,427,480.88 under note 8 to the financial statements is overhaul of vehicles amount of Kshs 300,000. The amount of Kshs.300,000 was paid to a vehicle dealer in respect of overhaul of GK A 563V through payment voucher No. 169 of 2 October 2014 and cheque no. 392. However, the pre-inspection and post inspection reports from Government chief mechanical engineer were not provided for audit review contrary to requirement of Section 19.8 of the Government Financial Regulations and Procedures which indicates that unserviceable vehicle should be inspected and reported upon by a skilled technical officer of the Ministry of Public Works. In addition, no documentary evidence was provided to show that the motor dealer was identified through competitive process as required by the Public Procurement and Disposal Act, 2005 and the related regulations of 2006 and 2013

Consequently, the propriety of the expenditure of Kshs 300,000 for the year ended 30 June 2015 could not be confirmed.

4.0 Other Grants and Other Payments

4.1 Namtalem Community Water Project

The statement of receipts and payments under note 6 other grants and other payments shows water amount of Kshs 2,000,000 which was disbursed to Namtalem Community Water Project through payment voucher no.256 and cheque no. 692 dated 15 May 2015 for drilling of bore hole and fixing of hand pump. However, tender documents and hydrological survey report were not availed for audit review. In addition, the expenditure returns and reports from the PMC accounting for the funds disbursed were also not availed for audit review.

An audit visit to the project on 27 April 2015 revealed that the borehole was dug and fitted with a hand pump although the borehole had no water flowing. Consequently, there was no value for money spent on the project and therefore the propriety of the expenditure of Kshs 2,000,000 could not be confirmed for the year ended 30 June 2015.

4.2 Nariwomoru Security Project

Included in other grants and transfers balance of Kshs.48,879,619 in note 6 to the financial statements is security amount of Kshs.10,000,000 which was in respect of the construction of chief's office for Kshs.2,000,000, erection of 6 No Administration Police houses for Kshs.6,000,000 and construction of a perimeter fence and steel gate for Kshs.2,000,000.

However, the tender documents including advertisements, opening and tender award minutes, technical evaluation report, letter of offer and award and signed contracts were not availed for audit review. Also not availed for audit review was the project bank statement. In addition, the payment of Kshs.5,000,000 made to the contractor in respect of the construction of the Administration police houses on 2 June 2015 through cheque no. 000013 was not supported by certificate of works.

Consequently, the propriety of the expenditure of Kshs.10,000,000 on the security project could not be confirmed for the year ended 30 June 2015.

4.3 Emergency Project

The other grants and other payments of Kshs.48,879,619 in note 6 to the financial statements include emergency amount of Kshs.8,925,500 out of which Kshs.8,055,500 was spent on foodstuff, water and blankets, purchase of drugs and repair of police houses. However, the supply contracts for food stuff, blankets, drugs and repair of police house were awarded to two firms through single sourcing. One firm was awarded contract to supply food stuff costing Kshs.5,650,500 and drugs worth Kshs.225,000 all totalling Kshs.5,875,500, while another firm supplied food stuff costing Kshs.1,410,000 and repair of police house for Kshs.770,000 all totalling Kshs.2,180,000. There was also no documentary evidence to show how the two firms were identified and prices charged determined.

Further included in emergency amount of Kshs.8,925,500 is food stuff costing Kshs.600,000 and hire of motor vehicle costing Kshs.270,000 acquired through cash payments which exceeds the low value cash purchase of Kshs.5,000 for entities in class 'C' in which the CDFC falls contrary to Section 90 of the Public Procurement and Disposal Act, 2005 and Regulation 63 and First schedule of the Public Procurement and Disposal Regulations, 2006. In addition, the records to show how the food stuff and non-food items were received and distributed to the beneficiaries were also not availed for audit review.

Consequently, the propriety of the expenditure of Kshs.8,055,500 incurred on emergency for the year ended 30 June 2015 could not be confirmed.

5.0 Transfer to Other Government Entities

5.1 Unsupported Expenditure

Included in transfers to other government entities amount of Kshs.33,145,276 under note 5 to the financial statements is an amount of Kshs 23,591,800 transferred to eight (8) primary schools, two (2) secondary schools and two (2) health institutions in respect of various projects as shown below:

No.	Name of Project	Details of project	Amount (Kshs)
Health			
1	Locher-Emoit Dispensary	1 Twin bed-room house and ablution block	2,241,380
2	Kakong Dispensary	1 Twin bed-room house and ablution block	2,241,379
			4,482,759
Secondary Schools			
1	Katilu Girls Sec School	Construction of 2 Classrooms 1,800,000 and equipping with 50 Double Desks - 300,000	2,100,000
2	AGC Lokichar Secondary	Construction of two classrooms	2,000,000
			4,100,000
Primary Schools			
1	Kakongu Pry Scxhool	Construction of a Chain-link Fence with Metal posts and a Steel Metal Gate	2,200,000
2	Kapelbok Pry School	Construction of a Dormitory - 1,700,000 and Equipping with 40 Double Decker Beds - 300,000	2,000,000
3	Korinyang Primary school	Repair of classes and supply of 100 desks	437,391
4	Lochakwan Primary	Construction of two classrooms with 50 double-desks	2,000,000
5	Lorogon Primary school	Construction of domitory	2,000,000
6	Lokwadat pri. School	Construction of 2 classrooms and 50 desks	2,000,000
7	Nachoke Primary	Erection of fence	2,271,650
8	Kangimanyin/Chokochok Pry School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 300,000	2,100,000
			15,009,041
Total			23,591,800

However, the project's completion certificates, site inspection reports and evidence of involvement by the line ministries/departments as required by the CDF Act, 2013 in respect of the above projects amounting to Kshs.23,591,800 were not availed for audit verification.

Consequently, the management is in breach of the law and the propriety and validity of the transfers to other government entities amount of Kshs.23,591,800.00 for the year ended 30 June 2015 could not be confirmed.

5.2 Mock and CAT Cost

In addition, included in other grants and other payments amount of Kshs.48,879,619 in note 6 to the financial statements is mocks and CAT amount of Kshs.1,000,000 which was irregularly used for tour. The approval by the CDF Board allowing change of usage was not availed for audit review. According to CDFC minutes dated 21 Feb 2015, the funds were released for educational tour by the Turkana South Primary School Head Teachers Association (KEPSHA) instead of purchase of exams. Further, expenditure records were not provided for audit review.

Consequently, the propriety of Kshs.1,000,000 on mocks and CATs could not be confirmed for the year ended 30 June 2015.

5.3 Sports Cost

The financial statements further shows under note 6 sports amount of Kshs.2,000,000 paid to Turkana South College and University Students Association to facilitate sports activities. However, registration documents for the association and expenditure returns were not provided for audit review.

Consequently, the propriety of Kshs.2,000,000 charged to other grants and other payments for the year ended 30 June 2015 could not be confirmed.

6.0 Purchase of Bulk Fuel

The financial statement reflects fuel, oil and lubricant amount of Kshs.800,000 under note 3 and which was paid to two petroleum dealers for supply of a total of 693 litres of diesel purchased. However, fuel register, motor vehicle work tickets, detailed orders and suppliers' statements were not availed for audit review.

Under the circumstances, it could not be confirmed how the fuel worth Kshs.800,000 was utilized and therefore the Fund may not have received value for Kshs.800,000 spent on fuel.

7.0 Irregular Cash Purchases

Included in use of goods and services amount of Kshs.5,779,804 under note 3 to the financial statements is an amount of Kshs.811,710 in respect of cash purchase of goods and services which exceeded the low value cash purchase limit of Kshs.5,000 for entities in class 'C' in which CDF falls. An amount of Kshs 460,800 was incurred on car hire, Kshs.144,400 on repair of motor vehicle GK563V, Kshs.144,510 on purchase of stationary and Kshs.62,000 on repair of photocopier all totalling Kshs.811,710. No reason was however provided for non-adherence to Section 91 of the Public Procurement and Disposal Act, 2005 on low value procurements and Section 63 of the Public Procurement and Disposal Regulations, 2006 which states that a procuring entity may use a low value procurement procedure if the estimated cost of the goods, works or services being procured per item is less than or equal to the prescribed maximum value of Kshs.5,000 as set out in the First Schedule to the regulations.

Consequently the management was in breach of the law and the propriety of the purchases amounting to Kshs.811,710 could not be confirmed for the year ended 30 June 2015.

8.0 Receipts from Other Constituency

The statement of receipts and payments for the year ended 30 June 2015 reflect total receipts of Kshs.137,258,282.35 which comprised of AIEs funding (transfers from CDF Board) of Kshs.136,627,783.30 and other receipts amounting to Kshs.510,500 which was indicated as transfers from the old Turkana South CDF account. However, a detailed reconciliation of the old account and documentary evidence supporting the final closure of the old account were not availed for audit review.

Consequently the accuracy and completeness of the receipts from other constituency of Kshs.510,500 could not be confirmed for the year ended 30 June 2015.

Qualified Opinion

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion paragraph, the financial statements present fairly, in all material respects, the financial position of Constituencies Development Fund - Turkana South Constituency as at 30 June 2015, 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 Constituency Development Fund Act, 2013.

Other Matter

1.0 Budgetary Control and Performance

1.1 Budget Performance

Turkana South Constituency approved budget for 2014/2015 amounted to Kshs.176,939,266 comprising of Kshs.135,589,471 being CDF Board allocation for 2014/2015 and Kshs 41,349,795 being cash balance brought forward from 2013/2014 and undisbursed funds for the year 2013/2014. During the same period, the Fund incurred expenditure of Kshs 106,446,355.88 or 60% of the approved budget of Kshs 176,939,266. Acquisition of assets was overspend by Kshs.227,480.88 Or approximately 2% of approved budget of Kshs.14,200,000 as detailed below.

Expenditure Component	Approved Budget 2014/2015 (Kshs)	Actual Expenditure (Kshs)	Under Expenditure (Kshs)	Over Expenditure (Kshs)	Under Absorption %
Compensation of Employees	5,083,615.80	1,769,616.00	3,313,999.80		65
Use of goods and services	6,756,960.20	5,779,804.00	977,156.20		14
Committee Expenses	7,000,000.00	2,423,200.00	4,576,800.00		65
Transfers to Other Government Units	77,037,931.00	33,145,276.00	43,892,655.00		57
Other grants and transfers	66,760,759.00	48,879,619.00	17,881,140.00		27
Social Security Benefits	100,000.00	21,360.00	78,640.00		79
Acquisition of Assets	14,200,000.00	14,427,480.88		227,480.88	(2)
TOTALS	176,939,266.00	106,446,355.88	70,720,391.00	227,480.88	60

Failure to utilize all the funds as budgeted is an indication that programs or activities are not being implemented as planned thus not achieving the intended objective of improving delivery of goods and services to the people of Turkana South Constituency. It may also be an indication that the budgetary process was not properly estimated and thus there may be need for the management to relook at the budgeting process to ensure that only priority areas are allocated funds.

1.2 Project Implementation

During the financial year 2014/2015, CDF-Turkana South had budgeted to disburse Kshs 117,817,122 to finance 48 projects out of which Kshs 56,879,191 or approximately 48% was disbursed to 20 projects as detailed below.

No.	Name of Project	Details of project	Final Budget 2014/15 (Kshs)	Start date	Disbursements in 2014/15 (Kshs)	Expenditure in 2014/15 (Kshs)	Amount certified as at 30th June (Kshs)	% Certified
1	CDF Office Construction	Completion of Roofing, Plumbing and Drainage works of the CDF Office	12,000,000.00	Oct. 2014	12,000,000	11,480,680	11,480,680	90%
2	CDF Office Projects	Branding and Publication of all CDF Funded Projects from Inception upto date.	1,800,000.00	Not started	Nil	Nil	Nil	Nil
3	Kangimanyin/C hokochook Pry School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 300,000	2,100,000.00	May-15	2,100,000	2,100,000	2,100,000	100%
4	Kangakipur Pry School	Construction of 6 Pit Latrines for Boths, Girls and Teachers.	900,000.00	Not started	Nil	Nil	Nil	Nil
5	Kangakipur Pry School	Supply of 40 Double Decker beds	500,000.00	Not started	Nil	Nil	Nil	Nil
6	Kaengolereng Pry School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 300,000	2,100,000.00	Not started	Nil	Nil	Nil	Nil
7	Nakipi Pry School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 300,001	2,100,000.00	Not started	Nil	Nil	Nil	Nil
8	Sopel Primary School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 300,002	2,100,000.00	Not started	Nil	Nil	Nil	Nil
9	Narengemunye n Pry School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 300,003	2,100,000.00	Not started	Nil	Nil	Nil	Nil
10	Kalodicha Pry School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 300,004	2,100,000.00	Not started	Nil	Nil	Nil	Nil
11	Lokichar Mixed Pry School	Construction of a Dormitory - 1,700,000 and Equipping with 40 Double Decker Beds - 300,000	2,000,000.00	Not started	Nil	Nil	Nil	Nil
12	Lokichar Girls Pry School	Construction of a Dormitory - 1,700,000 and Equipping with 40 Double Decker Beds - 300,000	2,000,000.00	Not started	Nil	Nil	Nil	Nil
13	Kanaodon Pry School	Construction of a Dormitory - 1,800,000 and Equipping with 40 Double Decker Beds - 300,000	2,100,000.00	Not started	Nil	Nil	Nil	Nil
14	Lokapel Pry School	Construction of a Dormitory - 1,800,000 and Equipping with 40 Double Decker Beds - 300,000	2,100,000.00	Not started	Nil	Nil	Nil	Nil
15	Kainuk Mixed Primary School	Construction of a School Fence with Chain-link and Metal Posts with a Steel Metal Gate	2,100,000.00	Not started	Nil	Nil	Nil	Nil

Constituencies Development Fund - Turkana South Constituency – Annual Report and Financial Statements for the year ended 30 June 2015

16	Kangiraga Pry School	Construction of 4 Pit Latrines	400,000.00	Not started	Nil	Nil	Nil	Nil
17	Naroo Primary School	Construction of 2 Classrooms - 1,800,000 and equipping with 50 Double Desks - 200,000	2,100,000.00	Not started	Nil	Nil	Nil	Nil
18	Turkana Integrated Dormitory	Construction of a Dormitory - 1,800,000 and Equipping with 50 Double Decker Beds - 300,000	2,100,000.00	Not started	Nil	Nil	Nil	Nil
19	Kaekunyuk Pry School	Construction of 1 Classroom - 900,000 and equipping with 25 Desks - 100,000	1,000,000.00	Not started	Nil	Nil	Nil	Nil
20	Al-Noor Pry School	Construction of 1 Classroom - 900,000 and equipping with 25 Desks - 100,000	1,000,000.00	Not started	Nil	Nil	Nil	Nil
21	Loyapat Pry School	Construction of a Dormitory - 1,700,000 and Equipping with 40 Double Decker Beds - 300,000	2,000,000.00	Not started	Nil	Nil	Nil	Nil
22	Kakongu Pry Scxhool	Construction of a Chain-link Fence with Metal posts and a Steel Metal Gate	2,200,000.00	May-15	2,200,000	2,200,000	2,200,000	100%
23	Kapelbok Pry School	Construction of a Dormitory - 1,700,000 and Equipping with 40 Double Decker Beds - 300,000	2,000,000.00	May-15	2,000,000	2,000,000	2,200,000	100%
24	Nakwamoru Pry School	Construction of a Dormitory - 1,700,000 and Equipping with 40 Double Decker Beds - 300,000	2,000,000.00	Not started	Nil	Nil	Nil	Nil
25	Kalapata Primary school	Renovation of Girls domitory	400,000.00	Not started	Nil	Nil	Nil	Nil
26	Korinyang Primary	Renovation of two classes	437,931.00	Not started	Nil	Nil	Nil	Nil
27	Kaputir Secondary School	Construction of the following structures: Chain-link Perimeter Fence - 2,000,000, 4 Standard Classrooms - 3,500,000, Administration block - 2,000,000, Library - 1,500,000, 2 Dormitories - 3,000,000, Dining Hall - 1,000,000, 4 Units of Staff Houses - 2,000,000, Kitchen and Food Store - 1,000,000	15,000,000.00	Not started	Nil	Nil	Nil	Nil
28	Uhuru Girls High School	Construction of 2 Units of Staff Houses	1,000,000.00	Not started	Nil	Nil	Nil	Nil
29	Katilu Girls Sec School	Construction of 2 Classrooms 1,800,000 and equipping with 50 Double Desks - 300,000	2,100,000.00	Feb-15	2,100,000	2,100,000	2,100,000	100%
30	Namantalem Community Water Project	Drilling and Installation of Water Handpump	2,000,000.00	May-15	2,000,000	2,000,000	2,000,000	100%

31	Nariwomoru Security Resettlement Camp	Construction of 6 AP/Police Houses - 6,000,000, Secure perimeter fence - 2,000,000, Construction of Chief's Office/Camp - 2,000,000	10,000,000.00	Mar-15	10,000,000	5,000,000	5,000,000	No certificate
32	Kaisamalit Security	Construction of community resettlement camp	2,500,000.00	Not started	Nil	Nil	Nil	Nil
33	Lokichar Public toilets community project	Construction of a Community public toilets	2,500,000.00	Not started	Nil	Nil	Nil	Nil
34	Ekisel Akide Community social Hall	Construction of a Community Social Hall	2,000,000.00	Not started	Nil	Nil	Nil	Nil
35	Kainuk Public toilets community project	Construction of a Community public toilets	2,500,000.00	Not started	Nil	Nil	Nil	Nil
36	Korinyang Primary school	Repair of classes and supply of 100 desks	437,391.00	Mar-15	437,391	437,391	437,391	100%
37	AGC Lokichar Secondary	Construction of two classrooms	2,000,000.00	Oct-14	2,000,000	2,000,000	2,000,000	100%
38	Katilu Girls Sec School	Construction of two classrooms with 50 double-desks	2,100,000.00	Feb-15	2,100,000	2,100,000	2,100,000	100%
39	Locher-Emoit Dispensary	1 Twin bed-room house and ablution block	2,241,380.00	Oct-14	2,241,380	2,241,380	2,241,380	100%
40	Kakong Dispensary	1 Twin bed-room house and ablution block	2,241,379.00	Dec-14	2,241,379	2,241,379	2,241,379	100%
41	Lochakwan Primary	Construction of two classrooms with 50 double-desks	2,000,000.00	Oct-14	2,000,000	2,000,000	2,000,000	100%
42	Lorogon Primary school	Construction of dormitory	2,000,000.00	Oct-14	2,000,000	2,000,000	2,000,000	100%
43	Lomermudang Primary	Construction of 2 classrooms and 50 desks	2,250,000.00	Oct-14	2,250,000	2,250,000	2,250,000	100%
44	Lokwadat pri. School	Construction of 2 classrooms and 50 desks	2,000,000.00	Oct-14	2,000,000	2,000,000	2,000,000	100%
45	Nawoyeregaa primary	Construction of 2 classrooms and 50 desks	2,366,085.00	Oct-14	2,366,085	2,000,000	2,000,000	100%
46	Nachoke Primary	Erection of fence	2,250,000.00	Oct-14	2,250,000	2,250,000	2,250,000	100%
47	Edos Primary school	Construction of 2 classrooms and 50 desks	2,000,000.00	Nov-14	2,000,000	2,000,000	2,500,000	100%
48	Kalodicha Pry School	Construction of toilets	592,956.00	Dec-14	592,956	592,956	592,956	100%
		TOTAL	117,817,122.00		56,879,191	50,993,786	49,593,786	

Funds amounting to Kshs.60,937,931 were not disbursed to 28 projects. Consequently, the residents of Turkana South Constituency failed to receive the benefits accruing from the planned programs and activities for the year ended 30 June 2015.

1.3 Project Verification

During the year under review, 15 projects costing Kshs.27,029,191.00 were verified during the audit in April 2016 and the following observations were made:

Serial No	Date	PV No.	Cheque No	Payee	Project Description	Expenditure (Kshs)	Results of verification/ examination of records
1	19.12.14	186	381	kaakong Dispensary	Twin one bedroom house and ablution block	2,241,379.00	Project complete and in use but no expenditure returns provided.
2	14.10.14	167/272	339	Locher-Emoit Dispensary	Twin one bedroom house and ablution block	2,241,380.00	Project complete and in use but no expenditure returns provided.
3	19.12.14	187	384	Kalodicha Pri. School	Tree planting	592,956.00	Verified but no trees were planted.
4	14.10.14	165	341	Lokwadwaat Pri. School	Construction of two classes with 50 double desks	2,000,000.00	Project complete and in use but expenditure returns not provided.
5	14.10.14	159	345	Lochakwaan Pri. School	Construction of two classes with 50 double desks	2,000,000.00	Project complete, no expenditure returns provided.
6	25.05.15	259	696	Kakong'u Pri. School	Fencing using chain link and metal posts and steel metal gate	2,200,000.00	Project completed but expenditure returns not availed for audit review.
7	14.11.14	166	347	Edos Pri. School	Construction of two classess with 50 double desks	2,000,000.00	Project complete and in use. No project expenditure returns provided.
8	25.05.15	257	697	Kapelbok Pri. School	Construction of domitory with 50 double decker beds	2,000,000.00	No expenditure returns provided.
9	25.05.15	260	693	Kangimanyin Pri. School	Construction of two classess with 50 double desks	2,100,000.00	Project complete except for 1 metallic door that had not been fitted. Further, desks had not been supplied.
10	26.09.14	150	330	Kainuk Girls Pri. School	Construction of domitory.	2,116,085.00	Project complete but no project expenditure returns provided.
11	14.10.14	164	338	AGC Lokichar Sec. school	Construction of two classess with 50 double desks	2,000,000.00	Project complete and in use but no project expenditure returns. Windows not fitted with glasses.
12	18.02.15	204	414	Katilu Girls Sec.		2,100,000.00	Project complete and in use but no project returns.
13	13.03.15	219	561	District Evaluation Tests Account	purchase of mocks/exams price giving/ education day	1,000,000.00	According to CDFC minutes dated 21st Feb 2015, the funds were released for educational tour by KEP SHA instead of purchase of exams. Further, expenditure records were not provided for audit review.
14	25.05.15	258	994	Turkana South College and University Students	Facilitate sports activities	2,000,000.00	Registration documents for association and expenditure returns not provided.

Constituencies Development Fund - Turkana South Constituency – Annual Report and Financial Statements for the year ended 30 June 2015

				Association			
15	20.03.15	221	545/6	Bulale Construction Co. Ltd	Part payment for Supply of 100No.desks and repair of classrooms	437,391.00	Only delivery note for 100 desks and final invoice attached. LPO not attached. Also no evidence of repair of classroom
					TOTAL	27,029,191.00	

Twelve (12) out of fifteen (15) projects visited were noted to be complete and in use although project documents were not availed for audit review. An amount of Kshs.1,000,000 meant for purchase of exams was also irregularly diverted to an educational tour by KEPSHA while Kshs.2,000,000 meant for sports was diverted to a student association. Consequently, the residents of Turkana south Constituency may not have received the value for money totalling Kshs.3,000,000 as initially budgeted for.

My opinion is not qualified in respect of this matter.



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

Nairobi

22 July 2016

CONSTITUENCY DEVELOPMENT FUND- TURKANA SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

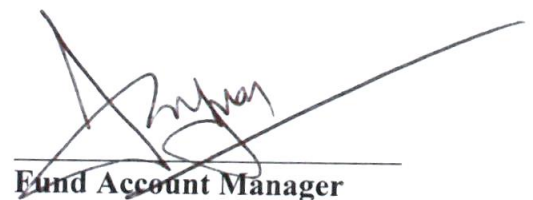
IV. STATEMENT OF RECEIPTS AND PAYMENTS

	Note	2014-2015	2013-2014
		Kshs	Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	137,258,282.35	37,370,452.80
TOTAL RECEIPTS		137,258,282.35	37,370,452.80
PAYMENTS			
Compensation of employees	2	1,769,616.00	427,337.00
Use of goods and services	3	5,779,804.00	732,040.00
Committee Expenses	4	2,423,200.00	3,261,600.00
Transfers to Other Government Units	5	33,145,276.00	-
Other grants and transfers	6	48,879,619.00	25,781,185.00
Social Security Benefits	7	21,360.00	7,200.00
Acquisition of Assets	8	14,427,480.88	-
TOTAL PAYMENTS		106,446,355.88	30,209,362.00
SURPLUS/DEFICIT		30,811,926.47	7,161,090.80

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TURKANA SOUTH CDF financial statements were approved on 15th September, 2015 and signed by:



Chairman - CDFC



Fund Account Manager

FUND ACCOUNT MANAGER
TURKANA SOUTH CDF
P. O. Box 267 - 30500
LODWAR

CONSTITUENCY DEVELOPMENT FUND- TURKANA SOUTH CONSTITUENCY
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For the year ended June 30, 2015

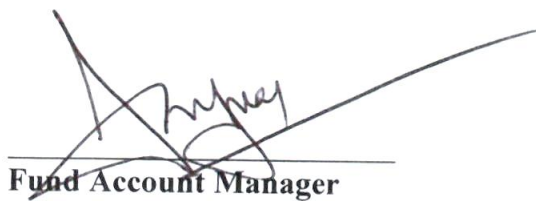
V. STATEMENT OF ASSETS

	Note	2014-2015 Kshs	2013-2014 Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	12A	36,825,309.20	5,783,615.80
Outstanding Imprests	12B	51,620.00	0.00
TOTAL FINANCIAL ASSETS		36,876,929.20	5,783,615.80
REPRESENTED BY			
Fund balance b/fwd 1st July...	13	5,783,615.80	0.00
Surplus/Deficit for the year		30,811,926.47	7,161,090.80
NET LIABILITIES		36,595,542.27	7,161,090.80

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TURKANA SOUTH CDF financial statements were approved on 15th September, 2015 and signed by:



Chairman - CDFC



Fund Account Manager

FUND ACCOUNT MANAGER
TURKANA SOUTH CDF
P. O. Box 267 - 30500
LODWAR

CONSTITUENCY DEVELOPMENT FUND- TURKANA SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

VI. STATEMENT OF CASHFLOW

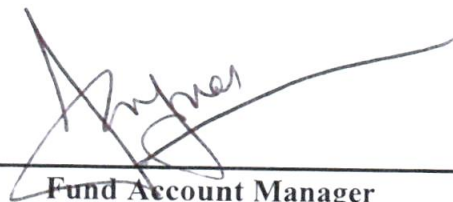
Receipts for operating income		2014 - 2015	2013 - 2014
Transfers from CDF Board	1	137,258,282.35	37,370,452.80
Payments for operating expenses			
Compensation of Employees	2	1,769,616.00	427,337.00
Use of goods and services	3	5,779,804.00	732,040.00
Committee Expenses	4	2,423,200.00	3,261,600.00
Transfers to Other Government Units	5	33,145,276.00	0
Other grants and transfers	6	48,879,619.00	25,781,185.00
Social Security Benefits	7	21,360.00	7,200.00
		92,018,875.00	30,209,362.00
Net cash flow from operating activities		45,239,474.35	5,783,615.80
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Assets	8	14,427,480.88	0
Net cash flows from Investing Activities		(14,427,480.88)	0.00
NET INCREASE IN CASH AND CASH EQUIVALENT			
Cash and cash equivalent at BEGINNING of the year	13	5,783,615.80	0
Cash and cash equivalent at END of the year	12A, 12B	36,876,929.20	5,783,615.80

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The TURKANA SOUTH CDF financial statements were approved on 15th September, 2015 and signed by:



Chairman CDFC

FUND ACCOUNT MANAGER
 TURKANA SOUTH CDF
 P. O. Box 267 - 30500
 LODWAR



Fund Account Manager

Reports and Financial Statements
For the year ended June 30, 2015

VII. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Budget Utilisation Difference	% of Utilisation
	a	b	c=a+b	d	e=c-d	f=d/c %
RECEIPTS						
Transfers from CDF Board	135,589,471.00	41,349,795.00	176,939,266.00	137,258,282.35	39,680,983.65	78
Proceeds from Sale of Assets	-			-	-	
Other Receipts	-			-	-	
	135,589,471.00	41,349,795.00	176,939,266.00	137,258,282.35	39,680,983.65	78
PAYMENTS						
Compensation of Employees	2,600,000.00	2,483,615.80	5,083,615.80	1,769,616.00	3,313,999.80	35
Use of goods and services	3,651,281.00	3,105,679.20	6,756,960.20	5,779,804.00	977,156.20	86
Committee Expenses	3,500,000.00	3,500,000.00	7,000,000.00	2,423,200.00	4,576,800.00	35
Transfers to Other Government Units	64,437,931.00	12,600,000.00	77,037,931.00	33,145,276.00	43,892,655.00	43
Other grants and transfers	47,100,259.00	19,660,500.00	66,760,759.00	48,879,619.00	17,881,140.00	73
Social Security Benefits	100,000.00	-	100,000.00	21,360.00	78,640.00	21
Acquisition of Assets	14,200,000.00	-	14,200,000.00	14,427,480.88	(227,480.88)	102
Other Payments	-			-	-	
TOTALS	135,589,471.00	41,349,795.00	176,939,266.00	106,446,355.88	70,492,910.12	60

(a) [For the revenue items, indicate whether they form part of the AIA by inserting the "AIA" alongside the revenue category.]

**Reports and Financial Statements
For the year ended June 30, 2015**

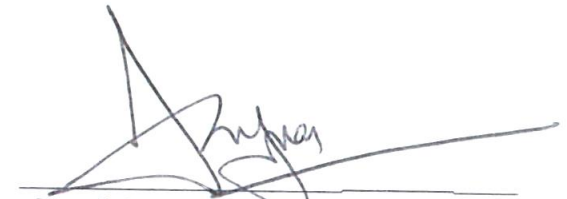
(b) Provide below a commentary on significant underutilization (below 50% of utilization) and any overutilization]

- i. Most of the expenditures on Committee expenses were incurred after 30th June 2015 due to heavy commitment by the CDFCs
- ii. The NSSF was over budgeted. But the NSSF deductions of staffs have been made for the last 12 Months.
- iii. Over expenditure on grants and transfers is because of Environmental and sports funds that have been treated as grants to sports associations and environmental activities within the schools.

The TURKANA SOUTH CDF financial statements were approved on 15th September, 2015 and signed by:



Chairman CDF



Fund Account Manager

FUND ACCOUNT MANAGER
TURKANA SOUTH CDF
P. O. Box 267 - 30500
LODWAR

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 and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *CDF* and all values are rounded to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the *CDF*.

2. Recognition of revenue and expenses

The *CDF* recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the *CDF*. In addition, the *CDF* recognises all expenses when the event occurs and the related cash has actually been paid out by the *CDF*.

3. In-kind contributions

In-kind contributions are donations that are made to the *CDF* 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 *CDF* includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

4. 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. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

5. 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 *CDF* 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.

6. Budget

The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *CDF*'s budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the *CDF*'s actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

7. Comparative figures

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

8. 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 June 30, 2015.

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

IX. NOTES TO THE FINANCIAL STATEMENTS

1. TRANSFERS FROM OTHER GOVERNMENT ENTITIES

	Description	AIE NO	2014 - 2015	2013 - 2014
			Kshs	Kshs
1330407	Normal Allocation	A 711976	33,276,812.20	2,000,000.00
		A 750393	7,300,000.00	35,370,452.80
		A 759547	26,597,367.75	
		A 796656	18,338,420.65	
		A 796889	15,558,947.00	
		A 797126	1,778,867.00	
		A 796014	33,897,367.75	
1330409	Receipt from other Constituency		510,500.00	-
	TOTAL		137,258,282.35	37,370,452.80

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

2. COMPENSATION OF EMPLOYEES

	Description		2014 - 2015	2013- 2014
			Kshs	Kshs
2110201	Basic wages of Contractual Employees		1,480,012.00	427,337.00
2710120	Gratuity		289,604.00	-
	Total		1,769,616.00	427,337.00

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

3. USE OF GOODS AND SERVICES

	Description		2014 - 2015	2013 - 2014
			Kshs	Kshs
2210104	Office rent		84,000.00	140,000.00
2210200	Communication, supplies and services		132,880.00	-
2210300	Domestic travel and subsistence		838,120	-
2210500	Printing, advertising and information supplies & services		60,000.00	-
2210700	Training expenses		1,308,770.00	600,000.00
2210800	Hospitality supplies and services		688,970.00	200,000.00
2210900	Insurance costs		228,061.00	-
2211000	Specialised materials and services		-	180,000.00
2211100	Office and general supplies and services		372,610.00	356,100.00
2211200	Fuel ,oil & lubricants		800,000.00	800,000.00
2211300	Other operating expenses		610,000.00	300,000.00
2220100	Routine maintenance – vehicles and other transport equipment		586,193.00	
2220200	Routine maintenance – other assets		70,200.00	214,500.00
	Water			37,620.00
				434,380.00
	Total		5,779,804.00	3,262,600.00

4. COMMITTEE EXPENSES

	Description		2014 - 2015	2013 - 2014
			Kshs	Kshs
2210802	Other committee expenses		10,800.00	761,600.00
2210809	Committee allowance		2,412,400.00	2,500,000.00
	TOTAL		2,423,200.00	3,261,600.00

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

5. TRANSFER TO OTHER GOVERNMENT ENTITIES

	Description		2014 - 2015	2013 - 2014
			Kshs	Kshs
2630204	Transfers to primary schools		24,562,517.00	-
2630205	Transfers to secondary schools		4,100,000.00	-
2630207	Transfers to Health institutions		33,145,276.00	-
	TOTAL		33,145,276.00	-

6. OTHER GRANTS AND OTHER PAYMENTS

	Description		2014 - 2015	2013 - 2014
			Kshs	Kshs
2640101	Bursary -Secondary		8,522,119.00	9,000,000.00
2640102	Bursary -Tertiary		17,000,000.00	10,999,034.00
2640104	Bursary-Special schools		-	-
2640105	Mocks & CAT		1,000,000.00	-
2640504	water		2,000,000.00	1,116,085.00
2640505	Agriculture (food security)		-	2,116,085.00
2640507	Security		10,000,000.00	2,116,085.00
2640102	Bursary Survey		1,450,000.00	-
2640509	Sports		2,000,000.00	-
2640200	Emergency Projects (specify)		8,925,500.00	433,896.00
	Total		48,879,619.00	25,781,185.00

7. SOCIAL SECURITY BENEFITS

			2014 - 2015	2013 - 2014
			Kshs	Kshs
2120101	Employer contribution to NSSF		21,360	7,200.00
	Total		21,360.00	7,200.00

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

8. ACQUISITION OF ASSETS

	<u>NON FINANCIAL ASSETS</u>		2014- 2015	2013 - 2014
			Kshs	Kshs
3110202	Construction of Buildings		11,258,680.88	-
3110801	Overhaul of Vehicles		300,000.00	-
3111001	Purchase of Office furniture and fittings		994,000.00	-
3111002	Purchase of computers ,printers and other IT equipments		636,000.00	-
3111005	Purchase of photocopier		568,000.00	-
3111009	Purchase of other office equipments		457,800.00	-
3111112	Purchase of soft ware		213,000.00	-
	Total		14,427,480.88	-

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY**Reports and Financial Statements****For the year ended June 30, 2015***NOTES TO THE FINANCIAL STATEMENTS (Continued)***12A: Bank Accounts (cash book bank balance)**

Name of Bank, Account No. & currency	Account Number	2014 - 2015	2013 - 2014
		Kshs (30/6/2015)	Kshs (30/6/2014)
<i>Turkana South Constituency, Lodwar Branch, A/C no: 114 665 4162</i>		36,825,309.20	3,358,931.00
Total		36,825,309.20	3,358,931.00

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY**Reports and Financial Statements****For the year ended June 30, 2015***NOTES TO THE FINANCIAL STATEMENTS (Continued)***12B: OUTSTANDING IMPRESTS**

<i>Name of Officer</i>	<i>Date imprest taken</i>	<i>Amount Taken</i>	<i>Amount Surrendered</i>	<i>Balance (30/6/2015)</i>
		<i>Kshs</i>	<i>Kshs</i>	<i>Kshs</i>
<i>Locheria Nyikal Basil</i>	Jun-15	51,620.00	-	51,620.00
Total		51,620.00		51,620.00

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

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2015

NOTES TO THE FINANCIAL STATEMENTS (Continued)

13. BALANCES BROUGHT FORWARD

		2014 - 2015	2013 - 2014
		Kshs (1/7/2014)	Kshs (1/7/2013)
Bank accounts		5,783,615.80	
Imprest		51,620.00	
Total		5,783,615.80	

CONSTITUENCIES DEVELOPMENT FUND – TURKANA SOUTH CONSTITUENCY
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For the year ended June 30, 2015

15. OTHER IMPORTANT DISCLOSURES

15.1: PENDING STAFF PAYABLES (See Annex 2)

	Kshs	Kshs
Senior management	-	-
Middle management	597,504.00	-
Unionisable employees	-	-
Others (<i>specify</i>)	-	-
	597,504.00	-

15.2: OTHER PENDING PAYABLES (See Annex 3)

	Kshs	Kshs
Amounts due to other Government entities (see attached list)	23,500,000.00	-
Amounts due to other grants and other transfers (see attached list)	9,300,000.00	-
Others (<i>specify</i>)	-	-
	32,800,000.00	-

NATIONAL GOVERNMENT ENTITY – TURKANA SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2015	2014	
		a	b	c	d=a-c		
Middle Management							
1. Ewoi H. Loree	H	80,695.00	5/10/2013	-	80,695.00	-	
2. Patrick L. Erupe	H	76,975.00	5/10/2013	-	76,975.00	-	
3. Jonathan Eyanae	H	76,975.00	5/10/2013	-	76,975.00	76,975.00	
4. Consolata L. Lobur	G	65,967.00	5/10/2013	-	65,967.00	-	
5. Peter L. Nawar	G	65,967.00	5/10/2013	-	65,967.00	-	
6. Joseph E. Lotokos	H	76,975.00	5/10/2013	-	76,975.00	76,975.00	
Sub-Total		443,554.00			443,554.00	153,950.00	597,504.00
Grand Total		443,554.00			443,554.00	153,950.00	597,504.00

NATIONAL GOVERNMENT ENTITY – TURKANA SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
					2015	2014	
		a	b	c	d=a-c		
Amounts due to other grants and other transfers Government entities							
1. Ekisil Akide Community Social Hall	Project grant for Construction of Social Hall	2,000,000.00	Jun-15	-	2,000,000.00	-	
2. Kainuk Community Public Toilets	Construction of Public Toiles	2,500,000.00	Jun-15	-	2,500,000.00	-	
3. Lokichar Community Public Toilets	Construction of Public Toiles	2,500,000.00	Jun-15	-	2,500,000.00	-	
4. CDF Projects branding	CDF Projects branding	1,800,000.00	Jun-15	-	1,800,000.00	-	
5. Audit Fees	Audit Fees	500,000.00		-	500,000.00		
Sub-Total		9,300,000.00			9,300,000.00		

NATIONAL GOVERNMENT ENTITY – TURKANA SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

Amounts due to other Government Entities	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance	Comments
6. Kaisamalit Resettlement FENCE	Construction of Comm. fence	2,500,000.00	Jun-15	-	2,500,000.00	-	
7. Kalapata Pry School	Renovation of Girls Dormitory	400,000.00	Jun-15	-	400,000.00	-	
8. Kaputir Secondary School	Construction of two classrooms	9,000,000.00	Jun-15	-	9,000,000.00	-	
9. Katilu Girls Sec School	Construction of two classrooms	4,000,000.00	Jun-15	-	4,000,000.00	-	
10. Lokichar GIRLS Pry	Construction of Dormitory	1,000,000.00	Jun-15	-	1,000,000.00	-	
11. Lokichar Mixed Pry School	Construction of Dormitory	900,000.00	Jun-15	-	900,000.00	-	
12. Nakipi Pry School	Construction of two classrooms	1,000,000.00	Jun-15	-	1,000,000.00	-	
13. Narengemunyen Pry School	Construction of two classrooms	100,000.00	Jun-15	-	100,000.00	-	
14. Kainuk Mixed Pry School	Fencing of the school	900,000.00	Jun-15	-	900,000.00	-	
15. Naro Pry School	Construction of two classrooms	1,100,000.00	Jun-15	-	1,100,000.00	-	
16. Kaengolereng Pry School	Construction of two classrooms	100,000.00	Jun-15	-	100,000.00	-	
17. Lokapel Pry School	Construction of two classrooms	100,000.00	Jun-15	-	100,000.00	-	
18. Kanaodon Pry School	Construction of two classrooms	100,000.00	Jun-15	-	100,000.00	-	
19. Sopel Pry School	Construction of two classrooms	100,000.00	Jun-15	-	100,000.00	-	
20. Sports	Sports Activities	700,000.00	Jun-15	-	700,000.00	-	
21. Environment	Environmental Activities	1,500,000.00	Jun-15	-	1,500,000.00	-	
Grand -Total		32,800,000.00			32,800,000.00		

NATIONAL GOVERNMENT ENTITY – TURKANA SOUTH CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2015

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset Class	Historical Cost (KSHS) 2014/15	Additions 2014/2015 Kshs	Historical Cost (KSHS) 2013/14
Buildings and structures	11,258,680.88	11,258,680.88	0
Office equipment, furniture and fittings	994,000.00	994,000.00	0
ICT Equipment, Software and Other ICT Assets	636,000.00	636,000.00	0
Photocopier	568,000.00	568,000.00	0
Other Office Equipments	457,800.00	457,800.00	0
Motorvehicle GK A 563V - 2008	4,500,000.00	300,000.00	4,200,000
Software	213,000.00	213,000.00	
Total	18,627,480.88	14,427,480.88	4,200,00 0